

Indianapolis

ROTARY  FOUNDATION



— 2018 —

ANNUAL REPORT

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

For the period July 1, 2017 to June 30, 2018

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.



About the Cover

The **Indianapolis Rotary Foundation** awarded a Legacy Grant in 2016 of \$50,000, renewable for five years, to the Chin Community of Indiana (CCI). The center serves as a hub for Chin families and hosts opportunities for English classes, job fairs and also celebrations to honor their rich culture. The Legacy Grant has and will continue to be used to fund operations for increased programmings and also provide upgrades to the community center to create a more welcoming, professional experience for Chin residents, community partners and employers.

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I

A Report of the Foundation Operations in FY 2018 (July 1, 2017 - June 30, 2018)

Dear Rotary Community,

The 2017-18 fiscal year can easily be referred to as a year of transition for The Indianapolis Rotary Foundation. These transitions and improvements included new leadership. I was honored to move into the Presidential role after serving as Vice President and was proud to have former Foundation President Matt Will serve beside me as treasurer/secretary role. Matt Burnett also stepped up to serve as Vice President of the Foundation and took on the role of Investment Committee Chair. I am honored to serve alongside such leaders as we continue to improve the Foundation.

While some foundations have struggled to meet their granting needs with shrinking funds, we have successfully navigated these issues due to the excellent stewardship of the investment committee and board of directors. Total Foundation assets stood at \$7.20 million at year end, compared to \$6.98 million the year before. While the total assets increased by approximately \$224,000, we continue to maintain an extraordinarily low expense ratio of 1.05% of total assets.

It is only through your generosity that all these accomplishments are possible. This year, we made it easier for you to



Rotary Club of Indianapolis new member class received funding from the Foundation to help upgrade the Project Indy home - a place for homeless teen mothers to safely raise their children and gain life skills.

give by improving giving options- we are now accepting American Express, we set up the ability to make recurring monthly donations and we can now accept donations during the weekly Rotary programs. We also continue to focus on our December giving, our club's designated month to highlight the impact our local Foundation has on our Club and Community. The December Holiday Program saw pledges and commitments in excess of \$10,000. Please take time to read the

enclosed list of donors, thank them for their sacrifice and consider joining this esteemed group.

Of special note is a major donation that was made during this fiscal year. A gift of \$25,597.45 was made from the estate of Judith and Charles E. Wright. Charles Wright joined the club in 1973 and was a member for many years. During the 100th anniversary of our club, he made a commitment to include the Foundation in his estate planning and his generosity will accrue many benefits to future generations. As a personal request, I ask each of you to consider making a similar giving plan. The Rotary office, directors and giving team stand ready to help set up such a plan at little or no cost to you. Please reach out and ask.



The Chin Community Center of Indiana provided 400 backpacks to kids in need.

Beyond sound fiscal management and good investment oversight, we were able to provide almost \$210,00 in community support and grants this year. Below are just a few ways our Foundation was able to fulfill our mission.

Legacy Grant

- In 2015, our club performed extensive research to determine an area of giving where we could make a great impact. The plight of refugees rose to the surface as an important need, and a “Legacy Grant” of \$50,000, renewable for 5 years, was awarded to the Chin Community of Indiana (CCI). With this funding, CCI has been able to expand their community services of English classes, job placement, and much needed administrative support. Foundation member and past club president Jeff Lake has taken on the task of organizing Rotarians to regularly provide volunteer and professional support to this important part of the Indianapolis community.
- In 2017-18, CCI assisted 1,627 people in filling job applications and 751 secured employment through the help received at the Chin Center. CCI also held 6 job fairs at the Chin Center for five different employers, which resulted in employment of over 200 workers. Four ESL courses were offered to improve English skills, citizenship classes were presented and many social and sporting events were held to provide an opportunity for the Chin community to remain connected in Indianapolis.

Community Grants

- As in recent years, the Foundation was able to provide \$70,000 in community grants to four worthy organizations. Craine House and Paramount School of Excellence each received \$25,000, while Ascent 121 and Morning Light each received a \$10,000 grant. These worthy groups play an important role in improving the lives of our fellow Hoosiers and it is an honor to partner with such amazing organizations.

Civic Entrepreneurship Grants

- In the true spirit of Service Above Self, the Foundation awarded over \$10,000 in Civic Entrepreneurship Grants. These are small grants designed to fund the passions of Rotarians. By promising to invest sweat equity, the Foundation responds by promising to pay the expenses associated with Rotarian service projects up to \$1,000. This year, 10 different service projects were able to be completed with these funds. From preparing a meal at Ronald McDonald House for Children to create science kits for Girls, Inc. to helping to refresh a basketball court during March Madness, these funds were wisely distributed to many charitable causes.

Committee & Indy Do Day Support

- One of the most important functions of the Foundation is supporting the Rotary Club of Indianapolis' numerous committees. The Education, World Community Service, Environment and Beautification, and the Community Service committees all received

funding. A total of \$67,000 was awarded to the committees to help them spread the message of Rotary to Indiana and across the globe.

- One of the most exciting grants in recent years is that awarded to Indy Do Day. \$10,000 was awarded to this fantastic initiative, where over 23,000 Indianapolis residents were inspired to serve over three days in the fall of 2017. This has quickly become the signature project for the Rotary Club of Indianapolis and embodies all that is good about Rotary.

I am proud of the accomplishments made in my inaugural year and look forward to continued success for our Foundation, our Club and our Community.

Sincerely,
Bill Bubenzer
President
Indianapolis Rotary Foundation

II

An Overview of the Indianapolis Rotary Foundation

The Indianapolis Rotary Foundation 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 a perpetual 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 Officers of the Club 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 campaign drives, youth programs, environmental projects, disability 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.



Rotarians and friends packed 100 welcome bags for the Ronald McDonald House to kickoff Indy Do Day.

III

FY 2018 Community Grants

During Fiscal Year 2018, the Foundation made a total of \$70,000 in community grants. These payments were made to the following organizations.

\$25,000

CRAINE HOUSE

6130 N. Michigan Road
Indianapolis, IN 46228

Craine House received \$25,000 to serve more women in their work release program. Through family therapy, substance abuse counseling and vocational programs. Craine House provides women with a safe and structured, homelike setting to live with their preschool aged children.



New rooftop deck with multiple planter-bed availability at Paramount School of Excellence

\$25,000

PARAMOUNT SCHOOL OF EXCELLENCE

3020 Nowland Avenue
Indianapolis, IN 46201

Paramount School of Excellence received \$25,000 to build an Eco Discovery Center where students from the school (that serves 764 students, of whom 94% are from families at or below poverty level) will participate in captivating, inquiry based environmental and life science experiences.

FY 2018 Community Grants

\$10,000

ASCENT 121

P.O. Box 1143
Carmel, IN 46082

Ascent 121 received \$10,000 to provide supplemental clinical services that support their mission to provide long-term trauma recovery for Indiana teen survivors of human trafficking. Ascent 121 served over a hundred victims in 2016 and expects a 50% increase in 2017.



Family members visiting the Rotary Club of Indianapolis Memorial Garden at Morning Light's Abbie Hunt Bryce Home.

\$10,000

MORNING LIGHT

720 Pennwood Drive
Indianapolis, IN 46205

Morning Light received \$10,000 to fully develop and add awnings to the Rotary Club of Indianapolis Memorial Garden at the Abbie Hunt Bryce Home, central Indiana's only free hospice home for residents who have nowhere else to go. The Garden provides a respite for those in their final days and also memorializes residents who have passed with memorial bricks.

FY 2018 Civic Entrepreneurship Grants

These organizations were approved to receive grants up to \$1,000.

RONALD MCDONALD HOUSE/PROACT INDY - \$1,000

To celebrate our club's signature service project, Indy Do Day, our entire club took a Tuesday meeting to help pack Take Home Kits for those families just returning home from their stay at childrens' hospitals.

DOVE RECOVERY HOUSE - \$1,000

As part of their new member class project, a group of Rotarians gathered together to prepare dinner and a game night at Dove Recovery House, a substance abuse recovery center.

GLOBAL ORPHAN FOUNDATION - \$1,000

Rotary volunteers inventoried, sorted, and packed materials for campers involved with Camp My Moment that gives orphans in Nicaragua an opportunity to develop key leadership skills.



FY 2018 Civic Entrepreneurship Grants

GIRLS INC. OF JOHNSON COUNTY - \$971

Funds were used to purchase After School Kids Science Kits for Girls Inc. of Johnson County. The kits provide instruction and science inspiration for 120 girls in third through fifth grade. Rotarians came together to build the kits.

THE SHOE CLOSETS - \$1,000

Shoe Closets was awarded a \$1,000 grant to help purchase shoes and supplies for a large sorting event held at this year's statewide Rotary Conference. Hundreds of Rotarians helped to sort shoes which will be donated to high poverty schools.

OUTREACH INC - \$706.02

A group of Rotarians who were running for office for our board requested funding to help at Outreach Inc, an organization that supports homeless teens. Funds were used to pay for ingredients to make frozen burritos and also purchase handwarmers that will be distributed to over 200 youth in the winter.

RONALD MCDONALD HOUSE - \$315.59

Officers of the Rotary Club of Indianapolis requested funding to pay for the ingredients to prepare dinner at the Ronald McDonald House of Indiana, a home for those whose children are hospitalized.

MSD OF LAWRENCE TOWNSHIP - \$1,000

Rotarians purchased, sorted and labeled underwear for students to have on hand when accidents occur, thus providing comfort to distressed children and shortening instructional loss when accidents occur.

INDY PARKS FOUNDATION - \$925.54

To celebrate March Madness, Rotarians helped refresh a basketball court, paying for new nets, balls and pitching in to clean the courts at Bethel Park Family Center.

INDIANA YOUTH GROUP - \$466.85

A new class of Rotarians gathered to repaint and refresh a room at Indiana Youth Group, a safe space for LGBTQ youth.

Indianapolis Rotary Foundation 2018 Rotary Committee Grants

Education	\$14,000
Environment and Beautification	\$12,000
Community Service	\$4,000
Indy Do Day	\$10,000
World Community Service	\$37,000

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 \$7 million dollars making it one of the largest Rotary Foundations in the United States.



World Community Service Committee provided funds to Fountains of Hope to install water purifiers.



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.



Rotarians and Marian University worked together to provide a classroom makeover for Keeley McCullough’s classroom at Irvington Preparatory Academy. They created a warm and freshened-up environment for her students.

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 2018

Gifts \$1,000 to \$4,999

Batt Family Foundation
Elaine Bedel
Mac Fehsenfeld
Johnson Weaver Foundation
Al Leighton
Matt Will

Gifts \$500 to \$999

Deborah Austin
Bill Bubenzer
Jeff Crane
First Financial Bank
W. Patterson Garten
Tim Lee
Charles Meyer

Gifts \$250 to \$499

Brian Buchanan
Pam Burks
John Elliott
Thomas Fisher
Erik Johnson
Kent Kramer
Benton Marks
Julian DV Pace II
Don Steffy

Gifts Below \$250

Ramona Adams
William Agbor-Baiyee
Jan Aikman Dickson
Greg Albright
Wayne Alford
Joseph Alpert
Karen Alter
Ronald Baker
Bedel Financial
Bill & Janet Biddle
John Bragg
Kim Brand
Walter Brant
Patrick Broccolo
Lawrence Brodnik
Mary Burger
Matthew Burnett
Sheila Carlson
Andrew Carr
Jerry Clifford
Kathy Cookerly
Michael Crowley
Tracey Danner-Odenwelder
James Darnell
Jeffrey Dean
Jenny Dexter

Kent Farr
Bill Farrar
Jay Fernando
Tom Fodor
Jamie Freije
Joseph Gaafar
Christi Garcia
Andrea Geiger
Ken Gladish
Bruce Glor
David Gregg
Paul Halverson
Susie Harmless
Janet Harris
Justin Harter
Troy Hollings
Debbie Hyde
Angie Ingalls
Stan Jacobs
Tiana Johnson
Thomas Jones
Sam Julka
Gregg Keesling
James Kienle
Marie Koenig
Jeff Lake

Lynn Lambuth
Jen Larson-Thompson
David Leonards
Sam LeStourgeon
Nikki Lewallen
Thomas Lugar
John Mahrtdt
Mallard Lake Community
Association
Thomas A. Mason
Thomas W. Mason
Alice McColgin
Norm Melzer
Kendall Millard
Jeff Moffatt
Amanda Mulroony
Wendy Noe
Kimi Pace
Hitesh Patel
Hodge Patel
Monica Peterson
Beth Petrie
Tommy Reddicks
Nick Reich
Barb Richardson
Thomas Richardson
Stacy Robinson

Gifts Below \$250 Continued

John Roesch
Lisa Rollings
Michael Schiele
Tom Schneider
Dennis Sheward
Erin Smith
Stephen Smith
Laura Sniadecki

Society of Indiana Pioneers
Mary Jane Sorbera
Denny Sponsel
Jamie Stahl
Lesley Stoeffler
James Stokes
Tom Surgener
Ralph Taylor

Sue Tempero
Kelly Tingle
Lisa Treadwell
Jason Vohs
Oliver Wells
Matt Wilhelm
Bob Willsey
Gerald Zimmerman

**Indianapolis Rotary Foundation
Honorary (IHO) and Memorials (IMO)**
To June 30, 2018

Ramon Adams (IHO)
Kathy Cookerly (IHO)
Barbara Fisher (IMO)

John Mainella (IHO)
Matt Will (IHO)

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 G. Batt
Elaine Bedel
Peggy Blackard
Bill Bubenzer
Brian Buchanan
Matthew Burnett
Eugene Busche
Christina Cottey

Mac Fehsenfeld
W. Patterson Garten
Anita Harden
Al Leighton
Norm Melzer
Charles Meyer
Mercy Obeime
John Peterson

John Roesch
Denny Sponsel
Marsha Spring
Lesley Stoeffler
Tom Surgener
Dick Tempero
Sue Tempero
William Witchger
Matt Will

Indianapolis Rotary Foundation Major Gift Honor Roll

The Indianapolis Rotary Foundation has received one or more major gifts valued at \$5,000 or more from the individuals listed below. The generous contributions of these donors make it possible to significantly increase the charitable work of the Foundation.

George H. Batt
William G. Batt
Jerry Benkert
Curt Benner
John A. Bowe
Linda Brimmer
Eugene Busche
William A. Carter
Dexter Cooley
Dean Cromer
Walter O. Farrell
Charlotte Fischer
Bertha Gormley
Thomas Graham

Ray E. Hale
Robert S. Hulett
Al Leighton
Gerald Mann
Charles R. Meyer
Elmer Miller
Martin J. Moore
Lewis Morrison
Charles Murphy
David Pencak
Ervin Picha
Edward Roesch
John R. Roesch

Richard A. Ruddell
Edward Schoenberger
Elizabeth Stilwell
J. Russell Sutton
Sue Tempero
Richard Tempero
Richard Vonnegut
Harry Weaver, Jr.
Horst Winkler
Eugene Witchger
William Witchger
Kenneth Young
Anonymous Rotarian

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, 2018.

George H. Batt **BHR LSM**
William G. Batt **LSM**
James Bradford **LSM**
Linda Brimmer **LSM**
Bill Bubenzer **LSM**
David Burns **BHR**
Eugene M. Busche **LSM**
Frank Caperton **LSM**
Charles M. Coffey **BHR**
Kathy Cookerly **LSM**
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**

The listings for this Honor Roll are based upon the review of our Foundation records. 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 four major categories of gifts are:

1. Outright and Deferred Gifts
2. Gifts With Income to You and Your Family
3. How to Make a Gift in Your Will
4. Planned Giving Through Beneficiary

Designation

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 and 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.

Gift Type	Give Now	Give at Death
Cash, including checks, credit card contributions, and electronic transfers	Receive a charitable income tax deduction.	Reduce the overall size of your estate for estate tax purposes. Make the Foundation the beneficiary of a bank account by utilizing a transfer-on-death (also referred to as payable-on-death) designation and avoid probate.
Life Insurance	Irrevocably transfer ownership of the policy. You then make premium payments to the Foundation, which are treated as charitable contributions and are tax deductible.	Make the Foundation the primary, partial or contingent beneficiary of your life insurance policy.
Appreciated Publicly Traded Stock	Receive a charitable income tax deduction for the fair market value of the stock and avoid paying capital gains tax on the appreciation.	Reduce the overall size of your estate for estate tax purposes.
Closely Held Stock	Receive a charitable income tax deduction for the fair market value of the stock and avoid paying capital gains tax on the appreciation.	Reduce the overall size of your estate for estate tax purposes.
Real Estate	Receive a charitable income tax deduction for the fair market value of the property and avoid paying capital gains tax on the appreciation of the property. Avoid the necessity of selling the property yourself.	Reduce the overall size of your estate for estate tax purposes. Avoid the necessity of your heirs having to sell the property.
Traditional IRA	If you are at least 70½, use your required minimum distribution to make a charitable rollover to the Foundation and avoid the inclusion of these funds in your income taxes.	Make the Foundation the beneficiary of your IRA. If left to heirs, distributions are subject to estate and income taxes.
Tangible Personal Property	Receive a charitable income tax deduction for the fair market value of the property. Avoid the necessity of selling the item yourself.	Avoid the necessity of your heirs having to sell the property.
401k or 403b Retirement Plans	Charitable contributions of withdrawals from 401k or 403b are less advantageous than traditional IRAs. For a 401k or 403b, you withdraw the funds and pay income tax on them but may then tax a charitable income tax deduction for the contribution.	Make the Foundation the beneficiary of your 401k or 403b. If left to heirs, distributions are subject to estate and income taxes.

**Please note that the above chart is provided for informational purposes only and should not be construed as legal or financial advice. Each individual's situation is unique, so before making any decisions around charitable giving, including those discussed herein, you should consult your own legal and financial advisors. Furthermore, the acceptance of any gift is subject to the gift acceptance policies of the Foundation and/or Central Indiana Community Foundation.*

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. The amount of the annual annuity payments will be calculated based on the donor's or donors' age(s). 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 the Foundation. We have a gift annuity form you may review. Charitable Lead Trusts and Charitable Remainder Trusts must be drafted by an attorney, and the Foundation will be happy to confer with your attorney.



Environment and Beautification Committee mulched trees at Garfield Park with Indy Parks and Recreation.

3. How to Make a Gift in Your Will

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.”

4. Planned Giving Through Beneficiary Designation

By and large, giving by beneficiary designation is the easiest way to make a planned gift. You can give all or a percentage of your retirement funds or life insurance proceeds to the Foundation.

Not only is this often the easiest way to make a planned gift, but it also often the cheapest. While you should consult with

your legal and financial advisors, it does not require the same level of attorney involvement as amending a will. Once you’ve discussed this option with your advisors, contact your plan administrator to obtain the change of beneficiary form, complete it, and send it back. Voila! You’ve made a planned gift!

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. Additional resources are available through the Central Indiana Community Foundation.

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 Gift in Your Estate Plans to the Indianapolis Rotary Foundation...your Foundation.

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 4.25% 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 Gift in Your Estate Plans 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.

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 awarded 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 ensures 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.



Rotarians packed 180 backpacks for homeless veterans served by HVAF of Indiana, Inc. because of a Community Service Committee grant.

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 applications be submitted from community organizations that wish to be considered for one of four community grants.

Only organizations serving predominately Central Indiana residents are eligible for Community Grants.

Awards

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

Depending on the available funds and the quality of the applications, the Foundation reserves the right to alter the quantity and amount of grants awarded.

Grant 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.

Application

Community grant applicants shall complete and submit the online application by the specified time. In the application we ask the organization to describe the nature of the organization and its mission, including the year it was established as a 501(c)(3). The program for which funding is sought will be described, including:

1. Grant amount being requested (\$25,000 or \$10,000)

2. Need/Problem Statement
3. Methodology
4. Intended Outcome
5. Program Timeline
6. Program Budget
7. Sustainability
8. Volunteer opportunities for the Rotary Club of Indianapolis, if applicable
9. How the requested grant furthers the Indianapolis Rotary Foundation's charitable mission
10. A visible way in which a grant from the Indianapolis Rotary Foundation will be acknowledged

Finalists:

The Foundation will select a group of finalists by a specified date. The finalists are then required to submit their 501(c)(3) determination letter and statement of financial position by a specified date. The statement of financial position may be an audit, year-end financial statement or other document determined by the applicant. Foundation board members will then conduct site visits with each of the finalist organizations.

Grant Recipients:

Grant recipients will be selected by the Foundation and notified by December 1. The grant recipients shall complete and submit a Final Grant Report to the Foundation due on the date indicated by the Foundation in its award notification 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 Kelly Tingle at ktingle@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.



Rotary Club of Indianapolis Officers made a meal for the families at the Ronald McDonald House at Riley Hospital for Children



FINANCIAL STATEMENT SUMMARY
Fiscal Year Ending June 30, 2018

INVESTMENT ASSETS

Market Values

Checking Account	\$47,867	
Commonfund Global Multi-asset Central	\$2,388,180	
Indiana Community Foundation	\$4,764,020	
Total Market Value FY 2017		\$7,200,067
Total Market Value for FY 2016		\$6,976,047
Change in Net Assets		<u>\$224,020</u>

SUPPORT, EXPENSES AND OTHER CHANGES IN NET ASSETS
Year to Date June 30, 2018

Support

Contributions Received - Unrestricted	\$50,163	
Total Support		\$50,163

Expenses

Grants Awarded		
Community and Club Grants	\$209,085	
Total Grants Awarded		(\$209,085)

Administrative Expenses

Foundation Portion of Rotary Office Expenses	\$68,000	
Audit Expense	\$3,200	
Other Administrative Expenses	\$4,501	
Total Administrative Expenses		(\$75,701)

Excess (deficit) of support over expenses (\$234,623)

Other Changes in Net Assets

Investment returns (loss)		\$459,345
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Change in Net Assets \$224,722

IX

Fiscal Year 2018

OFFICERS

Bill Bubenzer, President
Matt Burnett, Vice President
Matt Will, Secretary-Treasurer

DIRECTORS

Ramona Adams *
Larry Brodnik *
Sheila Carlson *
Pat Garten

Erik Johnson
Jeff Lake
John Mainella *
Benton Marks

Nick Reich*
Michael Schiele*
Lesley Stoeffler
Ralph Taylor

Kelly Tingle **
Executive Director

COMMITTEES OF THE BOARD

INVESTMENT COMMITTEE

Matt Burnett - Chairman

Bill Batt

Elaine Bedel

Mary Burger

Al Leighton

Bob Shortle

Tom Surgener

Matt Will (Foundation Treasurer)*

Bill Bubenzer(Foundation President)*

Ramona Adams (Club President)*

Kelly Tingle (Executive Director) **

CIVIC ENTREPRENEURSHIP COMMITTEE

Matt Will - Chairman

Mark Blade

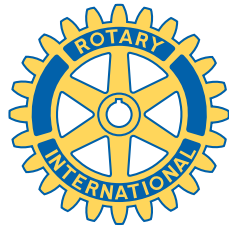
Lucia Carter

Marie Koenig

Ralph Taylor

** Asterisks denotes ex-officio appointments*

*** Denotes non-voting member*



SINCE 1913
Rotary
Club of Indianapolis

Indianapolis

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
web: IndyRotary.org

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

Indianapolis Rotary Foundation, Inc.