

## Depository Policy

### Catholic Church Deposit & Loan Fund of Eastern North Dakota:

All Catholic entities (Cemeteries, Parishes, Missions, etc.) within the Fargo diocese are required to use the *Catholic Church Deposit & Loan Fund of Eastern North Dakota* for the deposit of reserves. Reserves are defined as general funds needed for operations beyond a 30-90 day period. Other funds are to be deposited in the *Catholic Church Deposit & Loan Fund of Eastern North Dakota* or the *Catholic Development Foundation*.

The *Catholic Church Deposit & Loan Fund of Eastern North Dakota* is operated as a savings and loan (or credit union) for Catholic entities in the Fargo diocese. All deposits and loans are separately accounted for and remain the property and/or obligation, respectively, of the each entity.

*Catholic Church Deposit & Loan Fund of Eastern North Dakota* rates are variable, changing every quarter. Rates are based upon the Prime Rate on these dates. The deposit rate equals the Prime Rate minus two percent, and the loan rate equals the Prime Rate minus one percent. All deposits are treated as “on demand”.

### Catholic Development Foundation:

The *Catholic Development Foundation* should be used for funds referred to as permanently restricted or endowment or perpetual care, etc. The use of these monies is not expected or allowed and only the Spendable Earnings distributions can be used on these funds.

In the event an entity has the opportunity to receive a contribution from a donor who specifically directs and requires the funds to be placed in some other depository, the entity is able to proceed with the acceptance of this gift provided the terms of the gift do not contradict or violate Church teachings.

The *Catholic Development Foundation* is invested in a balanced portfolio of stocks and bonds. Distributions are based upon a “Spending Policy” whereby 5% of the five-year rolling average balance is placed in a “Spendable Earnings” account for use at any time. This allows entities to budget earnings, knowing how much is available each year.

#### Catholic Church Deposit & Loan Fund of Eastern North Dakota

Established 1937 – Separate Corporation  
Deposit and loan entity for Catholic entities in  
Diocese of Fargo

Deposit Accounts = 447  
Loans Outstanding = 15

Fixed rate adjusted quarterly  
Deposits & Withdrawals available at all times  
Loans available for capital projects

#### Catholic Development Foundation

Established 1985 – Separate Corporation  
“Umbrella Foundation” for Catholic entities in  
Diocese of Fargo

Endowments for:

Parishes = 94  
Cemeteries = 36  
Schools = 11  
Annuities = 72  
Donor Advised Funds = 1

Distributions = 5% of 5 year average balance