

## ACS Environmental Division Endowment Fund

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The total value of the endowment fund as of 6/30/96 was \$ 153,791.79. This amount consists of the following:

Vanguard Fund	\$ 35,443.95
Fidelity Investments	\$ 84,398.84
ACS Investment Pool (12/31/95)	\$ 18,949.00
Loan to Division	\$ 15,000.00
<b>Total</b>	<b>\$ 153,791.79</b>

The following summarizes the inflation-adjusted investment since March, 1994. The difference between the actual market value on 6/30/1996 and the inflation-adjusted value is the amount that is potentially available for special projects.

Date	Endowment Value, \$	Inflation/Year %	Inflation Adjusted Basis, \$	Potential Special Projects Fund, \$
3/1994	129,634.95		129,634.95	---
12/31/94	130,255.43	2.7(9 months)	132,260.06	---
6/30/95	143,365.45	2.6(6 months)	133,979.44	9,386.01
6/30/96	153,791.79	3.0(est.)	137,998.82	15,792.97

Thus, on June 30, 1996, we have available \$ 15,793 for use on special projects if the Executive Committee so decides.

Since we had such a bad operating loss last year and had to borrow from this fund to cover expenses, I have examined our current cash flow. We should be able to repay the \$ 15,000 to the investment account. Subsequently, I propose that we make available up to \$7,500 for special projects. Proposals for these will be approved by the executive committee.

I suggest retaining the remainder as a reserve for 1997 because of the anticipated high programming costs. Although our new budget/preprint model seems to be working well in controlling costs, I would like to get another year of experience before committing all our available funds.