SPENDING POLICY

To resolve the need for current spending while still allowing for long term capital appreciation, endowment funds will be managed on a total return basis. The spending from the endowment on an annual basis will be no more than 5% of the fund value, or not less than the minimum required by statute. To smooth values caused by market variations, the amount available to spend will be calculated using a 12 month average of endowment market values. This value will be determined as of 12/31 of each year. To account for transactional costs of liquidating investments, the target for liquid assets will be the available spending value as calculated on 12/31. Any proposed spending in excess of the annual spending calculation will require a vote of club members with a 2/3 majority.

If spending exceeds the amount in liquid assets (money market account) the investment adviser will make recommendations to the Board for their final approval.