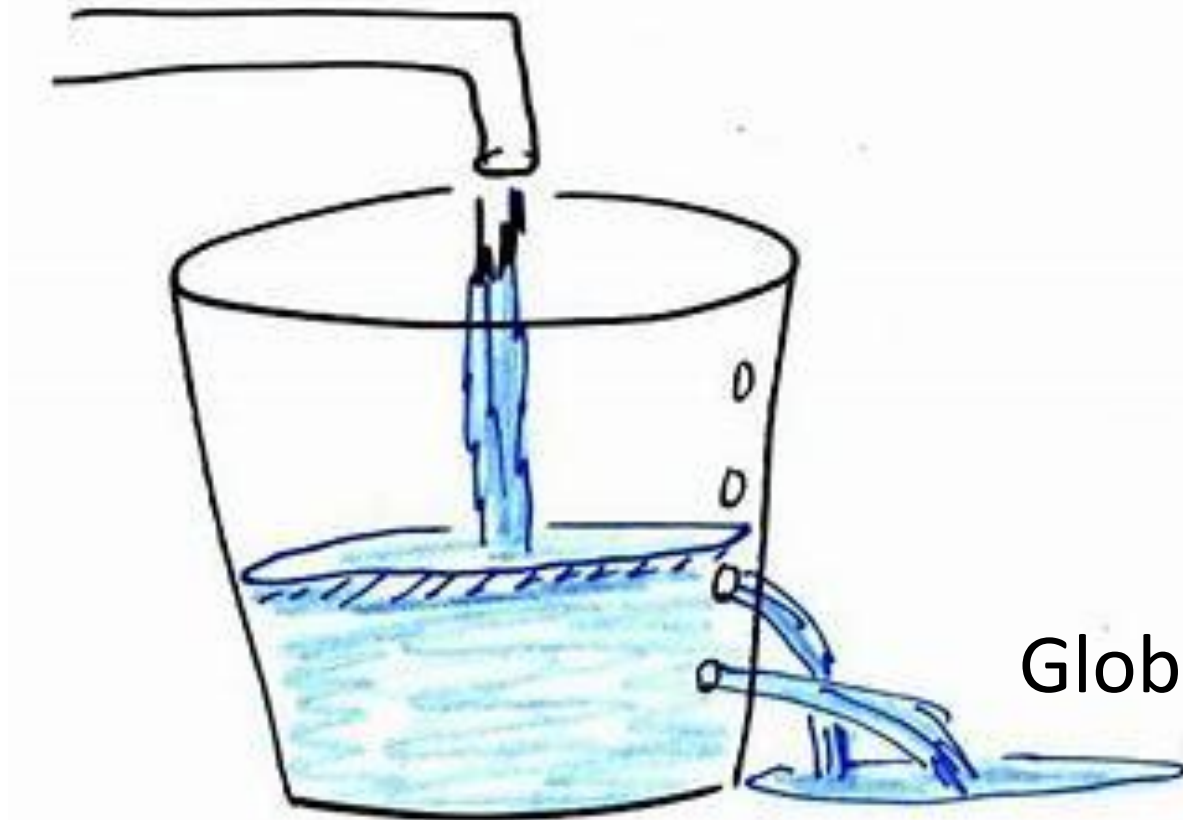


The Updated Rotary Foundation Funding Model

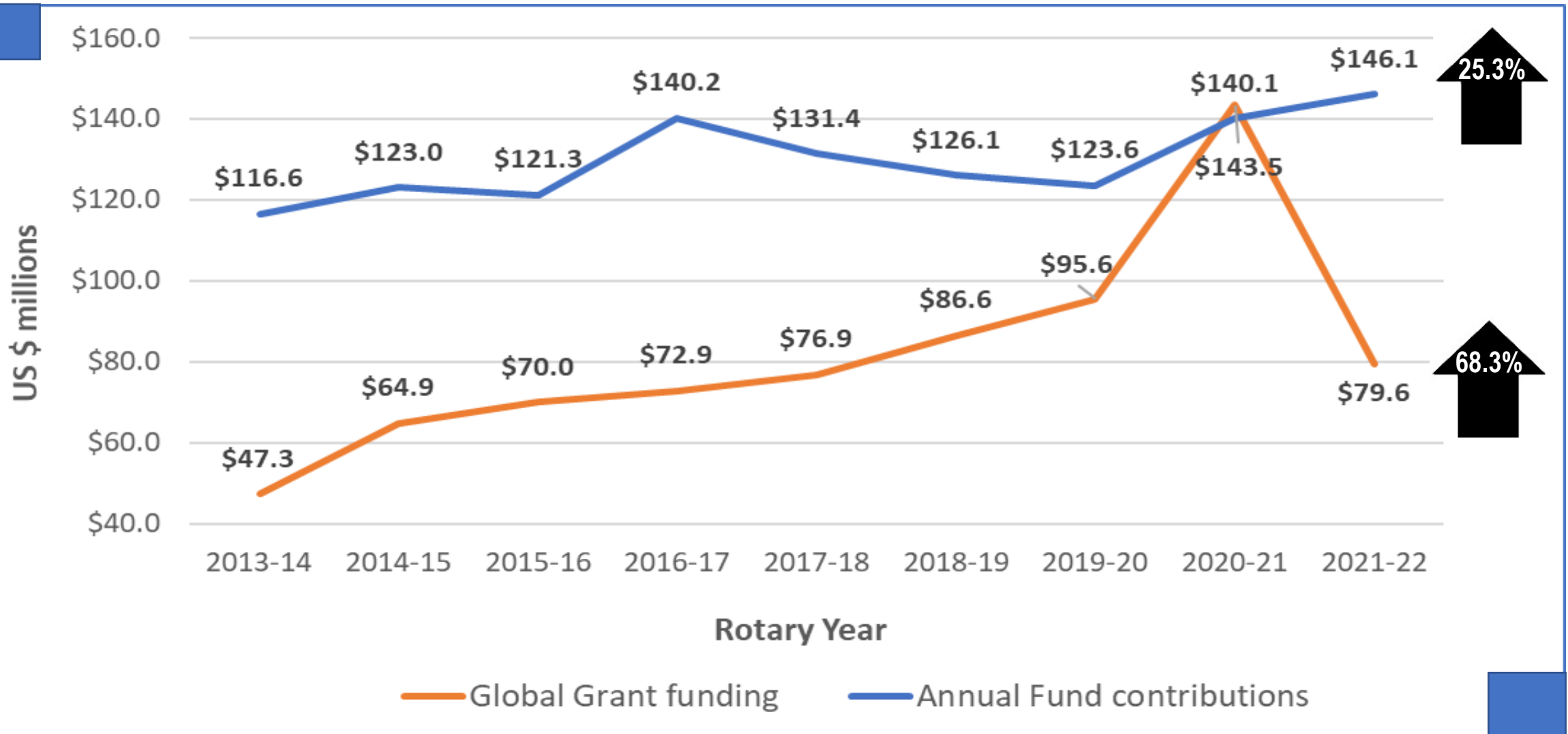
The Challenge – Refill the Bucket

Annual Fund transfers to the World Fund
(47.5% of the funds contributed 3 years ago)

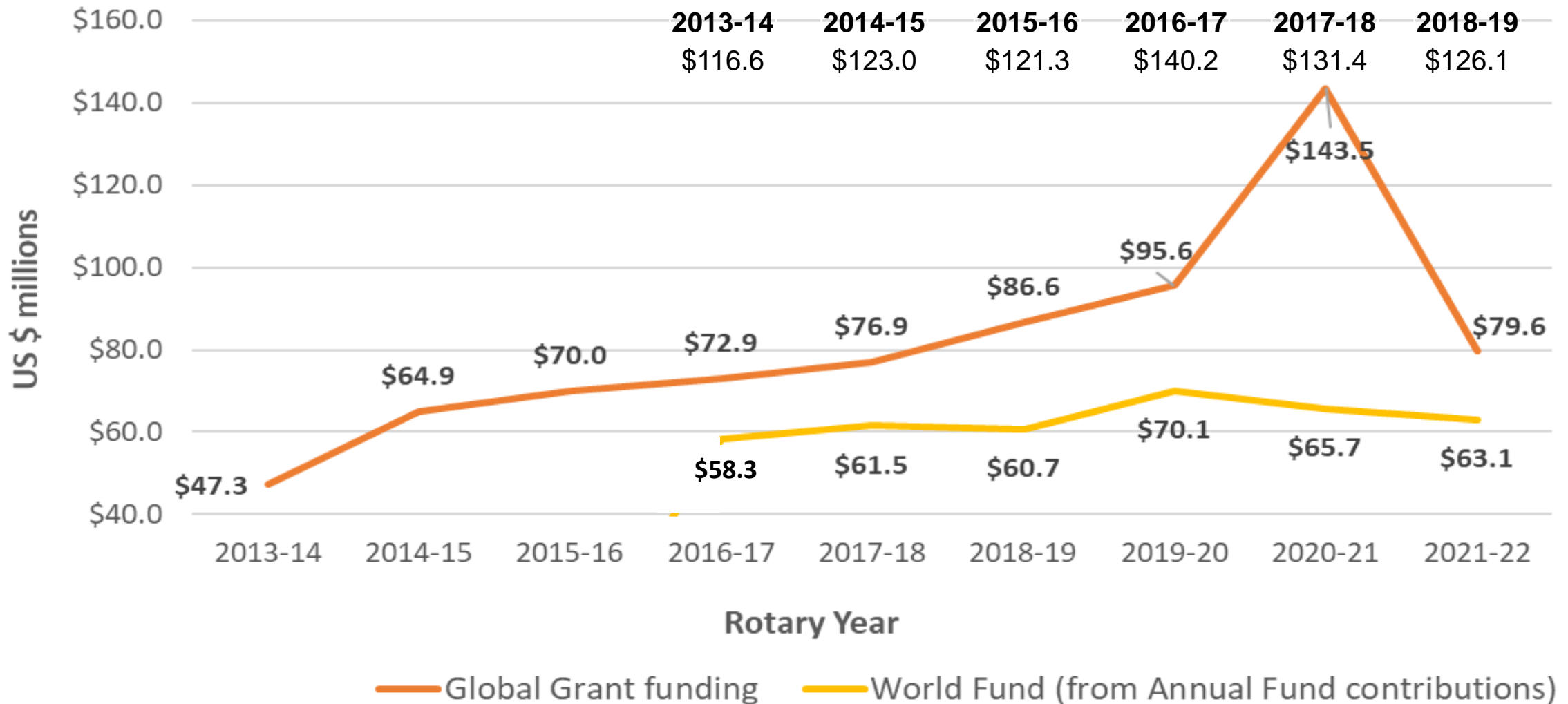


Global Grant funding

Annual Fund Contributions vs Global Grant Funding



Annual Fund Contributions vs Global Grant Funding



What's Unchanged?

1. All Annual Fund-SHARE contributions are still being invested for three years and then split between DDF and the World Fund
2. Earnings from the investment of Annual Fund-SHARE funds will continue to pay many of the Foundation's operating expenses
3. A portion of investment earnings from the Endowment Fund, as designated by the trustees also helps pay operating expenses

RECAP: Changes Effective July 1, 2020

Changes effective July 1, 2020

- The World Fund match of cash was eliminated and a minimum required World Fund match for global grants is no longer required.
- The International Partner required minimum contribution for global grants was reduced from 30% to 15%.
- Rotaract clubs became able to participate in District Grants.

RECAP: Changes Effective July 1, 2021

50% Match on DDF Contributions to PolioPlus

(Down from 100%) (1 July 2021)



\$20,000
DDF Contribution

+



\$10,000
50% World Fund Match

+



\$60,000
Gates Foundation
Match

=

\$90,000
Polio
Eradication

RECAP: Changes Effective July 1, 2021

80% Match on DDF Applied to Global Grants

(Down from 100%) (1 July 2021)



\$40,000

DDF applied to
Global Grant

+



\$32,000

80% World Fund
match

=

\$72,000

Global Grant funding

RECAP: Changes Effective July 1, 2021

Shared Funding of Operating Expenses

(1 July 2024)

PREVIOUS

\$100 Annual Fund-SHARE Contribution



\$50 DDF ↑
\$45 World Fund ↑
\$5 Operating Expenses ↑

BEGINNING 1 JULY 2021

\$100 Annual Fund-SHARE Contribution



\$47.50 DDF ↑
\$47.50 World Fund ↑
\$5 Operating Expenses ↑

RECAP: Changes Effective July 1, 2021

Five-Year Limit on DDF Rollover

(1 July 2026)

	2021-20
DDF new	\$50,000
DDF rollover	\$20,000
DDF Spent	(\$40,000)
Rollover Remaining	\$20,000 \$10,000
Rollover Amount Remaining After	1 Year \$30,000

RECAP: Changes Effective July 1, 2021

Five-Year Limit on DDF Rollover

(1 July 2026)

	2021-20	2022-23
DDF new	\$50,000	\$50,000
DDF rollover	\$20,000	\$30,000
DDF Spent	(\$40,000)	(\$45,000)
Rollover Remaining	\$20,000 \$10,000	\$20,000 \$10,000 \$5,000
Rollover Amount Remaining After	1 Year \$30,000	2 Years \$35,000

RECAP: Changes Effective July 1, 2021

Five-Year Limit on DDF Rollover

(1 July 2026)

	2021-20	2022-23	2023-24
DDF new	\$50,000	\$50,000	\$50,000
DDF rollover	\$20,000	\$30,000	\$35,000
DDF Spent	(\$40,000)	(\$45,000)	(\$55,000)
Rollover Remaining	\$20,000 \$10,000	\$20,000 \$10,000 \$5,000	\$15,000 \$10,000 \$5,000 \$0
Rollover Amount Remaining After	1 Year \$30,000	2 Years \$35,000	3 Years \$30,000

RECAP: Changes Effective July 1, 2021

Five-Year Limit on DDF Rollover

(1 July 2026)

	2021-20	2022-23	2023-24	2024-25
DDF new	\$50,000	\$50,000	\$50,000	\$50,000
DDF rollover	\$20,000	\$30,000	\$35,000	\$30,000
DDF Spent	(\$40,000)	(\$45,000)	(\$55,000)	(\$60,000)
Rollover Remaining	\$20,000	\$20,000	\$15,000	\$5,000
	\$10,000	\$10,000	\$10,000	\$10,000
		\$5,000	\$5,000	\$5,000
			\$0	\$0
				\$0
Rollover Amount Remaining After	1 Year	2 Years	3 Years	4 Years
	\$30,000	\$35,000	\$30,000	\$20,000

Changes Starting on July 1, 2021

Five-Year Limit on DDF Rollover

(1 July 2026)

	2021-20	2022-23	2023-24	2024-25	2025-26
DDF new	\$50,000	\$50,000	\$50,000	\$50,000	\$50,000
DDF rollover	\$20,000	\$30,000	\$35,000	\$30,000	\$20,000
DDF Spent	(\$40,000)	(\$45,000)	(\$55,000)	(\$60,000)	(\$65,000)
Rollover Remaining	\$20,000	\$20,000	\$15,000	\$5,000	\$0
	\$10,000	\$10,000	\$10,000	\$10,000	\$0
		\$5,000	\$5,000	\$5,000	\$5,000
			\$0	\$0	\$0
				\$0	\$0
Rollover Amount Remaining After	1 Year	2 Years	3 Years	4 Years	5 Years
	\$30,000	\$35,000	\$30,000	\$20,000	\$5,000

Financial Impact

Action	Annual Impact
No longer provide a World Fund match for cash contributions to global grants <i>Effective 1 July 2020</i>	\$7.0 million
District Designated Fund (DDF) contributions to PolioPlus will be matched at 50%. <i>Effective 1 July 2021</i>	\$5.0 million
Reduce the World Fund match of DDF from 100% to 80% for global grants. <i>Effective 1 July 2021</i>	\$6.3 million
Subtotal—starting 1 July 2021	\$18.3 million
5% of the current year Annual Fund-SHARE contributions will be taken equally from the World Fund and DDF to help fund operating expenses. <i>Effective for contributions received starting 1 July 2021</i>	\$3.0 million
Total- starting 1 July 2024	\$21.3 million

Additional Funding Changes

- **Cost-saving measures**
 - ✓ Enabled **\$4.4 million** to be transferred the World Fund for global grants
- **Foundation operating reserves and the RI budget surplus**
 - ✓ Enabled **\$15 million** to be transferred to the World Fund for global grants



QUESTIONS

Annual Fund Contributions vs Global Grant Funding

