



The Power of an Endowment

This chart illustrates how a permanent endowment can grow while providing grants in perpetuity. Scenario: initial gift of \$100,000; 7.80% investment return*; 4% available for grant-making and 2% administrative fee.

| Year | Deposit | Fund Balance | Investment Return Amount | SRCF Fee | Percentage for Grant Making | Annual Grant Disbursement | Fund Balance at Year End | Cumulative Grants Made |
|---------------|---------|--------------|--------------------------|----------|-----------------------------|---------------------------|--------------------------|------------------------|
| 2017 | 100,000 | \$100,000 | \$7,800 | \$2,000 | 4% | \$4,000 | \$101,800 | \$4,000 |
| 2018 | | \$101,800 | \$7,940 | \$2,036 | 4% | \$4,072 | \$103,632 | \$8,072 |
| 2019 | | \$103,632 | \$8,083 | \$2,073 | 4% | \$4,145 | \$105,498 | \$12,217 |
| 2020 | | \$105,498 | \$8,229 | \$2,110 | 4% | \$4,220 | \$107,397 | \$16,437 |
| 2021 | | \$107,397 | \$8,377 | \$2,148 | 4% | \$4,296 | \$109,330 | \$20,733 |
| 2022 | | \$109,330 | \$8,528 | \$2,187 | 4% | \$4,373 | \$111,298 | \$25,106 |
| 2023 | | \$111,298 | \$8,681 | \$2,226 | 4% | \$4,452 | \$113,301 | \$29,558 |
| 2024 | | \$113,301 | \$8,837 | \$2,266 | 4% | \$4,532 | \$115,341 | \$34,090 |
| 2025 | | \$115,341 | \$8,997 | \$2,307 | 4% | \$4,614 | \$117,417 | \$38,704 |
| 2026 | | \$117,417 | \$9,159 | \$2,348 | 4% | \$4,697 | \$119,530 | \$43,401 |
| 2027 | | \$119,530 | \$9,323 | \$2,391 | 4% | \$4,781 | \$121,682 | \$48,182 |
| 2028 | | \$121,682 | \$9,491 | \$2,434 | 4% | \$4,867 | \$123,872 | \$53,049 |
| 2029 | | \$123,872 | \$9,662 | \$2,477 | 4% | \$4,955 | \$126,102 | \$58,004 |
| 2030 | | \$126,102 | \$9,836 | \$2,522 | 4% | \$5,044 | \$128,372 | \$63,048 |
| 2031 | | \$128,372 | \$10,013 | \$2,567 | 4% | \$5,135 | \$130,682 | \$68,183 |
| 2032 | | \$130,682 | \$10,193 | \$2,614 | 4% | \$5,227 | \$133,035 | \$73,410 |
| 2033 | | \$133,035 | \$10,377 | \$2,661 | 4% | \$5,321 | \$135,429 | \$78,731 |
| 2034 | | \$135,429 | \$10,563 | \$2,709 | 4% | \$5,417 | \$137,867 | \$84,149 |
| 2035 | | \$137,867 | \$10,754 | \$2,757 | 4% | \$5,515 | \$140,349 | \$89,663 |
| 2036 | | \$140,349 | \$10,947 | \$2,807 | 4% | \$5,614 | \$142,875 | \$95,277 |
| 2037 | | \$142,875 | \$11,144 | \$2,857 | 4% | \$5,715 | \$145,447 | \$100,992 |
| 2038 | | \$145,447 | \$11,345 | \$2,909 | 4% | \$5,818 | \$148,065 | \$106,810 |
| 2039 | | \$148,065 | \$11,549 | \$2,961 | 4% | \$5,923 | \$150,730 | \$112,733 |
| 2040 | | \$150,730 | \$11,757 | \$3,015 | 4% | \$6,029 | \$153,443 | \$118,762 |
| 2041 | | \$153,443 | \$11,969 | \$3,069 | 4% | \$6,138 | \$156,205 | \$124,900 |
| 2042 | | \$156,205 | \$12,184 | \$3,124 | 4% | \$6,248 | \$159,017 | \$131,148 |
| TOTALS | | | \$255,738 | | | | \$159,017 | \$131,148 |

* Based upon 5-year average return as of September 30, 2017.
Investment Policy states a desired minimum disbursement return of 6%
Within 20 years, grants disbursed exceeds initial donation.

This chart is for demonstration and informational purposes only average rate of return used may vary.