We take our obligation seriously to be responsible stewards of the financial resources in our care. The Foundation’s annual payout requirement for 2019 was $127.4 million. We met this payout requirement by distributing $120.3 million in 2019 for the activities listed below in the chart. The remaining amount of $7.1 million was applied from prior years’ excess distributions.

- **CAPITAL** represents funds used to invest in property, plant and equipment used by the Foundation.

- **DIRECT CHARITABLE ACTIVITIES** represent amounts paid, other than grants, for activities such as education and evaluation that directly benefit Colorado communities.

- **PROGRAM-RELATED INVESTMENTS** represent primarily below-market interest loans made to various local organizations to fund projects that fulfill the charitable mission of the Foundation.

- **OPERATIONS AND ADMINISTRATION** represents administrative expenses including grant administration, financial and investment management, communications, human resources and infrastructure such as office space, equipment and information technology.

- **GRANTS AND CONTRIBUTIONS** represent funds distributed directly to nonprofit and public organizations and do not include expenses associated with grant administration.

- **COMMUNITY INVESTMENT** includes grants and contributions, graduate medical education, capital, direct charitable activities and program-related investments.

The amounts shown represent qualifying distributions as reported on the 2019 Form 990 PF.