

# CC'S ENDOWMENT PERFORMANCE

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*A Report from CC's Senior Vice President  
for Finance and Administration*  
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## DEAR FRIENDS,

Colorado College's endowed funds are a significant source of support for the college. Your gifts and the careful investment of these funds ensure that the endowment continues to open doors for Colorado College students now and in the future.

The college's well-diversified endowment portfolio ended the fiscal year on June 30, 2018, with a 9 percent net return. By comparison, at the same date, the Standard & Poor's (S&P) 500 index was up 14 percent, MSCI EAFE index was down 0.4 percent, and Barclays Capital Aggregate was down less than 1 percent. During the last 20 years, the college endowment has earned an average of 8 percent. Currently, the endowment allows the college to provide an annual payout equal to 5 percent of the calculated value of each endowment, while also maintaining the inflation-adjusted value of the total endowment.

As of June 30, 2018, the Colorado College endowment was \$765 million. The endowment provided a payout of \$33 million, which — when combined with annual operating gifts received — provided 21.4 percent of the college's annual budget.

Your generosity continues to make a significant difference and your actions inspire others to be generous as well. Thank you for all you are doing for the college and our students.

Sincerely,



**ROBERT G. MOORE P'13**

*Senior Vice President for Finance and Administration*



**COMPARATIVE DATA TOTAL RETURNS**

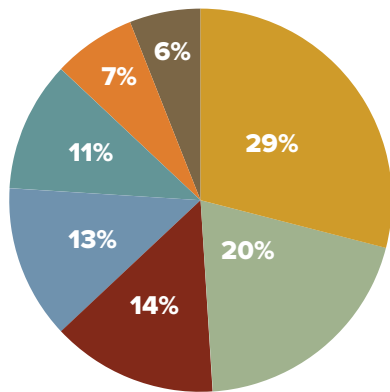
TIMELINE	COLORADO COLLEGE AS OF JUNE 30, 2018	STANDARD & POOR'S 500 INDEX	BARCLAYS U.S. AGGREGATE
1 YEAR	8.9%	14.4%	-0.4%
5 YEARS	8.1%	13.4%	2.3%
10 YEARS	7.6%	10.2%	3.7%
20 YEARS	7.9%	6.5%	4.7%

**U.S COLLEGE & UNIVERSITY AVERAGE ANNUAL RATE OF RETURN**

ENDOWMENT AMOUNT (in millions)	10 YEAR
> \$1,000	5%
\$501-\$1,000	4.6%
\$101-\$500	4.4%
\$51-\$100	4.4%
\$25-\$50	4.5%
< \$25	5%

Source: 2017 National Association of College and University Business Officers (NACUBO) and Commonfund Institute Study of Endowments

**ENDOWMENT PERFORMANCE ALLOCATION**



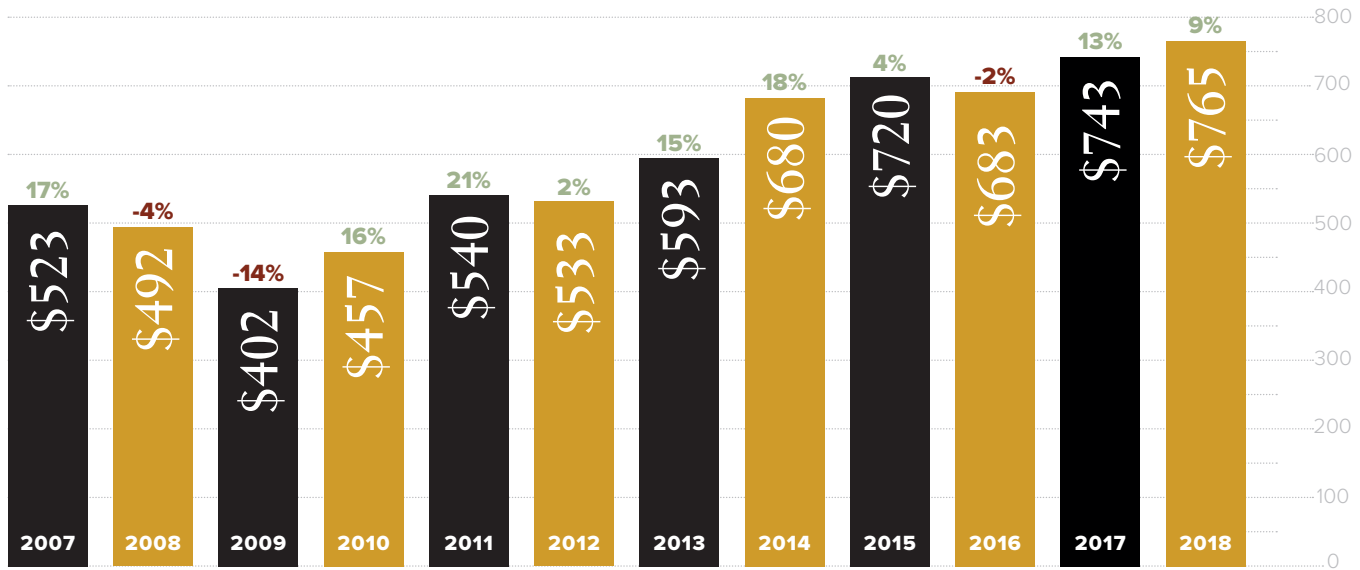
- 29%** Domestic Equities
- 20%** International Equities
- 14%** Cash & Fixed Income
- 13%** Private Equities
- 11%** Absolute Returns
- 7%** Hedged Equities
- 6%** Real Assets

**HOW COLORADO COLLEGE MANAGES ITS ENDOWMENT**

The college’s endowment is overseen by the Colorado College Board of Trustees Committee on Investments in accordance with college policy, Unified Prudent Management of Institutional Funds Act (UPMIFA), and the rules of prudence. The committee seeks superior investment returns through strategic asset allocation and professional investment management. The committee monitors the 29 external professional investment firms that manage the college’s assets and makes changes when appropriate to rebalance the college’s portfolio, with guidance from Monticello Associates, the college’s investment consultant.

## ENDOWMENT PORTFOLIO MARKET VALUE & INVESTMENT RETURN

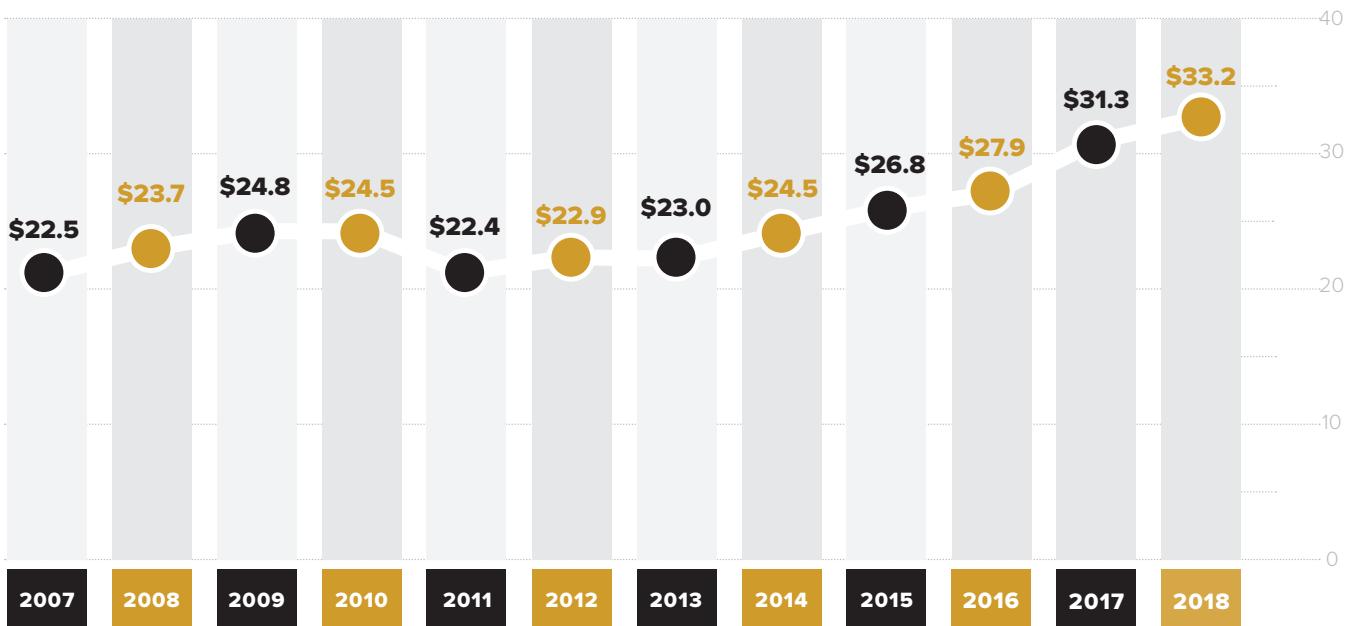
(In Millions)



Market value amounts (in millions) include market return, gifts received, payout, and fees.  
 Percentages include trust investments and solely represent investment returns.

## TOTAL FISCAL YEAR PAYOUT

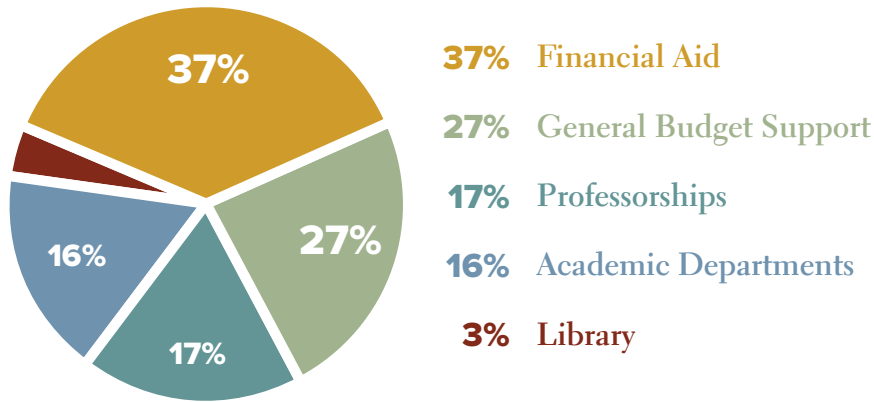
(In Millions)



## HOW SPENDABLE INCOME IS CALCULATED

The college's Board of Trustees develops a spending policy that balances the current needs of the school with the prudence of saving for the future. The policy defines how spendable income is calculated for the college's overall endowment portfolio. These funds are vital to the support of scholarships, professorships, research, the library, and other academic programs and operations.

**COLORADO COLLEGE FISCAL YEAR 2018  
ENDOWMENT SPENDING**



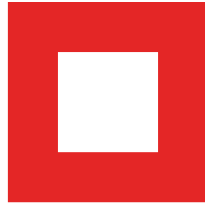
**ENDOWMENT PER STUDENT**

*How Colorado College Stacks Up to Peer Institutions*

COLLEGE	ENDOWMENT PER STUDENT (2017)**	OVERALL ENDOWMENT IN MILLIONS (2017)*
BOWDOIN COLLEGE	\$803,925	\$1,456
HAMILTON COLLEGE	\$480,509	\$906
MIDDLEBURY COLLEGE	\$427,708	\$1,074
COLBY COLLEGE	\$417,409	\$775
CARLETON COLLEGE	\$409,376	\$828
DAVIDSON COLLEGE	\$395,692	\$716
WHITMAN COLLEGE	\$367,061	\$518
<b>COLORADO COLLEGE</b>	<b>\$355,416</b>	<b>\$743</b>
MACALESTER COLLEGE	\$350,321	\$700
WESLEYAN UNIVERSITY	\$311,196	\$898
LAFAYETTE COLLEGE	\$309,802	\$790
COLGATE UNIVERSITY	\$309,236	\$881
COLLEGE OF THE HOLY CROSS	\$234,018	\$681
BATES COLLEGE	\$140,998	\$251
PITZER COLLEGE	\$130,592	\$137
KENYON COLLEGE	\$115,964	\$209

\*Source: 2017 National Association of College and University Business Officers (NACUBO) and Commonfund Institute Study of Endowments

\*\*The endowment per student is the overall endowment as reported by NACUBO, divided by the number of undergraduates cited in the Common Data Set.



COLORADO SPRINGS  
**Fine Arts Center**  
 at COLORADO COLLEGE

Colorado College and the Colorado Springs Fine Arts Center entered a historic alliance in August 2016. On July 1, 2017, the FAC became the Colorado Springs Fine Arts Center at Colorado College. One goal, by the time the transition formally concludes in 2020, is to reach \$45 million in restricted endowment. Thanks to an outpouring of generosity by those who believe in the FAC, that goal was met during fiscal year 2017. The FAC will continue to build the endowment as a source of sustainable funding. At the same time, the FAC seeks to expand memberships and other sources of operating funds to fully realize the plans laid out through the FAC strategic plan.

For more information about how support for the FAC can make a difference, contact **Mark Hille** at (719) 659-9735 or [mhille@coloradocollege.edu](mailto:mhille@coloradocollege.edu).

<b>GIFTS TO THE FAC FOUNDATION AND CC RESTRICTED ENDOWMENT</b>	<b>OVERALL AMOUNT</b>
CC Endowment Commitment (as of 6/30/18)	\$22,455,333
FAC Foundation Endowment Balance (as of 4/30/18)	\$16,688,000
<b>Total Combined Current Endowment</b>	<b>\$39,143,333</b>
Pledged Gifts Since Alliance (not already included in Foundation balance)	\$ 6,000,000
<b>Adjusted Combined Pledged Endowment</b>	<b>\$45,143,333</b>
Goal for Total Combined Endowment by 2020	\$45,000,000
<b>Goal Exceeded by</b>	<b>\$ 143,333</b>