

4%

ENDOWMENT SPENDING CHART

PERFORMANCE AND DISTRIBUTION SCENARIO

BALANCED GROWTH FUND

**4%**

YEAR	JAN. 1 VALUE	DEC. 31 VALUE	3-YR AVG	RETURN	EARNINGS	DISTRIBUTION *
1992	\$100,000.00	\$107,830.00		7.83%	\$7,830.00	\$0.00
1993	\$107,830.00	\$119,777.56		11.08%	\$11,947.56	\$0.00
1994	\$119,777.56	\$121,753.89	\$116,453.82	1.65%	\$1,976.33	\$4,658.15
1995	\$117,095.74	\$143,524.25	\$128,351.90	22.57%	\$26,428.51	\$5,134.08
1996	\$138,390.17	\$154,028.26	\$139,768.80	11.30%	\$15,638.09	\$5,590.75
1997	\$148,437.51	\$171,430.48	\$156,327.66	15.49%	\$22,992.97	\$6,253.11
1998	\$165,177.38	\$197,271.34	\$174,243.36	19.43%	\$32,093.96	\$6,969.73
1999	\$190,301.60	\$214,222.52	\$194,308.11	12.57%	\$23,920.91	\$7,772.32
2000	\$206,450.19	\$200,814.10	\$204,102.65	-2.73%	(\$5,636.09)	\$8,164.11
2001	\$192,650.00	\$183,036.76	\$199,357.79	-4.99%	(\$9,613.23)	\$7,974.31
2002	\$175,062.45	\$155,542.99	\$179,797.95	-11.15%	(\$19,519.46)	\$7,191.92
2003	\$148,351.07	\$177,249.86	\$171,943.20	19.48%	\$28,898.79	\$6,877.73
2004	\$170,372.13	\$185,927.10	\$172,906.65	9.13%	\$15,554.98	\$6,916.27
2005	\$179,010.84	\$188,408.91	\$183,861.96	5.25%	\$9,398.07	\$7,354.48
2006	\$181,054.43	\$203,487.07	\$192,607.69	12.39%	\$22,432.64	\$7,704.31
2007	\$195,782.76	\$201,617.09	\$197,837.69	2.98%	\$5,834.33	\$7,913.51
2008	\$193,703.58	\$155,912.01	\$187,005.39	-19.51%	(\$37,791.57)	\$7,480.22
2009	\$148,431.80	\$177,776.76	\$178,435.29	19.77%	\$29,344.97	\$7,137.41
2010	\$170,639.35	\$191,013.69	\$174,900.82	11.94%	\$20,374.34	\$6,996.03
2011	\$184,017.66	\$185,692.22	\$184,827.56	0.91%	\$1,674.56	\$7,393.10
2012	\$178,299.12	\$199,035.30	\$191,913.74	11.63%	\$20,736.19	\$7,676.55
TOTAL						\$133,158.08

Beg. Value **\$100,000.00**
 Distribution 4.00%

- This illustration reflects actual investment returns using the BALANCED GROWTH FUND
- Three-year rolling average in Purple
- According to the Bureau of Labor & Statistics (www.bls.gov/data/inflation.calculator.htm) this account would need to be valued at \$164,091.45 in order to maintain the same spending power as the original \$100,000 investment.

* Example uses a 4% distribution rate. We suggest adoption of a 0% -5% distribution policy using the 3-yr. market value avg.

HOLSTON CONFERENCE FOUNDATION

P.O. Box 900, Alcoa, TN 37701-0900 ● Phone: (865) 690-8124 ● Fax: (865) 690-3162 ● Website: www.holston.org/foundation



ENDOWMENT SPENDING CHART

PERFORMANCE AND DISTRIBUTION SCENARIO



12-MONTH CD / DISTRIBUTION OF ALL EARNINGS

YEAR	INFLATION	REAL RATE OF RETURN	JAN. 1 VALUE	DEC. 31 VALUE	RETURN	EARNINGS / DISTRIBUTION
1992	3.00%	0.760%	\$100,000	\$103,760	3.760%	\$3,760.00
1993	3.00%	0.280%	\$100,000	\$103,280	3.280%	\$3,280.00
1994	2.60%	2.360%	\$100,000	\$104,960	4.960%	\$4,960.00
1995	2.80%	3.180%	\$100,000	\$105,980	5.980%	\$5,980.00
1996	3.00%	2.470%	\$100,000	\$105,470	5.470%	\$5,470.00
1997	2.30%	3.430%	\$100,000	\$105,730	5.730%	\$5,730.00
1998	1.60%	3.840%	\$100,000	\$105,440	5.440%	\$5,440.00
1999	2.20%	3.260%	\$100,000	\$105,460	5.460%	\$5,460.00
2000	3.40%	3.190%	\$100,000	\$106,590	6.590%	\$6,590.00
2001	2.80%	0.860%	\$100,000	\$103,660	3.660%	\$3,660.00
2002	1.60%	0.210%	\$100,000	\$101,810	1.810%	\$1,810.00
2003	2.30%	-1.130%	\$100,000	\$101,170	1.170%	\$1,170.00
2004	2.70%	-0.960%	\$100,000	\$101,740	1.740%	\$1,740.00
2005	3.40%	0.330%	\$100,000	\$103,730	3.730%	\$3,730.00
2006	3.20%	2.040%	\$100,000	\$105,240	5.240%	\$5,240.00
2007	2.80%	2.430%	\$100,000	\$105,230	5.230%	\$5,230.00
2008	3.80%	-0.660%	\$100,000	\$103,140	3.140%	\$3,140.00
2009	-0.40%	1.270%	\$100,000	\$100,870	0.870%	\$870.00
2010	1.60%	-1.160%	\$100,000	\$100,440	0.440%	\$440.00
2011	3.00%	-2.580%	\$100,000	\$100,420	0.420%	\$420.00
2012	2.10%	-1.660%	\$100,000	\$100,440	0.440%	\$440.00
TOTAL						\$74,560.00

Beg. Value **\$100,000.00**

- Annualized returns on six-month CD's from the Federal Reserve (www.federalreserve.gov/release/H15/data.htm)
- Returns are reported before Foundation management fees are subtracted
- According to the Bureau of Labor & Statistics (www.bls.gov/data/inflation.calculator.htm) this account would need to be valued at \$160,849.61 in order to maintain the same spending power as the original \$100,000 investment.

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