



Faculty Helping Students Succeed

Five-year Strategic Plan 2013 - 2017

Scholarship Disbursements:

- 2013 – maintain current strategy
 - Approximately \$12,000
 - Depending on Restricted Fund disbursements
- 2014 – 16
 - 50% of prior year income
- 2017 (or sooner)
 - Maintain 50% of prior year income
 - Once portfolio reaches \$100,000, start distributing 4% of corpus, per year in addition to 50% of prior year income
 - Strategy based on an average annual return of 7%
 - Once portfolio reaches \$500,000, start distributing 5% per year.

Investment Strategy 2013 – 2017

- Keep amount equivalent to current year disbursements in cash accounts
 - Invest excess in portfolio
- Model portfolio asset allocation on ASRS model (with slight adjustments)
- Use Vanguard Funds to select individual funds that represent ASRS model portfolio
 - No upfront load charges
 - Average investment fees charged by fund(s) less than .3% annually
 - Can use performance of funds to benchmark returns and rebalance portfolio annually
 - Portfolio will be liquid (in case of emergencies)

Future strategies (2018 and beyond)

- Once portfolio reaches \$1,000,000, consider professional money manager to increase projected rate of return.