

In case of any discrepancies between the original text in Icelandic and the translation, only the original text as published in the Official Gazette of Iceland (Stjórnartíðindi) is authentic. Please note as well that amendments may have been made since the translations were prepared.

ACT ON FUNDS AND INSTITUTIONS OPERATING  
ACCORDING TO APPROVED CHARTERS,  
NO. 19, 15 MAY 1988

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Article 1. [This Act shall apply to funds and institutions operating according to charters approved by a district commissioner under this Act, or according to charters approved by the Minister of Justice or the President of Iceland or the king (cf., however, the second paragraph of this Article). The Minister of Justice shall determine which district commissioner is to be in charge of the application of this Act.]1)

However, those funds and institutions that are established by statutes, decisions of the Althingi or

international agreements shall be exempt from the effects of this Act, even though their charters are approved.

[Private institutions that engage in business activities shall be subject to the Act on Private Institutions that Engage in Business Operations.]<sup>2)</sup>

[Appeals may be lodged with the Minister of Justice against decisions taken by a district commissioner under this Act.]

[1]) Act No. 143/2006, Art. 1. 2) Act No. 33/1999, Art. 49.

Article 2. The foundation capital of the fund or institution shall be at least ISK 300,000, based on the credit terms index valid at the time of commencement of this Act; thereafter this shall change in accordance with the same index in January. The [district commissioner]<sup>1)</sup> shall advertise the minimum figure each year.<sup>2)</sup> Foundation capital may, however, stand at a smaller amount if there are particular reasons for this.

The foundation capital and its provenance shall be stated in the charter, together with the aims of the fund or

institution and how the capital is to be used to achieve the aims. It shall also be stated clearly how the board of the fund or institution is to be appointed and who is to be responsible for managing its finances.

[The district commissioner]<sup>1)</sup> shall maintain a register of all funds and institutions operating according to approved charters; this shall be known as the 'Fund Register'.

Approved charters and amendments thereto shall be published in Section B of the Law and Ministerial Gazette. [1])Act No. 143/2006, Art. 2. 2) Advertisement No. 17/2006.

Article 3. The person responsible for the fund or institution shall, not later than 30 June each year, send the Auditor-General the accounts of the fund or institution for the previous year, together with a report on how the finances of the fund or institution were spent during that year.

The board of the fund or institution shall also inform the Fund Register of the persons constituting the board at any given time.

The Auditor-General shall maintain a register of the