

# Proposed 2014 BUDGET

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## Executive Summary

The Foundation's proposed budget for the year ending December 31, 2014 is detailed below. The grantmaking budget has been prepared using 5.50% of the twelve quarter moving average of assets as of September 30, 2013, consistent with board policy.

The spending policy targets administrative expenses at .75% of the twelve quarter moving average assets. The proposed budgeted number for administrative expenses is .93% of the twelve quarter moving average assets compared to .92% for last year.

A portfolio return of 9.25% net of investment fees with an inflation factor of 3.0% was used for budgeting purposes reflects the views of internal investment management. The portfolio return is the underlying basis for projected investment income, investment expenses and excise taxes.

	Proposed Budget 2014	Budget 2013	2014 vs. 2013 Change	
			Amount	Percent
<b>Changes in unrestricted net assets:</b>				
Revenue - interest & dividends	\$10,000	\$10,000	\$0	0.00%
Realized gain (loss) on investments	24,120	21,070	3,050	14.48%
Unrealized gain (loss) on investments	36,180	31,600	4,580	14.49%
Other	0	10	(10)	-100.00%
Donor Intent Contribution	-	-	0	0.00%
Less: Investment Expenses	(4,065)	(3,840)	(225)	-5.86%
<b>Total unrestricted revenues and gains</b>	<b>\$66,235</b>	<b>\$58,840</b>	<b>\$7,395</b>	<b>12.57%</b>
<b>Grants and expenses:</b>				
Grants approved for charitable purposes, net of returns and cancellations	(1) \$31,700 *	\$31,300 *	\$400	1.28%
Other Grants	35	34	\$1	2.94%
Grant Related Consulting and Expenses	37	37	0	0.00%
Excise and Income Taxes	620	600	20	3.33%
Administrative Expenses	5,744	5,554	190	3.42%
Operating Expenses	1,543	1,398	145	10.37%
<b>Total grants and expenses</b>	<b>\$39,679</b>	<b>\$38,923</b>	<b>\$756</b>	<b>1.94%</b>
<b>Increase (decrease) in unrestricted net assets</b>	<b>\$26,556</b>	<b>\$19,917</b>	<b>\$6,639</b>	<b>33.33%</b>

\* Does not include grants from the Sarah D. Barder restricted fund to support scholarships.

(1) The grant budget was approved at the budget meeting and amended at the executive meeting. The amendment adds \$5000 to each director's annual directed giving limit. Each director will be allowed to recommend \$10,000 in grants beginning in 2014. The budget was increased for the amendment. Thirteen directors are budgeted for 2014. \$65,000 is added to the grant budget.  $\$5000 \times 13 = \$65,000$ .