



# Indianapolis

ROTARY  FOUNDATION



## 2014 Annual Report

*Serving and Building Indianapolis Communities*



A report from the Board of Directors of the charitable arm of  
**The Rotary Club of Indianapolis**

For the period July 1, 2013 to June 30, 2014

The Indianapolis Rotary Foundation enjoys 501(c)(3) status and is further recognized as a public charity by the IRS. Donations to the Foundation are thus treated by the IRS as donations and grants made to a public charity.

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# A Report of the Foundation Operations in FY 2014 (June 30, 2013 - July 1, 2014)

One of about 60 Rotary Club Foundations, the Indianapolis Rotary Foundation was established in 1947 with a \$25,000 contribution by Mrs. Isaac R. Holycross in honor of her late long time Rotarian husband. Our Foundation assets are now worth over \$6.2 million and the income from the endowment is used to assist Rotarians to give witness to the Rotary philosophy of "Service Above Self". The Foundation's Board of Directors made grants totaling \$371, 840 during the FY 2014 assisting community organizations, club committees and our members to respond to charitable needs in our community.

After many years of giving numerous small grants each year, the Foundation Board has changed our process to give larger amounts

review and recommendations. The board votes and eight finalists are selected. The finalists complete an extensive application which is thoroughly reviewed and a site visit conducted by a team of 3-4 board members who make a final recommendation. A vote of the board is taken and the final four recipients are awarded a financial grant.

On February 17, 2013, the Rotary Club of Indianapolis celebrated its centennial. To honor that occasion, in 2010 club members committed to raise \$1.5 million over a five-year period for Gleaners Food Bank of Indiana to assist in purchasing their new food bank location now named The Rotary Club of Indianapolis Food Distribution Center. As club members raised funds, the Foundation Board of Directors voted to assist in raising funds and is contributing \$350,000 over five years.

The Foundation Board focused on marketing and increasing awareness of our Foundation to our members with the goal to encourage more contributors and to grow our endowment. A specific part of this effort was a Foundation monthly presentation at a Rotary

meeting. These presentations included hearing from recipients of community and civic entrepreneurship grants club projects and personal testimonials from Rotarian contributors. In addition, for business purposes, the Foundation is now known as "The Indianapolis Rotary Foundation" to highlight "Indianapolis" in our communication with club members and larger community in which we live.

This year for the first time contributions of \$100 or more made after December 1, 2012, were matched with an equal number of Paul

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*This year for the first time contributions of \$100 or more made after December 1, 2012 , were matched with an equal number of Paul Harris Fellow recognition points.*

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to four community organizations three club committees and our unique \$1000 member-focused civic entrepreneurship grants. These recipients are listed elsewhere in this report. Our Foundation Funds supported such needs as providing a safer environment for children and homeless adults, clothing for children, assistance for mentally challenged adults and other charitable and educational programs in which club committees and Rotarians were involved.

The initial requests for community grants are each assigned to a board member for

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*On February 17, 2013, the Rotary Club of Indianapolis celebrated its centennial. To honor that occasion in 2010 club members committed to raise \$1.5 million over a five-year period for Gleaners Food Bank of Indiana*

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Harris Fellow recognition points. Over 100 Rotarians took advantage of that program which resulted in increased contributors and contributions over the previous year. We plan to further emphasize making contributions “in honor of” or “in memory of” during the coming year. Names of contributors and recipients will be regularly published.

We have streamlined our administrative processes. For a second year, grant applications were accepted electronically which received positive feedback from applicants and reviewers. As we update our club website more information about our Foundation and its guidelines is available to the public. We are working towards being able to accept contributions online.

The Financial Statement Summary included in this report shows the market value of the Foundation’s investment assets was \$6,509,053 at the end of Fiscal Year 2014. The Foundation Board continues to be fiscally responsible stewards of these assets. The long-term fiscal



health of the Foundation is a tribute to the gifts and contributions made over the years by Rotarians and to the excellent oversight by the Investment Committee. That committee meets several times a year to monitor and manage the Foundation’s investments which include a proper mix of fixed income and equity securities. Guided by the Prudent Man Rule the committee’s work ensures that your gifts and bequests are being responsibly invested.

Our board is comprised of fifteen Rotarians nine who are appointed for rotating terms by the Rotary Club of Indianapolis and six in Rotary Club officer positions. Officers of the Foundation Board are elected by the Board.

Note the section in this Annual report that presents ideas about ways you can assure your own “Service Above Self” commitment continues into the future by making gifts living or otherwise to the Indianapolis Rotary Foundation. This report recognizes those Rotarians who have already become members of the Legacy Society by including the Foundation in their estate planning or by making significant lifetime contributions.

Please contact me or Susan Harmless Executive Director of the Rotary Club of Indianapolis if you have any questions about this report or our Foundation.

We sincerely thank you for your interest in and contributions to the Indianapolis Rotary Foundation.

**Sue Tempero, President  
Indianapolis Rotary Foundation.  
2013-2014**

## II

# An Overview of the Indianapolis Rotary Foundation

The Rotary Foundation of Indianapolis is a private, stand-alone corporation that serves as the primary community charitable arm of the Rotary Club of Indianapolis. Annual contributions to the Foundation are added to an eternal endowment fund and allocated income from that fund is utilized to support grants for charitable and educational purposes, primarily in the Indianapolis and Central Indiana areas.

The Foundation is governed by a group of nine active Rotarians who have been appointed by the Board of Directors of the Rotary Club of Indianapolis plus the four Officers of the Club and the immediate past president of the Club who serve as ex-officio members of the Foundation Board. The club Sgt. at Arms does not serve on the Foundation Board.

The Foundation funds are provided to recipients for support of organizational capital fund drives youth camperships environmental projects, handicapped services educational endeavors youth economic training programs, community revitalization projects, cultural endeavors, short-term operating expenses for worthy start-up organizations and other activities and programs that are important to making the community a better place to work to live and to raise a family.

Grant recipients are chosen by a formal review process. Board members review all applications and vote on finalists. Each finalist has an on-site visit by three board members. The results of these visits are presented to the Board which then approves or disapproves each finalist's application identifies the financial level for each grant and selects the follow-up actions to be taken to ensure Foundation funds truly

“make a difference” in the community.

The Rotary Club of Indianapolis office provides the day-to-day management and clerical support for the Foundation operations and compensation is provided to the Club as reimbursement for those services. With the exception of the operating expenses listed later in this report all other activities are accomplished on a voluntary basis by Rotary Club members at no cost to the Foundation.



# III

## FY 2014 Foundation Awards

During Fiscal Year 2014, the Foundation made a total of \$?? in grant awards. These payments were made to the following organizations.

**\$25,000**

### **BOYS AND GIRLS CLUBS**

Purchase of a used full-size bus for the Keenan-Stahl Club. This bus will enable Boys and Girls Clubs to transport more students from local schools to the Club and increase the number of Club members we are able to take on field trips.

**\$25,000**

### **CICOA, AGING & IN-HOME SOLUTIONS**

Covered a portion of the delivery vehicle operating costs for CICOA's Meals & More program, delivering approximately 115,000 meals to more than 2,000 seniors at 27 Meals and More neighborhood sites throughout the eight counties in Central Indiana.

**\$10,000**

### **JAMESON CAMP**

Supported Tataya Mato, a special camp session serving children impacted by HIV/AIDS. The Rotary Foundation of Indianapolis funding enable Jameson Camp to provide a safe, fun, and positive camp experiences to youth who may not have the opportunity to attend camp otherwise.

**\$10,000**

### **PEACE LEARNING CENTER**

Funding to teach conflict resolution, emotional management, and positive life choices to approximately 350 elementary (k-6) students at Indianapolis Public School (IPS) George Fisher #93.

**\$5,000**

### **LUTHERAN CHILD & FAMILY SERVICES**

Fund technical education equipment for Lutherwood Academy, a Psychiatric Residential Treatment Facility for abused and neglected children.

# FY 2014 Civic Entrepreneurship Grants

**\$1,000**

**CROOKED CREEK COMMUNITY DEVELOPMENT CORPORATION**

St. Vincent Group Home project

**\$1,000**

**INDIANA ORGAN PROCUREMENT ORGANIZATION**

Healing Hearts through Arts program

**\$1,000**

**INDIANAPOLIS CHAMBER ORCHESTRA**

Concert Connections

**\$885.96**

**INDY READS BOOKS**

Funding for Book Shelves

**\$1,000**

**JUNIOR ACHIEVEMENT OF CENTRAL INDIANA**

Financial literacy in-school program

**\$1,000**

**KIDS AGAINST HUNGER**

Meal packing project

**\$800**

**ROTARY DISTRICT 6560/INTERACT SERVICE PROJECT**

Interact students packed adult hygiene packs

**\$600**

**TALENT ALLIANCE EDUCATION WEEKEND**

Education Weekend Equity Awards

**\$1,000**

**WASHINGTON TOWNSHIP SCHOOLS FOUNDATION**

Unite and Ignite 5K Run

**\$1,000**

**WOMEN LIKE US FOUNDATION**

Girls are Worth It Event, One Girl at a Time Program



# Indianapolis Rotary Foundation 2014 Rotary Committee Grants

<b>Education Committee</b> .....	\$18,000
<b>Environment and Beautification Committee</b> .....	\$12,000
<b>World Community Service Committee</b> .....	\$39,000

## IV

### History of the Indianapolis Rotary Foundation

The Foundation was authorized by the Board of Directors of the Rotary Club of Indianapolis and incorporated as a not-for-profit organization under the laws of the State of Indiana on April 15, 1947. A Club document that was published at that time stated that the intention of this organization is that “this agency of Rotary is to be a means to promote the well known philosophy of SERVICE ABOVE SELF and at the same time stimulate the desire of every Rotarian to be of service to his fellow men and to society in general.”

The development of the Foundation was initiated by the widow of Isaac R. Holycross, a Rotarian who offered to donate \$25,000 to the Club to “promote charitable purposes

under the direction of Rotary.” At this time the Board of Directors of the Rotary Club accepted her generous offer and established the Indianapolis Rotary Foundation to serve as the charitable arm of the Club.

Since that time annual fund drives have been held by the Foundation and a number of Rotarians have made significant bequests to the Foundation.

Thanks to the generosity of Indianapolis Rotarians and their families the level of the endowment fund of The Indianapolis Rotary Foundation now stands at over \$6.2 million dollars making it one of the largest Rotary Foundations in the United States.

*The two foundations, The Rotary International Foundation and The Indianapolis Rotary Foundation are complementary one to the other and both are worthy of support by all Indianapolis Rotarians.*



# The relationship between Indianapolis Rotary Foundation and Rotary International Foundation

The activities of the Indianapolis Rotary Foundation are directed primarily to “Service Above Self” in the Indianapolis and Central Indiana area.

In contrast, The Rotary International Foundation, also supported by Indianapolis Rotarians, supports internationally oriented projects, such as scholarship programs, vocational service programs, health-hunger-humanity grant related projects such as “Polio

Plus” to eradicate the threat of polio around the Earth, global literacy projects, etc. The Paul Harris Fellow program is an important element of the fund-raising program of the Rotary International Foundation.

The two foundations, The Rotary International Foundation and the Indianapolis Rotary Foundation , are complementary, one to the other, and both are worthy of support by all Indianapolis Rotarians.



# Centennial Campaign for Gleaners

Total Commitment: \$1.5M

**I**n preparation of its 100th anniversary in 2013, the Rotary Club of Indianapolis set a goal to implement a landmark major project befitting the occasion and enhancing the awareness of the Rotary Club of Indianapolis and Rotary's reputation in Indianapolis and the state of Indiana and the world.

In January 2011, the Centennial Steering Committee publicly announced the Rotary Club of Indianapolis Centennial Campaign. The Club committed to raise \$1.5 million over five years on behalf of Gleaners Food Bank and help feed over 160,000 people in need throughout Central Indiana. With this fundraising campaign commitment, the 297,000 square foot facility has been named the Rotary Club of Indianapolis Food Distribution Center.

## Visionaries \$50,000 +

Anonymous  
Danny Danielson

\*Efroymson Family Fund  
\*Mac Fehsenfeld  
Stanley, Black, and Decker

\*Marian, Inc.  
\*John Peterson

## Champions \$25,000 - \$49,999

\*Elaine Bedel

\*City Securities  
Old National Bank

\*Dan Yates

## Leaders \$10,000 - \$24,999

Barnes and Thornburg  
Batt Family Foundation  
\*Brian Buchanan  
\*Matthew Burnett  
Eugene Busche

Rick Conner  
Pat Garten  
\*Tom Lugar  
\*Marty Moore  
Leon Mordoh  
Tom Richardson

John Roesch  
\*Denny Sponsel  
Betty Stilwell  
Marge Tarplee  
\*Matthew Will

*\* Indicates Centennial Project Gift member payments received in FY 2014*

## Humanitarians \$5,000 - \$9,999

American Legion  
 Berry Plastics  
 Larry Brodnik  
 \*Lorene Burkhart  
 \*Bill Douthit  
 Bill Ervin  
 Tom Fisher  
 \*Denny Fulk

Anita Harden  
 \*Susie Harmless  
 Harriet Ivey  
 \*Steven Ivy  
 Chad Lund  
 John Mahrtdt  
 Kim Martin  
 Charlie Meyer

\*Kendall Millard  
 Julian Peebles  
 \*Crowe Horwath  
 \*Greg Schahet  
 Wayne Schmidt  
 \*Steve Smith  
 \*Dick and Sue Tempero  
 \*Jim Weaver

## Centennials \$1,000 - \$4,999

\*Ramona Adams  
 \*John Aleshire  
 Wayne Alford  
 Joe Alpert  
 Arthur Jordan Foundation  
 Hugh Baker  
 Evan Bedel  
 \*Orion Bell  
 \*Dale Benson  
 Jim Bernhardt  
 Peggy Wulff Blackard  
 \*Mark Blade  
 Jim Boots  
 \*Kevin Bower  
 John Brown  
 Bill Bubenzer  
 Steve Bundy  
 \*Harry Bunn  
 \*Mary Burger  
 Pam Burks  
 Moira Carlstedt  
 Tom Carroll  
 \*Lucia Carter  
 George Charbonneau  
 \*Sara Busche Cobb  
 Kathy Cookerly  
 Barb Coury  
 \*Howard Creveling  
 Carole Darst  
 Paul Del Re  
 John Dewey  
 \*Morey Doyle  
 David Dreyer  
 \*Tim Dudley  
 \*Frank Eagan  
 Ivan Ekhaus  
 John Elliott

Eric Ellsworth  
 \*Kevin Etzkorn  
 \*Melissa Farmer  
 Katie Ferreira  
 \*Fred Ficklin  
 Ken File  
 \*Darrel Fitch  
 \*Ron Gifford  
 \*Larry Goldblatt  
 David Goldenberg  
 Grant Goldman  
 Jim Graham  
 \*David Gregg  
 Beth Hallowell  
 \*Lynette Hanes  
 \*Steve Harris  
 \*Guille Harvey  
 Mark Hayes  
 Jennifer Hobbs  
 \*Kim Hodges  
 \*David Horth  
 Brenda Jackson-Morrissey  
 Bryan Jinnett  
 Johnson Weaver Foundation  
 \*Tom Jones  
 \*Gregg Keesling  
 Jim Kienle  
 \*Andrew Kocher  
 Al Leighton  
 \*David Leonards  
 \*David Lewis  
 Richard Lugar  
 \*Todd Lugar  
 \*Jeff Mader  
 John Mainella  
 Benton Marks  
 \*Thomas W. Mason

\*Linda McCabe  
 \*Oma McCall  
 Jim McClelland  
 Norm Melzer  
 \*Kent Millard  
 Craig Mullins  
 \*Mercy Obeime  
 \*Danny O'Malia  
 Ersal Ozdemir  
 \*Jim Pauloski  
 \*Nick Reich  
 \*Michael Schiele  
 Gary Selig  
 \*Bob Seymour  
 \*Brenda Shaffer  
 Dan Shelley  
 Dennis Sheward  
 \*Susanne Sogard  
 \*Marsha Spring  
 \*Mary Stanley  
 Dane Starbuck  
 \*Don Steffy  
 \*Rita Steinberg  
 Tom Surgener  
 \*Pat Szuch  
 Ralph Taylor  
 \*Bill Tracy  
 Dennis Trinkle  
 \*Theresa Walker  
 David Warder  
 Anna White  
 Don Willsey  
 Vickie Wolcott  
 \*David Yeley  
 \*Ron Zargarian  
 Janey Zurface

*\* Indicates Centennial Project Gift member payments received in FY 2014*



### Centennial Gifts up to \$999

William Agbor-Baiyee  
 Greg Albright  
 Kitte Allen  
 Rick Alvis  
 Ameriana Bank  
 \*Carol Applegate  
 Scott Armstrong  
 Ron Baker  
 Jim Baldwin  
 L.H. Bayley  
 Jim Bethe  
 Ed Bielski  
 John Bragg  
 \*Fred Brames  
 Wally Brant  
 Patrick Brocollo  
 Marion Broome  
 Cal Burleson  
 Sheila Carlson  
 Scott Clabaugh  
 Michael Conly  
 \*Michael Crowley  
 Laura Demeter  
 Connie Dillman  
 George Dingley  
 Joe Gaafar

\*Phyllis Geeslin  
 Jim Glass  
 John Hague  
 Av Handleman  
 Katte Hanner  
 Boniface Hardin  
 Janet Harris  
 Scott Horvath  
 Bob Hulett  
 Erik Johnson  
 Fejiro Kalu  
 Colleen Kilrain  
 \*Andrew Kocher  
 \*Marie Koenig  
 \*Jeff Lake  
 \*Lynn Lambuth  
 Patsy Lentz  
 Fred Lesh  
 Gerald Marvel  
 Tom A. Mason  
 \*Paul McClure  
 Alice McColgin  
 \*Janet McCully  
 Bob McNamara  
 Mickey's Camp  
 Audrey Millar

N.K. Hurst Company  
 \*Tim Nation  
 Needham Hurst  
 Edie Olson  
 Hitesh Patel  
 Norman Pessin  
 Clint Pletcher  
 Pat Riley  
 Fern Roesch  
 Michael Shanley  
 Erin Smith  
 \*Laura Sniadecki  
 Mike Sogard  
 Mary Jane Sorbera  
 Herbert Spencer  
 Paul St. Angelo  
 Jerry Tobe  
 Randall Tobias  
 Ray Waldman  
 Angelique Walker-Smith  
 Mark Weir  
 Mark Winzenread  
 Hugh Wolf  
 Tanya Woodward  
 Charles and Judy Wright

*\* Indicates Centennial Project Gift member payments received in FY 2014*

# VI

## Building the Endowment of the Foundation

Thanks to the continuing generosity of Indianapolis Rotarians, their families and friends and others in the community who have recognized the importance of the role of the Indianapolis Rotary Foundation, the endowment level for the Foundation continues to grow. The continued growth of the Endowment Fund results in additional income each year for the support of Foundation grants for worthy community activities.

*Contributions were received from the following sources in FY 2014*

### Gifts \$1,000 to \$4,000

William Batt  
Batt Family Foundation  
Bill Bubbenzer  
Brian Buchanan  
Alan Leighton  
Marsha Spring  
Matthew Will

### Gifts \$500 to \$999

Peggy Wulff Blackard  
Charles Meyer  
Lesley Stoeffler

### Gifts \$250 to \$499

William Agbor-Baiyee  
Pat Garten  
Richard Markoff, Ph.D.  
Norman Melzer

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### Gifts Below \$250

Hugh Baker  
Alfred Brames  
Harry Bunn  
Mary Burger  
Pam Burks  
Andrew Carr  
Kathryn Cookerly  
Carole Darst  
Jeffrey Dean  
William Douthit  
Joseph Gaafar  
Phyllis Geeslin  
Andrea Geiger  
Ron Gifford

Arthur Haan  
John Hague  
Anita Harden  
Guille Harvey  
Erik Johnson  
Tom Jones  
Marie Koenig  
Lynn Lambuth  
David Leonards  
Senator Richard Lugar  
Gerald Mann  
Tom W. Mason  
James McClelland  
Alice McColgin  
Robert McNamara

Kendall Millard  
Leon Mordoh  
Mercy Obeime  
John Roesch  
Lauren Scheldrup  
Brenda Shaffer  
Erin Smith  
Dennis Sponsel  
Don Steffy  
James Stokes  
John Sullivan  
Tom Surgener  
Gary Taylor  
John Wickes

# Indianapolis

ROTARY FOUNDATION  
*Second Century Society*

The Second Century Society is made up of donors who contribute \$1,000 or more to the general fund of the Indianapolis Rotary Foundation, after February 17, 2013 - the date of the Club's 100th anniversary.

William Batt  
Peggy Blackard  
Bill Bubbenzer

Alan Leighton  
Mac Fehsenfeld  
Pat Garten  
Marsha Spring

Dick Tempero  
Sue Tempero  
Matthew Will



# Indianapolis Rotary Foundation Bequest Honor Roll (BHR) & Legacy Society Members (LSM)

The Legacy Society recognizes those individuals who have included the Indianapolis Rotary Foundation in estate plans and informed Rotary of that commitment. The following represents members through June 30, 2014.

George H. Batt **BHR LSM**  
 William C. Batt **LSM**  
 James Bradford **LSM**  
 Linda Brimmer **LSM**  
 David Burns **BHR**  
 Eugene M. Busche **LSM**  
 Frank Caperton **LSM**  
 Charles M. Coffey **BHR**  
 Donald DeCoursey **BHR**  
 Richard H. Dyer **LSM**  
 Walter O. Farrell **BHR**

William R. Garten **BHR**  
 W. Patterson Garten **LSM**  
 Bertha Gormly **BHR**  
 John D. Hague **LSM**  
 Ray E. Hale **LSM**  
 Robert S. Hulett **LSM**  
 Stan C. Hurt **LSM**  
 Charles Johnson **LSM**  
 Guy W. Jones **BHR**  
 Leslie Kelly **LSM**  
 James Klineman **BHR**  
 Elmer Miller **BHR**

Reilly Foundation **BHR**  
 John R. Roesch **LSM**  
 Edward H. Schock **BHR**  
 Robert W. Seymour **LSM**  
 Dennis Sponsel **LSM**  
 Elizabeth Stilwell **LSM**  
 Marjorie Tarplee **LSM**  
 J. K. Tremps **LSM**  
 Richard Vonnegut **LSM**  
 Glen & Frances Warren **BHR**  
 William J. Witchger **LSM**

## Indianapolis Rotary Foundation Honorary and Memorials

Col. Noble L. Beck, USMC Ret.  
 Arnold Berg  
 William R Ehrich

William Raymond Garten  
 Kathleen O'Mara McMahon  
 Lee A. Roads

Mr. and Mrs. Robert Seymour  
 Roberta J. Worthington

*The listings for this Honor Roll are based upon the review of our Foundation records, some of which were found to be incomplete. If you are aware of others who deserve this recognition, please contact the Club/Foundation office so that their names can be added in the next Annual Report.*



# Remembering the Indianapolis Rotary Foundation with Your Gifts

Most of us realize that “when it’s all said and done,” we rate our true personal success not by the wealth and assets we have accumulated or by the professional and business titles we have acquired. At that time of our lives, we increasingly evaluate ourselves by how well we have helped to make this world and our community a better place to live, to work, and to raise a family. We judge ourselves by how effectively we have begun to “pay back” the help that we received from our families, our schools, and our communities.

During their active years, most Indianapolis Rotarians contribute generously to the Annual Fund Drive for the Indianapolis Rotary Foundation as an important part of their community service.

In their later years, two additional giving methods frequently become of interest to those Indianapolis Rotarians who want to ensure that their “SERVICE ABOVE SELF” assistance to the community will continue for decades to come. These are:

- Major gifts to their Club’s own Foundation, and
- Bequests to the Foundation.

## Recognition of Your Gift

Persons who make major gifts to the Foundation are recognized in the Annual Report of the Foundation, as follows:

- If you make an outright gift of \$5,000 or more to the Indianapolis Rotary Foundation, your gift will be acknowledged in the Major Gift Honor Roll section of the Annual Report each year thereafter. In this way, fellow Rotarians and others will be reminded for decades of your generosity and your dedication to the improvement of the Indianapolis community.

- If you notify the Foundation that you have included the Indianapolis Rotary Foundation in your Will or other estate planning documents at a level of \$5,000 and above, you will be recognized as a member of the Foundation’s Legacy Society. The names of the members of this distinguished club are published in the Annual Report

of the Foundation. This listing will be repeated and updated in all subsequent Annual Reports. So, not only will your good works continue, the acknowledgment of your gift to the Foundation will continue as well.



# Choose Your Approach to Giving. Let's Examine Some Typical Giving Methods...

There are a number of approaches that you can use to make Major Gifts and Bequests to the Indianapolis Rotary Foundation.

The three major categories of gifts are:

1. Outright gifts
2. Gifts with income to you
3. Deferred gifts

Many Rotarians choose to make outright gifts of cash, securities or almost any other item, either while alive or in their Wills or other estate planning documents. Below is a chart showing items often gifted and the advantages to you in making the gift.

## 1. Outright Gifts

Many Rotarians choose to make outright gifts of cash, securities or almost any other item, either while alive or in their Wills or other estate planning documents. Below is a chart showing items often gifted and the advantages to you in making the gift.

Gift Type		Advantages to donor
Cash - outright cash, pledges, checks, credit card contributions, electronic transfers.	▶	Any gift you make to the Foundation will reduce the size of your estate for death tax purposes, plus you receive a useful charitable tax deduction.
Life Insurance - you irrevocably transfer ownership of the policy but continue to pay the premiums which are treated as charitable contributions.	▶	You get more "bang for the buck" here.
Securities – gifts of appreciated securities.	▶	Same as cash above, plus avoid capital gains on the appreciated portion of the gift.
Real Estate - this requires a properly executed Deed to the Foundation	▶	You avoid the capital gains tax on the sale of the real estate, plus you receive a charitable tax deduction.
IRAs - you name the Foundation as a beneficiary	▶	You and your heirs avoid the income taxes and death taxes owed on the IRA benefits.
Tangible Personal Property - art work, coin / stamp collection, automobile	▶	Besides the death tax savings and the charitable deduction you receive, you avoid the necessity of selling these items yourself.

## 2. Gifts With Income to You or Your Family

The second major category of gifting includes gifts you make to the Foundation with a promise from the Foundation that it will pay you or someone you specify an income stream in return. The most common forms of such gifts are:

### Gift Annuities

Some Rotarians choose to make gifts of cash, appreciated securities or other property and take back a stream of income potentially greater than the income they are currently earning on those assets. This approach can be quite beneficial to both the donor and the Foundation. For example, Rotarian Bob owns Eli Lilly & Company stock that he acquired years ago. It is worth much more now, and the dividends Bob receives are only about 1% per year. If Bob tries to sell the stock, he will owe significant capital gains tax.

Bob can give \$100,000 of the stock to the Foundation, in exchange for a gift annuity contract in which the Foundation agrees to pay Bob 5% (\$5,000) per year for Bob's life and for the life of Bob's wife. That is more than

the dividends Bob receives. Plus, he avoids the capital gains tax on a sale of the stock, and he receives a nice charitable income tax deduction he can use now.

### Charitable Lead Trust

A donor places cash or other assets in a special charitable trust that provides the Foundation with income interest each year for a set number of years. At the end of that term, the donor's family receives the trust assets back.

### Charitable Remainder Trusts

A donor places cash, securities or real estate or other assets into Charitable Remainder Trust. The Trust then pays the donor or the donor's designee income each year for a specified term of years. At the end of that term, the Foundation receives the trust asset.

If you wish to utilize a gift annuity, simply contact your Foundation. We have a gift annuity form you may review. A Charitable Lead Trust must be drafted by an attorney, and the Foundation will be happy to confer with your attorney.

## 3. Deferred Gifts



The third major category of gifting is deferred gifts. Deferred gifts are ones that the Foundation will receive, but not until sometime in the future, generally after death. These commonly include:

### Time-of-Death Gifts.

These are gifts that Rotarians make to the Foundation in their Wills and estate planning trusts.

# How to Make Your Gift a Bequest

A gift to the Indianapolis Rotary Foundation may be made at any time during your life, or a specific bequest can be incorporated into your Will or as a part of your Revocable Living Trust. A **specific bequest** is used when the donor wishes to bequeath a specific sum of money or an item of property. For example, a specific bequest provision could read as follows:

*“I hereby give the sum of \$\_\_\_\_\_ to the Indianapolis Rotary Foundation, Inc., to be used as the Directors of the Foundation see fit.”*

If you wanted, instead, to gift a specific item of property to the Foundation, a provision similar to the following could be used:

*“I hereby give \_\_\_\_\_ shares of Eli Lilly & Company common stock to the Indianapolis Rotary Foundation, Inc., to be used as the Directors of the Foundation so direct.”*

A residuary bequest is used for will/trust gifts of all or a portion of your residuary (or remaining) estate. The residuary estate consists of the assets remaining in the estate

after all the specific bequests and obligations have been satisfied. A provision making a bequest of your entire residuary estate could be drafted as follows:

*“I hereby give all of the residue of my estate to the Indianapolis Rotary Foundation, Inc., to be used as the Directors of the Foundation so direct.”*

Many individuals who make residuary bequests to charitable institutions are interested in several charities. In addition, many persons want to leave some of their assets to relatives or good friends. Consequently, they do not wish to leave all of their residuary estate to one institution or one individual. An individual's residuary estate can be given to several institutions or individuals in a variety of ways, according to the wishes of the donor. For example, a Will provision for multiple residuary bequests could be drafted as follows:

*“I hereby give my residuary estate as follows: one-third to my son John; one-third to the First United Church of Indianapolis; and, one-third to the Indianapolis Rotary Foundation, Inc., to be used as the Directors of the Foundation so direct.”*

## We Can Help

**Making a Major Gift to the Indianapolis Rotary Foundation or including the Foundation in your estate is not only simple, but also ensures that your good works will continue for decades to come.** The Foundation will be pleased to work with you and assist you in identifying the tax consequences of various gifting approaches and how to incorporate them into your overall plan.

In many cases, a simple Will change is all that is needed to incorporate a gift to the Indianapolis Rotary Foundation into your

estate planning documents. The Foundation recommends that you discuss your planned gift with an estate planning attorney to ensure that your wishes are well understood and clearly described and that they will be carried out as you wish.

**Your fellow Indianapolis Rotarians suggest respectfully that you take time today to consider a Major Gift and/or a Bequest to the Indianapolis Rotary Foundation...your Foundation.**

*continued*

**It is an opportunity for you to extend your timely and meaningful support to your community for decades to come.** Your gift will be added to the Endowment Fund of the Indianapolis Rotary Foundation. Each year a pre-determined percentage of the Endowment (currently 5% of the last twelve quarters) will be used to fund the Foundation grants to community organizations, club committee sponsored projects and its operations.

**Do not wait to make that Major Gift or bequest to your Foundation or wait until you need a major revision of your will. Take action today to ensure that your Foundation will be part of your legacy of continued community service.**

Your Foundation, your community and your conscience will thank you for your thoughtfulness and your generosity.

## Managing the Endowment Funds

The Board of Directors of the Foundation has the responsibility to serve as the custodian and the manager of the Foundation's Endowment Fund. The Board President appoints an Investment Committee of the Board to manage the Fund. The members of this committee are volunteers who are members of the Rotary Club of Indianapolis, but committee appointments are not restricted to members of the Board of the Foundation. In this manner, Rotarians with experience and talent in the investment field are utilized to manage the Foundation Fund.

The Investment Committee meets at least three times annually to examine the performance of the investments and to review the performance of the fund manager. In these meetings, the performance of the Fund is compared to those of other fund managers and the investment policy and Committee action policies are reviewed. The results of

each meeting are presented to the Board of Directors of the Foundation at its next meeting.

Decisions are made by the Investment Committee to balance the investments between income returning investments (to provide the annual income for grants) and long term growth investments (to increase the value of the Fund and, therefore, its long term income levels). Indianapolis Rotarians are invited to review the Foundation's investment portfolio and its investment protocols and policies at any time.

The principal of the Fund is not used for grant making purposes; only the cash income from that principal is used. **Each year, all of the gifts and bequests are added to the principal.** As a result, each year the Fund grows larger and its ability to produce income increases. **Your gift to the Foundation will provide eternal income that will be used by YOUR FOUNDATION to fund charitable**

**grants selected by Indianapolis Rotarians serving on the Board of Directors.**





## VII

# An overview of the Grant Review and Approval Process

The Board receives many more requests than the Foundation has the money to fund. Also, some of the requests are adjudged to be inappropriate for the use of Foundation Funds. It is also important to ensure that the Foundation funding is really “making a difference” in the community and that it is strengthening the recipient, rather than “propping it up,” only to become more dependent upon future grants from the Foundation.

The Board has developed grant guidelines and grant application form which provides a basis for consistent reviews by selected board members. This insures that the requesting organization provides all the required information to assist in understanding the proposed use of the funds, and the appropriateness of a grant from the Foundation

Copies of these requests are then provided to the full Board for their review prior to formal votes being taken at subsequent Board Meetings. During the Board reviews, recommendations are made regarding the need for follow-up visits to the recipient and the nature of the information that will be sought during those visits.

The Board attaches a great deal of significance to, among other things, the need for the proposed services, the level of coordination that the requesting organization exhibits with others in the community in the same or allied fields of endeavor, the organization’s plans for developing sources of long-term funding support other than that from the Foundation, the reasonableness of the budget and schedules submitted, and the manner in which the results of the project will be measured.

# The Indianapolis Rotary Foundation, Inc.

## Guidelines for Community Grants

### Purpose of the Awards

The first purpose of the Indianapolis Rotary Foundation, Inc. (Foundation), as stated in its founding documents, is to promote charitable and educational purposes within the State of Indiana and such other charitable and educational purposes deemed appropriate by its Board of Directors. To satisfy this goal, the Foundation requests Letters of Intent be submitted from community organizations that wish to be considered for one of four community grants.

### Awards

- Two grants of \$25,000
- Two grants of \$10,000, each

### Application Process

For consideration of a Community Grant, applicants must comply with the following application process. Organizations that do not comply with the process will be automatically disqualified from consideration for a grant.

### Accountability

Community grant recipients shall complete and submit a Final Grant Report to the Foundation. The Final Grant Report is due on the date indicated by the Foundation in its award notification letter. The Foundation reserves the right to modify any and all terms of this application process.

### Information Requested from Organizations:

A Letter of Intent, which is not to exceed three (3) pages with a font size of at least 12-point, should be submitted electronically on the organization's letterhead and should be signed by both the chief executive officer and the board chair or president.

We ask that the organization include a brief description of the nature of the organization and its mission, including the year it was established as a 501(c)(3) not-for-profit. The program for which funding is sought should be described, including:

1. Grant amount being requested (\$25,000 or \$10,000).
2. Explanation of the need for the program
3. Number of people served by the program
4. Program timeline
5. Project budget
6. Explanation of the permanence of the project, if applicable
7. Volunteer opportunities for the Rotary Club of Indianapolis, if applicable
8. How the requested grant furthers the Indianapolis Rotary Foundation's charitable mission
9. A visible way in which a grant from the Indianapolis Rotary Foundation will be acknowledged
10. Roster of the Board of Directors, including names, titles, and professional affiliations.
11. Copy of the organization's IRS 501(c)(3) determination letter.

# Guidelines for Civic Entrepreneurship Grants

## Overview

Begun in FY 2012, the Civic Entrepreneurship was specifically designed to fulfill a stated purpose of the Indianapolis Rotary Foundation, Inc. That purpose was to stimulate the desire of each member of the Rotary Club of Indianapolis to be of service to others and to society in general.

Club members were encouraged to submit proposals for “mini-grants,” not to exceed \$1,000, to support Rotarian led community service projects. Indianapolis Rotary Foundation, Inc. awarded grants of up to \$1,000 based on the applications received.

## Application Procedure

The application may not exceed three pages (2 page proposal + 1 page budget). The application should include the following specific information.

1. Name and Contact Information
2. Description of Project This may include:
  - a) Explanation of the need for the program.
  - b) Number of people served by the program.

- c) Program timeline
  - d) Partner organization, if any
  - e) Volunteer opportunities for the Rotary Club of Indianapolis
  - f) Websites with additional information
3. How the project furthers the mission of the Rotary Club of Indianapolis
  4. A visible way in which the Rotary Club of Indianapolis will be acknowledged (if appropriate)
  5. Budget

The applications were submitted electronically to Executive Director Susie Harmless at [sharmless@indyrotary.org](mailto:sharmless@indyrotary.org). Only electronic submissions were accepted.

The grant applications were reviewed by the mini-grant committee, a standing committee consisting of five members, as follows:

- The Club president, who will serve as the committee chair
- Four members nominated by the Club president, defined as the president during the fiscal year the grants will be made, and approved by the Foundation board.







**FINANCIAL STATEMENT SUMMARY**  
**Fiscal Year Ending June 30, 2014**

**INVESTMENT ASSETS**

**Market Values**

Checking Account	\$245,601	
Commonfund Equity	\$2,679,236	
Commonfund Bond	\$1,077,856	
Central Indiana Community Foundation	<u>\$3,238,432</u>	
<b>Total Market Value FY 2014</b>		\$7,241,125
<b>Total Market Value for FY 2013</b>		\$6,509,053
<b>Change in Net Assets</b>		<u><u>\$732,072</u></u>

**SUPPORT, EXPENSES AND OTHER CHANGES IN NET ASSETS**  
**Year to Date June 30, 2014**

**Support**

Contributions Received - Unrestricted	\$31,064	
Contributions Received - Centennial Project	<u>\$137,598</u>	
<b>Total Support</b>		\$168,662

**Expenses**

**Grants Awarded**

Community and Club Grants	<u>\$371,840</u>	
<b>Total Grants Awarded</b>		(\$371,840)

**Administrative Expenses**

Foundation Portion of Rotary Office Expense	\$62,000	
Audit Expense	\$3,175	
Foundation Portion of Copier Cost	\$2,489	
Printing, Postage, Supplies and Service Fees	<u>\$3,380</u>	
<b>Total Administrative Expenses</b>		(\$71,044)

**Excess (deficit) of support over expenses** (\$274,222)

**Other Changes in Net Assets**

Investment returns (loss)		\$1,006,294
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**Change in Net Assets** \$732,072

# IX

## Fiscal Year 2014

### OFFICERS

**Sue Tempero**, President  
**Matt Will**, Vice President  
**Mary Burger**, Treasurer  
**Jeff Lake**,\* Secretary

### DIRECTORS

**Scott Armstrong** \*  
**Peggy Blackard** \*  
**Larry Brodnik** \*  
**Matt Burnett** \*

**Lucia Carter**  
**Kathy Cookerly**  
**Pat Garten**

**Anita Harden**  
**Don Steffy**  
**Ralph Taylor**  
**Marsha Spring**

**Susan S. Harmless** \*\*  
Executive Director

### COMMITTEES OF THE BOARD

#### INVESTMENT COMMITTEE

**Bill Bubenzer** - Chairman  
**Bill Batt**  
**Elaine Bedel**  
**Matt Burnett**  
**Mary Burger** \*  
**Susan S. Harmless** \*\*  
**Tom Surgener**  
**Matt Will**  
**Harriet Ivey**  
**Al Leighton**  
**Sue Tempero**

#### NOMINATING COMMITTEE

**Jeff Lake** - Chairman  
**Peggy Blackard**  
**Scott Armstrong**  
**Matt Burnett**

*\* Asterisks denotes ex-officio appointments*

*\*\* Denotes non-voting member*





# Indianapolis

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## ROTARY FOUNDATION

For additional information, you are invited to contact a member of the Board of Directors of the Foundation or to contact the offices of the Rotary Club and Indianapolis Rotary Foundation at the following address:

**Rotary Club of Indianapolis and Indianapolis Rotary Foundation**

650 North Meridian Street, Suite 1A  
Indianapolis, IN 46204

Telephone (317) 631-3733  
Fax (317) 631-4530  
e-mail: [info@indyrotary.org](mailto:info@indyrotary.org)  
web: [IndyRotary.org](http://IndyRotary.org)

For references in your legal documents and your tax returns,  
the legal name of the Foundation is:

**Indianapolis Rotary Foundation, Inc.**