



*The University of Mississippi Foundation*

**PERMANENT ENDOWMENT  
LIFE INSURANCE REQUIREMENTS**

To satisfy requirements, the criteria of an endowed scholarship by a Life Insurance Gift:

- I. For the benefit of said fund, The University of Mississippi Foundation must be the sole owner and beneficiary of the permanent type life insurance policy with accumulating cash value.
- II. The policy must be delivered to the Foundation Office once issued and membership cannot be granted nor publicized until the policy is issued and received by the Foundation.
- III. Annual reports from the insurance company must be sent to the Foundation office. The insurance company issuing the policy must have an A.M. Best rating of at least A+, and a Comdex rating of 90 or more.
- IV. Policy Requirements:

The policy must have a minimum face value of at least \$50,000. Premiums are to be projected using an interest rate assumption of 1% less than current interest rate not to exceed 6%. All Universal Life policies must have a Guaranteed Death Benefit option. Multiple “paid-up” options (Example: 5, 10, 20 year pay up options) with Guaranteed Death Benefit to a minimum age 100 are allowed. A Second-To-Die life insurance policy may be utilized using the same guidelines as a single life policy. On a level pay policy, the cash value at age 65 must be self-sustaining until age 100 and maintain the Guaranteed Death Benefit feature. A waiver of premium rider, in event of a total disability, must be included up until the policy is self-sustaining.
- V. Premium Payment Methods:
  - A. **Quarterly, Semi-Annually or Annually:** premium notices shall be sent to the Foundation Office for planned premium payments. Checks shall be made payable to The University of Mississippi Foundation, and the Foundation will forward payment to the insurance company. Premium payments to the Foundation are tax deductible.
  - B. **Monthly Bank Draft:** bank drafts can be arranged with the Foundation.
- VI. **1848 Society** membership will also be awarded to the Donor when applicable.