

**261—46.3(81GA, HF868) Program procedures.** The department shall identify a lead philanthropic entity for purposes of encouraging the development of qualified community foundations in this state. A lead philanthropic entity may receive a grant from the department. The board shall use the grant moneys to award endow Iowa grants to new and existing qualified community foundations and to community affiliate organizations as follows:

**46.3(1)** Endow Iowa grants awarded to new and existing endow Iowa qualified community foundations and to community affiliate organizations shall not exceed \$25,000 per foundation or organization unless a foundation or organization demonstrates a multiple county or regional approach.

**46.3(2)** Endow Iowa grants may be awarded on an annual basis with not more than three grants going to a single county in a fiscal year.

**46.3(3)** Of any moneys received by a lead philanthropic entity from the state, not more than 5 percent of such moneys shall be used by the lead philanthropic entity for administrative purposes.

**46.3(4)** Lead philanthropic entity eligibility requirements. A lead philanthropic entity shall meet all of the following qualifications:

*a.* The entity shall be a nonprofit entity, which is exempt from federal income taxation pursuant to Section 501(c)(3) of the Internal Revenue Code.

*b.* The entity shall be a statewide organization with membership consisting of organizations, such as community, corporate, and private foundations, whose principal function is the making of grants within the state of Iowa.

*c.* The entity shall have a minimum of 40 members, and that membership shall include qualified community foundations.