



Welcome, and thank you for joining our live Zoom update

Participants will be put on mute once the call begins

Staff will be monitoring the chat room, should you have a question during the presentation

We have reserved time at the end for questions and sharing

The meeting will begin soon



**SOUTH DAKOTA**  
**COMMUNITY FOUNDATION**



# State of the Foundation

February 7, 2023



# 2022 A Year In Review

- 35<sup>th</sup> Anniversary Celebration
- Board Member Updates
- Grantmaking News
- Launch of Freedom Scholarship
- Development Update
- Financial Update
- Investment Objectives
- Washington Update



# 35<sup>th</sup> Anniversary Celebration

- Event in Pierre October 2022
  - Current & Former Board Members
  - Legacy Society Members
- Highlights of our past
  - 1987: McKnight & 3M Challenges
    - Seeded our South Dakota Fund
  - 10-Year Anniversary
    - Launched our Community Savings Account Program (CSA)
- Launch of Vision 35 Campaign
  - \$3.5 Million Goal
  - Avera: \$350,000 to launch the effort
  - Gail & Delores Miller Charitable Fund: \$1.2 million in matching funds
  - \$150,000 Available Each Year in Challenge Dollars



# Board Member Updates

## Said Goodbye



Charles Hart,  
Rapid City



Maree Larson,  
Brookings



Stanley Porch,  
Wanblee

## Welcomed



Marci Burdick,  
Rapid City



Linda Erickson,  
Sioux Falls



Don Roby,  
Watertown



# Grantmaking Programs

- South Dakota Fund
  - Competitive Grant Program
  - Accepts applications throughout the year
  - Awarded \$660,000 in 2022
  - Grants range from \$2,000 - \$20,000
  - Economic Development, Health, Human Services, Education & Cultural Programs
  
- Nonprofit Savings Account Grants
  - Competitive Grant Program
  - Awarded \$140,000 in n 2022
  - Nonprofit Endowment Challenge Grants
  - Up to \$20,000
  - \$1 for every \$4 raised



# Grantmaking News

- Beyond Idea Grant (BIG) Program Launched
- Partnership with the Bush Foundation
- Community based Problem-solving Grants
  - \$1.2 Million a Year
  - 6 Years
  - \$5,000 - \$100,000
- Inaugural Round in 2022
  - 133 Applications
  - Requesting \$10.6 million
  - Awarded 14 totaling \$1.2 million
- 2023
  - Two Rounds: March 1 & August 1
  - \$1.2 million will be awarded



# Scholarship Program Overview

- South Dakota Community Foundation Scholarships
  - 320+ Individual Funds
  - Awards \$600,000+ annually
  - Criteria & selection committees vary
- South Dakota Education Access Foundation
  - Supports need-based scholarships and other educational programs
  - Awards \$2.2 million annually
  - Advisory board sets criteria and objectives





# Scholarship Program Overview

- Build Dakota Scholarship Program
  - Support technical education in high-need workforce areas
  - Awards \$5 million annually
  - Three-year work commitment in SD
  - Governor-appointed board sets criteria
  - Converts to a loan if obligations are not met
- Freedom Scholarship Program
  - Need-based Scholarships for Public & Private Schools in South Dakota
  - Awards \$5 million annually
  - Three-year work commitment in SD
  - Governor-appointed board sets criteria
  - Converts to a loan if obligations are not met



# Fund Development

## 2022 Development Snapshot

- 82 New Funds
  - Agency Endowment Funds
  - Community/Nonprofit Savings Accounts
  - Designated Funds
  - Donor Advised Funds
  - Scholarship Funds
  
- Over 3500 Individual Gifts
  
- Completed a variety of both standard and complex gifts totaling nearly \$80 million
  - Cash
  - Stock
  - Land
  - Tangible Personal Property



# Community Savings Accounts (CSAs)

- 85 CSA Partners
- CSA Endowed Assets: \$45 million
- CSA Donations in 2022: over \$2.8 million
- CSA Grant Awards in 2022: \$1.6 million
  - 561 grants to local nonprofit & charitable causes

## CSA Challenge Grant Update

### Met in 2022:

Columbia Community Foundation

Faith Area Community Foundation

FF Gregory Community Foundation

FF Jones County Community Foundation

New Underwood Community Foundation

### Ongoing Challenges:

Aberdeen Area Community Foundation

Arlington Community Foundation

Armour Community Foundation

FF Burke Community Foundation

Harding County Community Foundation

Willow Lake Community Foundation



# Nonprofit Savings Accounts (NSAs)

➤ 29 NSA Partners

➤ \$580,000 Awarded in Challenge Grants

## **Met in 2022:**

South Dakota Railroad Museum

Leadership South Dakota

Love INC of the Black Hills

## **Ongoing Challenges:**

Post 22 Baseball Foundation

Meals on Wheels Western South Dakota

Northern Prairies Land Trust

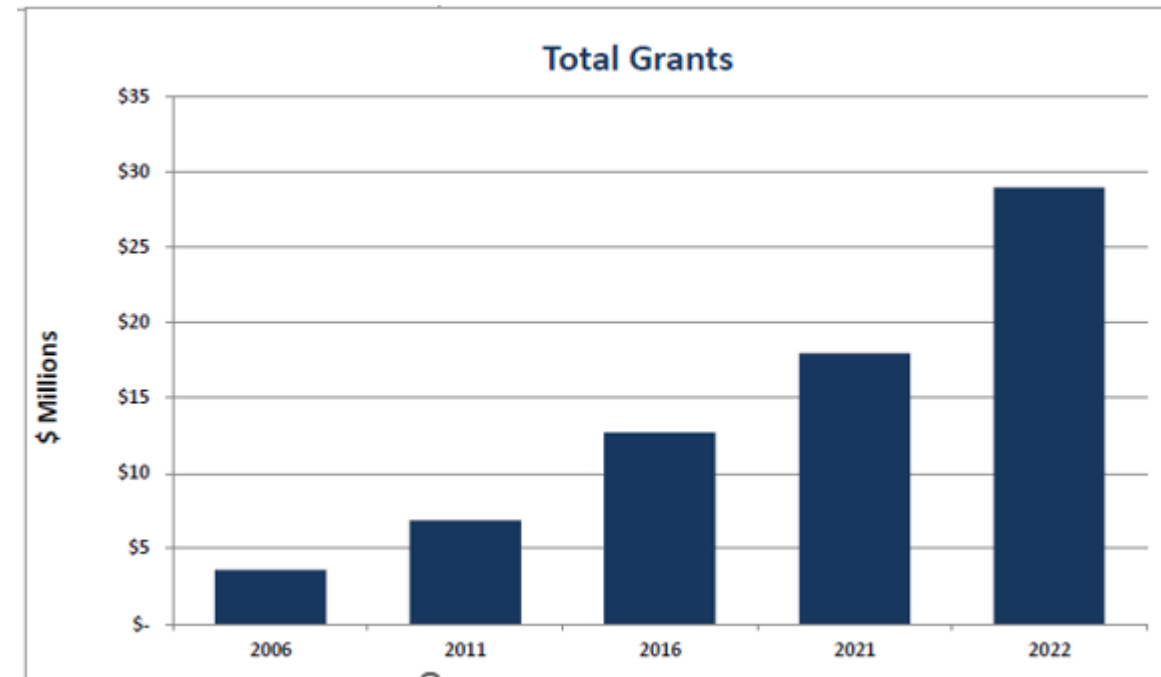
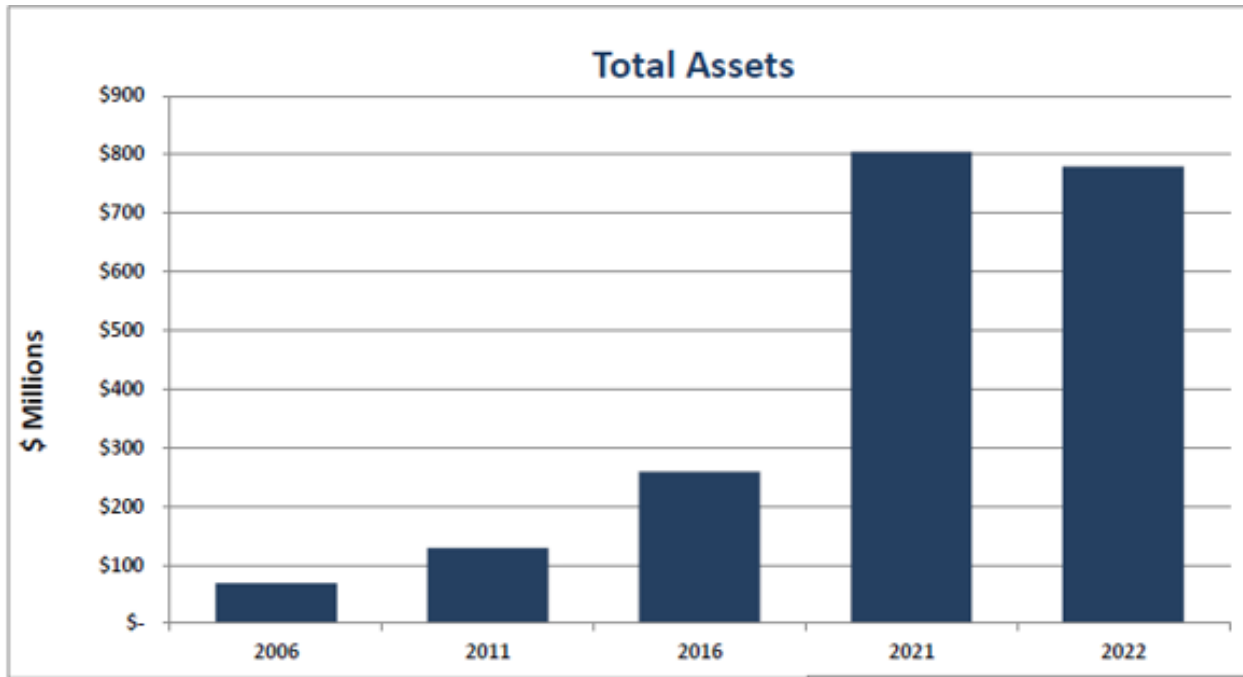
Ground Works & SD Ag in the Classroom

Herreid Area Housing Development, Inc.

Stavig House Museum



# Financials



# Investment Objectives

- Protect donors' gifts
- Provide a steady stream of income to charitable and nonprofit causes
- Produce growth in the fund value over time



# Washington Update

## Secure Act 2.0

- Required Minimum Distribution Age increases from 72 to 73
- Enhanced IRA Qualified Charitable Distributions
  - Individuals aged 70 ½ or older can still gift up to \$100,000 a year directly to charity
  - Secure Act 2.0 allows for one-time \$50,000 transfer from an IRA to a charitable remainder trust (CRT) or a charitable gift annuity (CGA)





Wrap-Up & Questions

Thank You for Attending!