

## The Morris Area Foundation Financial Statement as at Dec 31, 2014

As at Dec 31, 2014 we had \$8634.65 in our Bank.

This has been separated into 2 accounts-

Endowment fund - which has \$6440.00- this is comprised of all the community donations plus any "grants" from other foundations such as the Winnipeg Foundation and Thomas Sill Foundation and will become an invested fund. Annual community grants will come from this fund.

Administrative fund -which has \$2195.65 - this is comprised of the monies received from the Lions Club and any administrative grants that foundations give us for administration. Example- the Thomas Sill Foundation is giving us \$1000.00 for administrative expenses if we reach the minimum requirement for their "Challenge". The Winnipeg Foundation gave us \$200.00 to cover the conference fee for a workshop that Del and I attended.

Page 2 is the recap of our revenues and expenses for 2013 and 2014. We are very pleased to say that in 2015 we have already received another \$12,000.00.

I do want to talk about our spending policy a bit so that everyone is clear on it. It determines the annual distribution from the endowment fund. The distributions are for charitable grants and administrative recovery charge. The administrative recovery charge is a standard 10% of the average rate of return on investments for the previous year.

Example: If a \$20,000. endowment fund generated 2% return in a year( $\$20000 \times 2\% = \$400.$ ), the administrative recovery charge would be 10% of  $400.00 = \$40$ ).

The community grants could be given out for  $\$400.00 - \$40 = \$360.00$