

Vermont Student Development Fund
Summary Financial Statements (Unaudited)
Three Months ending 9/30/2018

In \$1,000's

Balance Sheet as of:

6/30/18

9/30/18

Assets

Cash and equivalents

 Checking

\$ 1,133 \$ 599

 Money market/trust

5,243 6,230

 Total cash and equivalents

6,376 6,829

Investments (at market)

 Endowment investments

5,856 6,052

 Total investments

5,856 6,052

Total assets

\$ 12,232 \$ 12,881

Liabilities and net position

Liabilities

 Deferred revenues

6,179 6,687

 Due to (from) VSAC

1 1

 Total liabilities

6,180 6,688

Net position

6,052 6,193

Total liabilities and net position

\$ 12,232 \$ 12,881

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Three Months ending 9/30/2018

In \$1,000's

	Qtr end <u>9/30/17</u>	Qtr end <u>9/30/18</u>
Income statement for the three months ending:		
<u>Revenues</u>		
Interest and dividends	\$ 29	\$ 30
Unrealized gain(loss) on investments	133	166
Federal and State scholarship funding	858	890
Other gifts and contributions	1,540	1,351
Total revenues	<u>2,560</u>	<u>2,437</u>
<u>Expenses</u>		
Scholarship disbursements	2,145	2,296
Net surplus(deficit) for period	<u>415</u>	<u>141</u>
Net position, beginning of period	5,392	6,052
Net position, end of period	<u><u>\$ 5,807</u></u>	<u><u>\$ 6,193</u></u>

Notes:

- 1 VSDF is a component unit of Vermont Student Assistance Corporation (VSAC). The financial statements of VSAC are audited for the year ending 6/30/18. While VSDF is included within the scope of this annual audit a separate opinion is not issued for it; therefore these statements should be considered unaudited. All interim period statements presented are unaudited.
- 2 Investments are presented at cost adjusted for unrealized gains or losses.
- 3 Deferred revenues represent scholarship funding received which has not been disbursed to students. Generally VSDF scholarship revenues are recognized as awards to students are disbursed, not at the time contributions/donations are received from funding agencies and donors.

Vermont Student Development Fund
Cash and Investment Summary (Unaudited)

In \$1,000's

As of:	<u>6/30/18</u>	<u>9/30/18</u>
Scholarship checking - Keybank	\$ 1,133	\$ 599
Scholarship money market - TD Bank	5,243	6,230
Total non-endowment cash	<u>6,376</u>	<u>6,829</u>
 VSDF permanent endowment - Vanguard		
Equity investments	3,472	3,676
Fixed income investments	2,384	2,376
Total endowment	<u>5,856</u>	<u>6,052</u>
 Total cash and investments	<u>12,232</u>	<u>12,881</u>
 Total VSDF assets	<u>\$ 12,232</u>	<u>\$ 12,881</u>

Notes:

- 1 VSDF maintains funds received for annual scholarships and for termed endowments primarily as cash or money markets, due to the relative immediacy of their use.
- 2 VSDF maintains funds and investments associated with its permanent endowment program in one account. Total annual permitted use is calculated and approved once a year. Cash needed to fund scholarship disbursements are transferred to checking as needed. The asset investment allocation for the periods presented and the allocation recommended per VSDF's current (4/18/16) investment policy are as follows:

Asset allocation - VSDF endowment investments

Cash	0.0%	0.0%
Equity investments	59.3%	60.7%
Fixed income investments	40.7%	39.3%
	<u>100.0%</u>	<u>100.0%</u>

VSDF Investment Policy Allocation

	<u>Range</u>	<u>Target</u>
Cash	0-5%	1%
Equity investments	55-65%	60%
Fixed income investments	35-45%	39%