

CREATE, OPERATE, AND MAINTAIN A SUPPORTING ORGANIZATION AT NCF

Costs of a supporting organization

Many givers use a supporting organization (SO) at NCF to maximize their charitable giving, and they're part of a community of other individuals and families who have mobilized more than \$25 billion for thousands of charities. To fund this level of impact, we retain the following costs that support our work.

NCF annual operation costs (assessed quarterly)

BALANCE	COST
First \$10,000,000	Minimum \$50,000
Next \$50,000,000	.35 percent
Balance	.18 percent

- A minimum of \$12,000 will be assessed annually for accounting and bill-pay support. Costs of tax preparation and audit support will vary depending on level of effort.
- Final cost is subject to the needs and complexities of the supporting organization's operations and will be determined by NCF supporting organization leadership.

Outside costs to consider

One-time setup costs

- Creation under NCF's group exemption: Approximately \$6,000 - \$8,000, depending on outside counsel rates
- Or, file for separate IRS exemption: Approximately \$15,000+

Ongoing costs

- Annual audit: Type I SOs of NCF are required to be included in NCF's annual audited financial statements. Depending upon complexity and activity, it is either:
 - \$3,000 - \$6,000: Limited audit procedures by NCF auditors, or
 - \$15,000+: Full outside audit
- Annual state corporate registration: Varies by state but is usually \$100 or less
- Payroll expenses: Varies based on the number of employees
- Board travel and meeting expenses
- Grant research and ministry travel
- Directors and officers insurance
- Investment management fees