

BLACK HILLS

AREA COMMUNITY FOUNDATION

\$

THE ART OF
GIVING

D

DIGNITY
SOUTH DAKOTA

THERE IS

HOPE

IN THE BLACK HILLS

CONTENTS

LOCAL GIVERS



P.10 Bob Paulson, 2015 Vice Chair of Black Hills Area Community Foundation and member of Black Hills by Choice welcomes the crowd at their most recent philanthropic gathering.

HOPE IN RAPID CITY



P.4 The Diehls created an endowed fund, investing in lasting HOPE for The HOPE Center in Rapid City.

2015 IN REVIEW

This was a year of transition for the Black Hills Area Community Foundation. While our organization was searching for a new Executive Director, we were presented with the possibility of joining with the South Dakota Community Foundation in Pierre where we would have been managed as a fund within their organization. Our Board of Directors spent many hours reviewing and redefining the strategic direction of the Black Hills Area Community Foundation, gathering input from our donors, nonprofit organizations, former Board members and community leadership throughout the Black Hills region. After this process, our Board of Directors decided to remain as we are – committed to being an independent Community Foundation that specifically focuses on our geography. We believe that our consistent presence, our local knowledge provided by our Black Hills based Board of Directors and staff, and our complete commitment to the area we serve provides premier donor service and nonprofit sector leadership as the LOCAL Black Hills Area Community Foundation.

HOPE is defined as 'a feeling of expectation and desire. The Black Hills Area Community Foundation was launched in 2006 and as we move into 2016, we are filled with HOPE and expectations as we grow and enter a new chapter of our history. We have a new Executive Director, Liz Hamburg, a dynamic Board that includes new members as well as recommitted past Board members. As you read the cover story of our donors Rob and Debbie Mudge, the story of our new endowment partner, the HOPE Center, and the excitement and expectations of Black Hills By Choice giving circles, we HOPE that you will share our excitement as we work to expand our presence and impact throughout the region.

~ Karen Simmons-Parks, Board Chair

3

DIGNITY

THE GIFT OF SCULPTURE TO INSPIRE ALL PEOPLE.

5

DONOR STORIES

MANY DONORS, DIFFERENT PASSIONS, ONE COMMUNITY

9

BLACK HILLS BY CHOICE

A COMMUNITY OF GIVERS, WORKING TOGETHER TO GROW PHILANTHROPY

11

LEAVE YOUR LEGACY

LEARN HOW YOU CAN GIVE FOR GENERATIONS TO COME

13

BOARD & STAFF / FINANCIALS

CURRENT STAFF, AND 2015 BOARD MEMBERS

YOUNG AND GIVING

LOCAL GIVING

The first round table conversation at Hay Camp Brewery April 21st, 2016. A group of young professionals in the Black Hills came together at a local brewery to discuss creating a giving circle.

THE POWER OF GIVING CIRCLES

The power of giving together is strengthened even more by forging a bond between young community members & the Black Hills Area Community Foundation.

Giving Circles have developed into a powerful philanthropic movement over the past 10 years in the United States. In a recent study it was found that donors say they give more dollars more strategically and are more knowledgeable about charitable organizations and issues in their communities when they participate in giving circles.

Kassie Mckie Schiffermiller understands this idea and has taken on the exciting task of creating a new generation of givers, along with the help and guidance of the Black Hills Area Community Foundation. During the initial meeting of 20 local young professionals Kassie stated "I am so happy to have so many people interested in learning more and creating a giving society that is more suited to our younger generation."

Giving circles exemplify a face of individual philanthropy in their diversity, flexibility, passion and spirit. One participant from the meeting commented they were "drawn to the opportunity to pool their dollars together for a greater impact, and a chance to engage more deeply in the community."

For more information on joining a giving circle of the Black Hills Area Community Foundation or creating one of your own, please visit www.bhacf.org or call us at 605-718-0112.

DIGNITY

AS IN THIS ARTIST RENDERING DIGNITY WILL BE PLACED HIGH ON A BLUFF ABOVE THE MISSOURI RIVER WITH THE EARTH, SKY AND WATER SURROUNDING HER, DIGNITY IS MEANT TO HONOR ALL PEOPLE, BY CELEBRATING THE NATIVE CULTURES OF THIS LAND. UPON COMPLETION, SHE WILL BE GIVEN AS A GIFT TO THE STATE OF SOUTH DAKOTA FROM NORM AND EUNABEL MCKIE.



Installation of Dignity is projected for the fall of 2016.

"DIGNITY was created for three reasons: Inspire all people to maximize their lives, prevent suicide, and increase South Dakota tourism."
Norm and Eunabel McKie

INSPIRE



Dignity's location at South Dakota's Lewis and Clark Visitor Center in Chamberlain, SD provides an iconic view from I-90 while offering a gathering place for interpretation.

2

PREVENT

Financial Advisor Eric Lee referred Norm and Eunabel McKie to the Black Hills Area Community Foundation to serve as a Fiscal Sponsor for this work. Facilitating this contribution through our Foundation offers tax benefits without the expenses related to establishing a private foundation.

INCREASE



Sculpture artist Dale Lamphere has been working with Norm and Eunabel McKie and Landscape architect Patrick Wyss on this project.



Norm McKie



Dale Lamphere, Norm & Eunabel McKie, Patrick Wyss



Dale Lamphere



HELPING HANDS

Doug Diehl, a retired pastor since 2013, saw the need to help people affected by homelessness in downtown Rapid City. He witnessed people needing a safe place to retreat during the day and a lot of them would take retreat at his church, First United Methodist.

“It was a God thing” says Doug Diehl, co-founder of the Hope Center in Rapid City. “I had a passion since college to do something with the Native Americans. It wasn’t until after I started the Hope Center that I realized God had answered that passion.”

Doug & his wife Dawn listened carefully to the entire community, those affected by homelessness, their congregation and many other stakeholders in downtown Rapid City.

So, instead of tearing down the building next to the church, they repurposed the building for a day center. A government grant and a grant from John T. Vucurevich Foundation helped renovate the building for its new use.

The HOPE Center is a day center which offers unique and crucial services in the community for those living in poverty, people without homes, and individuals without hope. “Rapid City is at a 16% poverty rate; this isn’t going away. People need help and a safe place,” says Anna Quinn, Executive Director of the HOPE Center.

The primary services offered at the HOPE Center include a mailing center, a telephone/messaging center, and short and long-term storage. This year, with the help of the Leadership Rapid City 2014 class, the center will begin offering laundry services.



Dawn Diehl sorting mail at the HOPE Center



Anna Quinn, Executive Director, The HOPE Center

Once the HOPE Center was established, Doug & Dawn knew they needed to plan for the future stability of the center. They realized that establishing an endowment for the center would allow for that stability, but didn’t know where the funds to start such a fund would come from. Unexpectedly, through the difficulty of a family member’s decline in health and the sale of a house, Doug & Dawn realized they had the funds needed to start an endowment. This would be the way they could secure the HOPE Center for years to come and give Rapid City’s homeless HOPE for the future!

SEEING HOPE

Deb & Rob Mudge

"You feel proud when you see there is HOPE through others sharing in philanthropy."



+DONOR STORIES

ROB & DEB MUDGE SAY THEIR PHILOSOPHY ON GIVING IS SIMPLE, "THOSE WHO ARE FORTUNATE SHOULD BE HELPING THOSE WHO ARE LESS FORTUNATE."

Rob and Deb Mudge have a great philosophy on giving. Rob said "Those who cannot fend for themselves, should be helped by those of us who can."

When their business became successful they made the decision to give back by helping the less fortunate. In doing this, Rob has served on the board of Black Hills Works for 20 years. Not only is he an active board member, but he also helps by having his business design equipment to help people with limited abilities be able to work efficiently.

Rob and Deb have also volunteered their time to the Children's Home Society. They take the children water skiing each year and this helps to build trust with kids who don't have much. Rob says "You can show them that a husband and wife can be caring, trusting;

they can love, teach and nurture a child, rather than use and abuse. Seeing the growth of the kids, it touches your heart and makes an impact just by spending time with them."

But things don't happen without writing checks. The Mudge's manage their giving to several local organizations through a Donor Advised Fund with the Black Hills Area Community Foundation. As their giving continued to grow - they needed a process and the right tools to help. The Donor Advised Fund makes it easy.

Rob and Deb create HOPE and also set a philanthropic example for their children and their employees. They teach their kids and families how to give back by involving them in volunteering at local charities. At their business they lead by example and also write

letters about the impact of giving that are included in the employee bonus checks. And from that they have seen their employees share and participate in giving back to the community. In following Rob and Deb's example, an employee's child needed some extensive medical care over an 18-month period, and the other employees stepped up to give their own money to help with the financial strains on that family. Another example of the employees' philanthropic efforts is demonstrated on Bosses Day, when they give back to the community in the Mudge's name. "To receive a gift of philanthropy from our employees brings tears to my eyes. You feel proud when you see there is HOPE by others sharing in philanthropy."



Arlene Ham, donor of the Field of Interest Fund for Women & Children

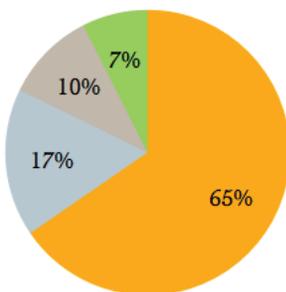
Black Hills Area Community Foundation is proud to announce the establishment of a new field of interest fund that will support the needs of our region. A generous donation from long-time Black Hills resident and community leader, Arlene Ham, became the initial contribution to the Arlene Ham Fund for Women and Children. This fund is designated to provide grants, year after year, to non-profit organizations that support the needs of women and children in the Black Hills. Additional donations can be made to this fund through the Black Hills Area Community Foundation, providing more resources and support to Women and Children in our region.

“We are proud to be working with Arlene to establish this resource for the Black Hills area non-profits and the women and children they serve. Her generosity will provide HOPE and will impact many generations of women and children in our region,” stated Liz Hamburg, Executive Director of the Black Hills Area Community Foundation.

Field of interest funds allow donors to give to a cause they are passionate about without having to identify a specific organization.

GRANTS

- Social Services
- Scholarships & Education
- Other
- Arts & Culture



DONATE

NO ACT OF
KINDNESS,
NO MATTER HOW SMALL,
IS EVER WASTED.



Youth Show at Central States Fairgrounds.



GIVE

DONT GIVE TO GET,
GIVE TO INSPIRE
OTHERS TO GIVE.

The Central States Fair Foundation is a nonprofit organization helping the community by providing youth scholarships and financing improvements to the county owned fairgrounds.

The Fairgrounds bring tens of thousands of visitors to the area each year.

Haven Stuck, Central States Fair Foundation President says “We are excited to partner with the Black Hills Area Community Foundation, which will provide professional investment services and a perpetual endowment to assist with our mission.”

2015 QUALITY OF LIFE GRANTS

Totaling Over **\$69K** Awarded to:

- Black Hills Habitat for Humanity
- Boys & Girls Clubs of the Black Hills
- Chamber Music Festival of the Black Hills
- Cornerstone Rescue Mission
- Crisis Intervention Shelter Services
- Lutheran Social Services
- Northern Hills Alliance for Children
- Northern Hills Area CASA
- Northern Plains Eye Foundation
- Rapid City Club for Boys
- Rural America Initiatives
- Working Against Violence (WAVI)
- Youth & Family Services (YFS)



2015 SCHOLARSHIP RECIPIENTS

Arete Scholarship In memory of Kevin J. Morsching - St. Thomas More Award - \$1,000
· Matthew Eastmo

Arete Scholarship In memory of Kevin J. Morsching - Post 22 Award - \$500
· John Zastrow

Hunter J. Lewis Memorial Scholarship – \$1,000 scholarship
· Hannah Pinkerton – Custer, SD

Rapid City Foundation Scholarships – 7 scholarships of \$1,000 each

- Amanda Ruiz
- DeVaughn Pearson
- Elizabeth Powell
- John Falcone
- Marissa Hirschert
- Megan Serr
- Vaughn Vargas

Harold & George “Elbert” Newton Memorial Music Scholarship – \$2,000 scholarship
· Hannah Lessly

Sarah Stevens Scholarship – \$500 scholarship
· Shelby Stotz

Black Hills Chapter – South Dakota Engineering Society – \$2,000 scholarship
· Erik Scott Vik

2015 ENDOWED ORGANIZATIONAL FUNDS - TOTALING OVER \$5.3 MILLION

CURRENT AS OF 4/30/2016

- Big Brothers Big Sisters of the Black Hills Fund
- Central States Fair Foundation Fund
 - Chapel in the Hills Fund
- Children’s Home Foundation Fund
 - Dakota Choral Union Fund
 - Diabetes Inc. Fund
- Fall River Historical Society Fund
 - Feeding South Dakota Fund
- Friends of South Dakota Public Broadcasting Fund
 - Front Porch Coalition Fund
 - Dakota Horizons Girl Scouts Fund
- Historic Homestake Opera House Fund
- Humane Society of the Black Hills Fund
 - Lifeways Endowment Fund
 - Make-A-Wish South Dakota Fund
- Mammoth Site Fund
- Rapid City Arts Foundation Fund
- Rapid City Library Foundation Fund
 - Re-Member Fund
- Rural America Initiatives Fund
- South Dakota Humanities Council Fund
 - St. Francis Foundation Fund
 - WAVI Fund
- WDTI Foundation Fund
 - Wellspring Fund
- Western Resources for Independent Living Fund
 - Founders Park Memorial Fund
 - Dawn and Doug Diehl HOPE Center Fund
 - Landon Fund for the Black Hills Playhouse
 - Youth and Family Services Fund

Chamber Music Festival of the Black Hills provides HOPE for kids. "Giving our time and efforts to the community has been the easiest parts of our work", says Michael Hill of the Chamber Music Festival of the Black Hills. Michael grew up in Rapid City and benefitted greatly from many who gave their time and talents to him. Dawn Marie Edwards of the Chamber Music Festival has been involved in the community since 1989 and has seen how hard the area teachers work for the benefit of their students. The Chamber Music Festival of the Black Hills efforts continue throughout the year to provide excellent interactive programs that are relevant to children in the area. One hundred percent of their educational programs are presented free of charge to the children and community partners.

"We use our programs as a tool to open the doors of opportunity," stated Michael Hill.

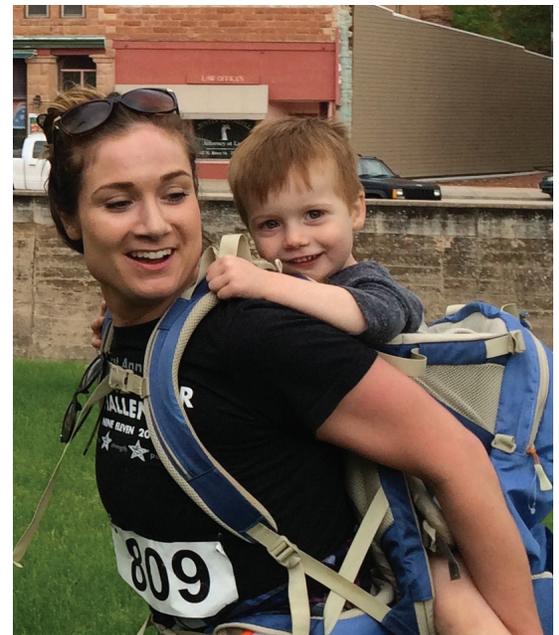
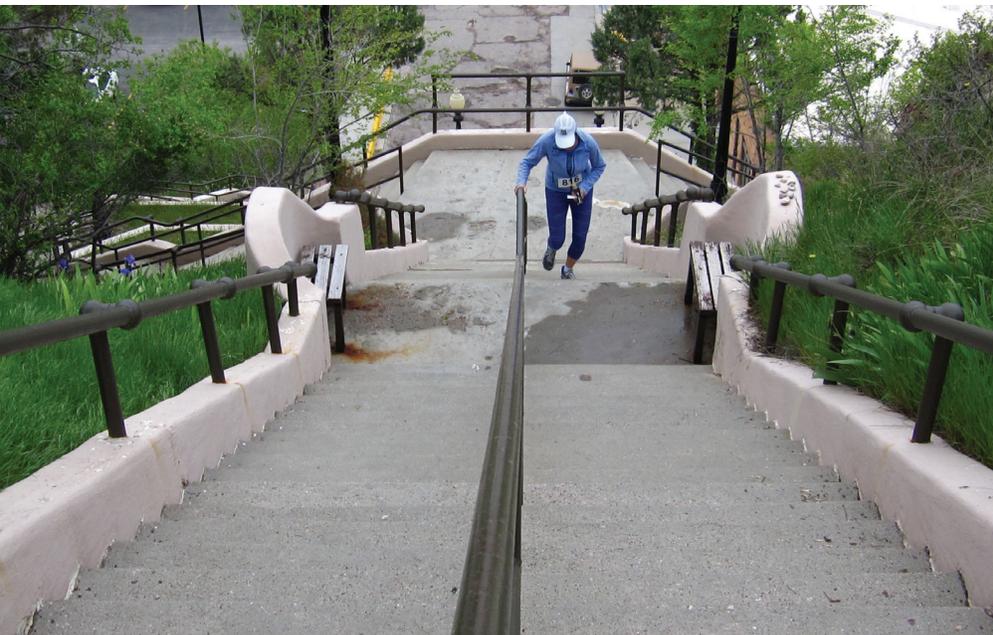
Their work with the Black Hills Area Community Foundation began in 2010 when they needed a fiscal sponsor to expand their festival activities throughout the Black Hills. In designing their long-range plans, an endowment with the BHACF seemed the next responsible step. Michael stated, "Through an



Children learning about the Bass at the Musical Petting Zoo

endowment, supporters of a strong program feel secure that their efforts will continue for many years to come."

By establishing their endowment with the Black Hills Area Community Foundation, their patrons have confidence that their gifts are safe, secure and will continue to serve the community. Interest generated is available annually to the group forever. "It's a great tool for our patrons considering their planned giving needs," says Michael.



Challenge! Hot Springs is dedicated to supporting and sponsoring active events in and around Hot Springs, South Dakota, with an emphasis on stair climbing and start-up events.

Challenge! Hot Springs currently supports the annual Memorial Stair Challenge (every year on Memorial Day) and Light & Fright (pre-Halloween celebration), both benefiting the Boys and Girls Club of Hot Springs, as well as the Nine Eleven Grand Stair Challenge (every year on September 11th), currently benefiting Challenge! Hot Springs.

"We hope that folks will join us on Memorial Day when we support our local Boys and Girls Club and honor America's fallen heroes by having the courage to get strong!" says Dorothy Jean (Dusty) Pence.

Challenge! Hot Springs also sponsors the Hot Springs Rotary Club's brand new stair climbing race, Climb Hot Springs. Save the date, September 24, 2016, for the first ever Climb Hot Springs Race! This seven mile race with five stair climbs and two big hills is the second of its kind in the nation! There will also be a three mile, two flight option—challenging enough, and both options are simply gorgeous!

Additional plans include establishment of an ongoing fund to maintain Hot Springs' historic stairways and an inventory of event materials to share with local groups.

"We are proud and grateful to be affiliated with Black Hills Area Community Foundation, our fiscal sponsor," says Dusty Pence.



\$22K+

BLACK HILLS BY CHOICE GRANTS AWARDED TO:

SEEKLEARN GROW

ARTEMIS HOUSE

FEEDING SOUTH DAKOTA

YOUTH & FAMILY SERVICES

BEHAVIOR MANAGEMENT SYSTEMS

RAPID CITY PUBLIC SCHOOL FOUNDATION

BLACK HILLS CHILDREN'S HOME

CRISIS INTERVENTION SHELTER SERVICES

HELP US GROW! WHAT, WHY, HOW:

WHAT ARE THE MEMBER BENEFITS? You will be invited to several exclusive events each year. These social events will provide opportunities to learn about philanthropy as well as to mix & mingle with BHBC members. At two of the events, the group will choose to fund grants for nonprofit organizations in the Black Hills.

WHY SHOULD I JOIN?

BHBC is a fun way to give and to learn about the work being done to serve the needs of our area. Working together, we grow philanthropy throughout the Black Hills area. Meet others who live in our Black Hills by choice.

HOW DO I GET STARTED?

A membership requires an annual unrestricted gift to the BHACF of a minimum of \$1,000 per membership (couple or single). These funds will be used by Black Hills by Choice members to direct grants twice a year and to help grow the philanthropic efforts of our foundation. BHACF will remind you annually when your membership is due.

Black Hills by Choice held two events in 2014, gifting over \$10,000 to area charities. In 2015, this circle of givers grew and they were able to gift over \$22,000 to Black Hills area charities.

Black Hills by Choice is the Black Hills Area Community Foundation's giving society comprised of people who care deeply about our community and understand that philanthropy helps preserve the unique heritage and character of this region. Bob Paulson, member of BHBC and the Vice Chair of Black Hills Area Community Foundation said "Those of us who 'chose' the Black Hills area, by moving here to work or retire, or by staying here after graduating, have each made a lifestyle choice: to appreciate and savor the wonderful quality of life that this region offers. BHBC members donate to maintain & enhance our quality of life." Our goal is to create a community of givers who enjoy socializing together and sharing their views of the way that philanthropy improves our community.

BLACK HILLS BY CHOICE HAS THREE OBJECTIVES

1

Socialize, learn and work together to make grants that support the nonprofit organizations in our region.

2

Build a strong community of philanthropists who share their passions and giving preferences.

3

Educate people about the philanthropic work of the Black Hills Area Community Foundation.



GIVING

Sharon Hasvold at the most recent Black Hills By Choice social gathering in March of 2016. Members and new members were invited to view the progress of the Dignity statue and a private tour of the Lamphere Studio in Sturgis, SD.



BLACK HILLS AREA COMMUNITY FOUNDATION

THANK YOU TO OUR 2015 SUPPORTERS

Anonymous (9)
 Stanford Adelstein and Lynda Clark
 Anna Austin
 Margaret Bader
 Darrel A. & Jackie Baker
 Michael and Cindy Baldwin
 Frances and Timothy Becker
 Myrna Becker
 Tracy Benson
 Black Hills Community Bank
 Black Hills Harley Davidson
 Black Hills Pioneer Weekly
 Black Hills Power Inc.
 Black Hills Regional Eye Institute
 Black Hills Surgical Hospital, LLP
 Tami Bondurant
 Jennifer Bray
 Katherine Bray
 Cheryl Brenden
 Todd and Julie Brink
 Gary and Gloria Brown
 Linda Brown
 Richard and Sue Brown
 The Brugger Hillard Group
 Mary and Ray Burnett
 Bush Foundation
 City of Worthing
 Harry and Barbara Christianson
 Dale and Barbara Clement
 Costello Porter Hill Heisterkamp Bushnell & Carpenter LLP
 Custer County
 Dakota Choral Union
 Dave Schmidt Insurance
 Doug and Dawn Diehl
 Daniele Dosch
 Eric Duff
 Eagle Sales of the Black Hills, Inc.
 Economic Development Corporation
 Marcia Elkins
 Deanna and David Emery
 Lois Facer and Eric Abrahamson
 Jane Farrell
 Feeding South Dakota
 Susan Fedell
 First Interstate BancSystem Foundation
 Shirley A. Fletcher
 Robert Fowler
 Fremont County School District / Riverton
 Brenda Fuhrmann
 Jacquelyn K. and Pete Fuller
 Julie Gibbons
 Michael and Susan Guilbert
 Terry and Marcia Graber
 Grace Balloch Memorial Library
 Lia Green
 Dr. Charles Gwinn
 Arlene Ham
 Randy and Liz Hamburg
 Kristi Harris
 Mark and Sharon Hasvold
 Heil Mechanical, Inc.
 Leslie Hildyard
 Joseph and Bonnie Hilt
 Historic Homestake Opera House
 The HOPE Center
 Ashley House
 Everett and Roberta Hoyt
 Mildred Hudson
 J. Scull Construction

Heather Jackson
 John T. Vucurevich Foundation
 Carol Johnson
 Charlene Kass
 Merlin and Roberta Kesselring
 Katherine Kinsman and Steve Zellmer
 Michele Knock
 Clark and Jayne Kraemer
 Ed and Traci Larson
 Kendra and Gary Larson
 Lester Hospitality-Rapid City, LLC
 Eric and Shawn Lewis
 Joanna Logsdon
 Nick Lucas
 Karen Lynch
 MMR Research Associates
 Mammoth Site of Hot Springs SD
 Sheila Martin
 Chris McCormick
 Heather McGough
 Brenda McGruder
 Norman and Eunabel McKie
 Dr. Richard and Gayla Meyer D.D.S.
 Minnesota Community Foundation
 Carolyn and Mark Mollers
 Robert and Deborah Mudge
 Brenda Murphey
 Peter Naseth
 Jerry L. Newton
 Northwest Pipe Fittings, Inc.
 Northwestern Engineering
 Betty Novick
 The Numad Group, LLC
 Dale and Dottie Olson
 Karen and James Olson
 Vivian Ontiveros
 Debbie Pack
 Bob and Cyd Paulson
 Lloyd W. Paulson
 Lynn Paulson
 Suzanne Pearson
 Dusty and John Pence
 Holly Perli
 Pete Lien & Sons
 Brent and Pamela Phillips
 Jon and Mary Pochop
 Catherine Polley
 Margaret Prael and Tom Patterson
 The Physical Therapy Center
 Rapid City Chamber of Commerce
 Rapid City Convention & Visitors Bureau
 Rapid City Telco FCU
 RCS Construction
 Re-Member
 Ernest Reinhold
 William Reynolds
 Thaddius and Elizabeth Richards
 Susanna Roop
 Lesley Rutter
 Thor and Mary Sautter
 Ben and Betsy Sayler
 Rand and Karen Schleusener
 Roger and JoAnne Schriver
 Sabrina A. Schroeder
 Security First Bank
 Fred Parks and Karen Simmons-Parks
 Site Work Specialists, Inc.
 Paul L. Smith, Jr.
 Paula Snook Waetzig

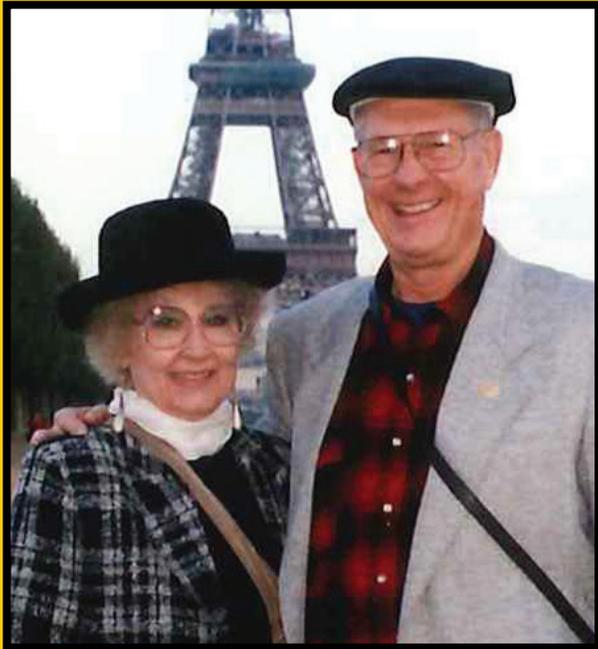
South Dakota Bicycle Coalition
 South Dakota Trust Company Charitable Fund
 Christa and John Spillane
 Michael Stanley
 Stanley J. Johnsen Concrete Contractor
 Jeffery and Sandra Stone
 Karen Stuck
 Studt Electric
 Swan Family Foundation
 Phil and Eva Syverson
 Mike and Jackie Talley
 Anne Taylor
 Tennyson Family Foundation
 United Way of Greater Los Angeles
 US Bank Foundation
 Cathy and Ken Vogebe
 Deanna Vollmer
 Richard and Catherine Wahlstrom
 Craig L. Walz
 Watiki Indoor Waterpark Resort
 WDTI Foundation
 Loni Wells
 William D. Rhodes Foundation
 Roger & Diane Wilson
 Pat Wyss and Jean Selvy Wyss
 Young Professionals Group/ RC Chamber Of
 Commerce

BLACK HILLS BY CHOICE MEMBERS:

Stan and Lynda Adelstein
 Dennis and Lavinne Anderson
 Darrel and Jackie Baker
 Frances and Tim Becker
 Gary and Gloria Brown
 Ray and Mary Burnett
 Harry and Barb Christianson
 Dale and Barbara Clement
 David and Deanna Emery
 Lois Facer and Eric Abrahamson
 Susan Fedell
 Jacquelyn and Pete Fuller
 Ray and Barbara Graham III
 Dick and Lia Green
 Liz and Randy Hamburg
 Arlene Ham
 Mark and Sharon Hasvold
 Marnie and Doug Herrmann
 Joseph and Bonnie Hilt
 Everett and Roberta Hoyt
 Carol Johnson
 Kay S Jorgensen
 Katherine Kinsman and Steve Zellmer
 Michele Knock
 Gary and Kendra Larson
 Richard and Gayla Meyer
 Mark and Carolyn Mollers
 James and Karen Olson
 Fred Parks and Karen Simmons-Parks
 Lloyd Paulson
 Bob and Cyd Paulson
 Margaret Prael and Tom Patterson
 Don and Linda Rydstrom
 Ben and Betsy Sayler
 James and Mary Scull
 Paul L. Smith, Jr.
 Haven and Terri Stuck



HOW TO CREATE A LEGACY



Ed McLaughlin and Doris Marie Strom

Many of us have a desire to leave a lasting impact on the people in our lives and the community we live in.

Creating a legacy fund may be a great way to have a lasting impact on the people and organizations we care about most. A legacy gift, through a will, a trust, a retirement account, property or life insurance policy are becoming more popular as an effective way to leave an ongoing charitable gift while lessening the tax burden on your family and friends.

A legacy fund may be an effective way for you to gift to a charity and lessen the burden of taxes on your family and estate.

A charitable legacy is an instruction written in a will or a trust that directs a gift to be made to a qualified charitable organization at the end of your life. Gifting to the Black Hills Area Community Foundation through your will allows you to identify organizations and areas of interest that you would like to impact forever. Your Legacy agreement with us can be modified at any time by you and then by your successors to direct your contributions without having to revise your will.

You are able to increase the impact of your charitable giving through your estate, without affecting your cash flow today.

LEGACY FUNDS CAN BE CREATED IN SEVERAL WAYS:

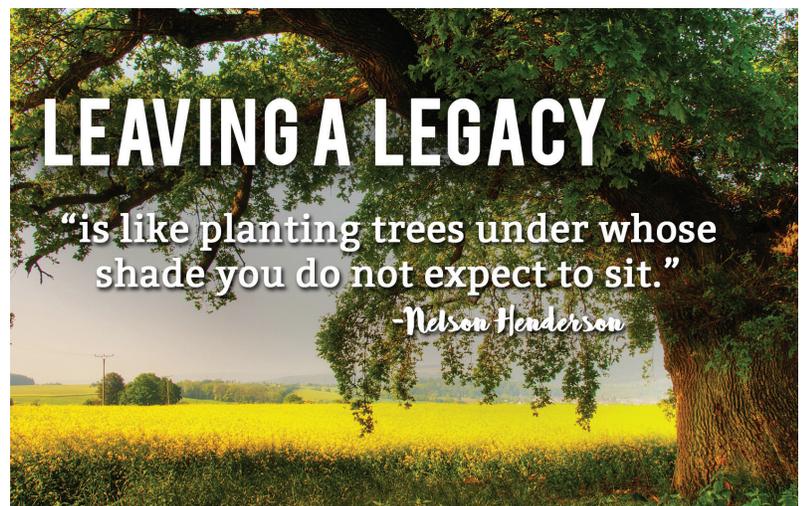
- gift a percentage of your estate
- gift a specific asset (ranch, home, stock, etc.)
- gift a specific dollar amount
- gift an IRA account
- gift an insurance policy

Ed McLaughlin and Doris Marie Strom have both made significant contributions to our region, with time, talents and treasure. To continue their locally focused legacy, they have established an agreement with the Black Hills Area Community Foundation to manage a portion of their estate's assets upon their passing and distribute grants that will benefit future generations. "Working with the Black Hills Area Community Foundation provides assurance that our funds will be responsibly managed and that our giving will continue. By working with our local Community Foundation, we know that our assets will continue to benefit the Black Hills region," stated McLaughlin.

A retirement asset like an IRA account makes an excellent gift to charity. Whereas if an IRA were given to family, unfortunately most of the value could be depleted through estate and income taxes. By making a charity the beneficiary of part or all of your IRA, the full value of the gift is given tax free at the end of your life and your estate receives a charitable deduction as well.

An insurance policy, as an asset of your estate is taxable upon death. However, if the policy is gifted to charity, your estate avoids paying tax on the value of the policy and also receives a charitable deduction.

For a relatively small premium payment, life insurance can help you leave a sizable financial legacy to a cause that you care for deeply.





BOARD & STAFF



Liz Hamburg
Executive Director



Becky Monnens
*Operations & Program
Manager*



Karabeth Borresen
Communications Specialist

2015 BOARD OF DIRECTORS

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STURGIS, SD

Bob Paulson, VICE CHAIR

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PRESIDENT, RUSHMORE MEDIA CO.
RAPID CITY, SD

Richard Wahlstrom

EDWARD JONES
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Jane Farrell

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Mike Guilbert

OPTOMETRIST, DEADWOOD EYECARE
DEADWOOD, SD

Dr. Urla Marcus

BLACK HILLS STATE UNIVERSITY
SPEARFISH, SD

Kitty Kinsman

THE K GROUP
RAPID CITY, SD

Dr. Roger Wilson DDS

ORAL SURGEON, BLACK HILLS ORAL & MAXILIOFACIAL SURGERY
RAPID CITY, SD

FINANCIALS

BLACK HILLS AREA COMMUNITY FOUNDATION

2015 Financial Summary

Financial Highlights for the Fiscal Years ended December 31, 2015 (unaudited) and 2014

GRANTS PAID AND COMMUNITY BENEFIT DISTRIBUTIONS	2015	2014
Grants to Other Organizations	1,286,012	5,721,280
Awards and Grants to Individuals	16,069	16,969
Fiscal Sponsorship and Program Expenditures	800,271	445,770
Expenses Incurred on Behalf of Specific Organizations	(223,204)	(209,900)
Operations for Community Benefit	222,405	248,941
TOTAL	2,101,553	6,223,060 *

STATEMENTS OF FINANCIAL POSITION

December 31, 2015 and 2014

ASSETS	2015	2014
Cash and Cash Equivalents	3,143,187	1,739,005
Accrued Earnings	-	-
Expense Reimbursement Receivable	-	-
Prepaid Expenses	4,093	163
Pledge Contributions Receivable	41,909	59,131
Investments	10,333,465	10,969,282
Mortgage and Interest Receivable	365,270	380,229
Cash Value Life Insurance	33,504	25,136
Deposits	500	1,000
Loan Receivable	60,000	-
Property and Equipment, Net	6,749	43,646
TOTAL ASSETS	13,988,677	13,217,592

LIABILITIES AND NET ASSETS

LIABILITIES	2015	2014
Accounts Payable	10,582	16,541
Payroll Taxes Payable	100	243
Sales Tax Payable	333	2,014
Deferred Revenue	78,000	128,013
Amounts Held for Others	4,086,697	4,398,675
TOTAL LIABILITIES	4,175,712	4,545,486
NET ASSETS		
Unrestricted	5,816,233	4,349,965
Temporarily Restricted	3,738,719	4,064,128
Permanently Restricted	258,013	258,013
TOTAL NET ASSETS	9,812,965	8,672,106
TOTAL LIABILITIES AND NET ASSETS	13,988,677	13,217,592

*Totals include amounts received and distributed on behalf of South Dakota Rancher Relief Fund during 2014.

Audited financial report for 2015 will be available by request after July 31, 2016.

BHACF 2015 audit conducted by Ketel Thorstenson LLP.

Accounting services for BHACF are provided by Casey Peterson & Associates LTD.

GRANTS & SCHOLARSHIPS
FIELD OF INTEREST FUNDS
DONOR ADVISED FUNDS
FISCAL SPONSORSHIPS
LEGACY GIFTING
AGENCY FUNDS
ENDOWMENTS

BLACK HILLS

AREA COMMUNITY FOUNDATION



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