

December 2017

TO: Club Members

FROM: Vance S. Zavela

SUBJECT: Annual Report Fiscal Year ending 30 June 2017

During this past fiscal year our McLean Rotary Club Foundation (MRCF) continued to grow as the endowment fund had a net gain of \$48,550, an increase of 7.8%. The fund ended with a balance of \$622,455 on June 30. In addition, the Foundation has a year-end Current fund balance (checking account and money market fund) of \$60,282. That amount included a total of \$42,034 in committed funds, which were those approved by the Board (\$9,800) and those in designated funds (\$32,234). (See financial reports for more details on approved projects and designated funds.) Foundation expenses for the fiscal year were \$300 for new MRCF stationery (\$275) and the Virginia State Corporation Commission annual filing fee (\$25).

The Board made the decision at its meeting on November 15 to approve having the endowment fund professionally managed by Raymond James based on a fee of .90%. The Board will review their performance on a quarterly basis and will analyze on an annual basis whether having the fund professionally managed yields more income than placing the funds in a blended fund with a similar mix of assets. The Board did approve a new Investment Policy at its June 27 meeting along with allocating 100% of the income generated from the endowment fund activities in CY2016 to be used for projects in RY2017-2018.

There was only one grant cycle during the 2016-2017 Rotary year. The Board decided to approve several grants out of that cycle. In August it approved the 10% match (\$250) needed for a \$2,500 District Grant to support SPARC. The second grant was \$2,000 to complete the \$5,000 request for an accessible picnic shelter at Clemyjontri Park. This project was done in partnership with the McLean Community Foundation. The final grant done outside of the club's grant cycle was to the Safe Community Coalition for \$1,100 to support their annual Sixth Grad Ethics Days.

We thank the Board members who served this past Rotary year: Michael DeRose (Vice-President), John Rosenbaum (Secretary), Todd Dempsey (Treasurer), Sam Agarwal, Doug Megill, and Bob Jansen (Club Board Liaison). Doug Megill fulfilled his two terms of service while Gene Durman cycled off the Board to become Club President Elect and club board's Liaison to the Foundation.

This coming Rotary year's Board consists of the following members:

Vance Zavela – President (second term ends June 30, 2018)
Michael DeRose – Vice-President (second term ends June 30, 2019)
Sam Agarwal – Secretary (fulfilling remainder of Durman term which ends June 30, 2018)
Todd Dempsey – Treasurer (first term ends June 30, 2019)
John Rosenbaum – (second term ends June 30, 2020)
Dale Lazar – (first term ends June 30, 2020)

Gene Durman - Club Board Liaison (through June 30, 2018)

Finally, on behalf of the Board of Directors of the McLean Rotary Club Foundation, I thank all of the members of the Rotary Club of McLean for supporting the Foundation with grant recommendations, contributions and feedback during this past year. Each and every member's input and financial support are important to the success of the Foundation.

Sharing Rotary,

Vance S. Zavela
McLean Rotary Club Foundation President