**How a legacy endowment works:**

4% Annual Spending Rate
(based on the average value of past 20 quarters)

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**Two-year scenario:**
(*based on assumptions, not actual returns—for example purposes only*)

**Year 1**

- $10,000 ➔ Your endowment's average balance
  - $100 ➔ 1% Annual Fee (1/12 monthly)
  - + $550 ➔ 5.5% Potential investment growth*
  - $10,450
  - x .04 ➔ 4% spending rate
  - $418 ➔ Available for granting to your favorite charity

**Year 2**

- $10,320 ➔ Your endowment's average balance
  - $103 ➔ 1% Annual Fee (1/12 monthly)
  - + $670 ➔ 5.5% Potential investment growth*
  - $10,887
  - x .04 ➔ 4% spending rate
  - $435 ➔ Available for granting to your favorite charity

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*based on assumptions, not actual returns—for example purposes only*