

NDCL RECEIVES \$1 MILLION CHALLENGE GRANT

What does it mean?

Who is the donor?

The Edward A. and Catherine L. Lozick Foundation pledged a \$1 million grant to NDCL for its capital campaign, *Igniting a Spirit of Community and Faith*, and other capital projects. Mr. Lozick graduated from Cathedral Latin in 1955 and has supported NDCL through annual and endowment giving.

In April 2008, Sr. Jacquelyn met with the Executive Director of the Lozick Foundation to acquaint him more closely with NDCL and to begin the groundwork for a capital campaign leadership gift. That first visit went so well that Mr. Lozick, along with three colleagues from the Foundation Office, visited NDCL for a site visit in May 2008.

Over the summer months the proposal was prepared and written based on the parameters set by the Foundation and the priorities of NDCL's Capital Campaign. The final proposal was submitted to the Foundation on August 5, 2008. On September 12, Sister Jacquelyn received a congratulatory letter indicating that NDCL was being awarded a \$1 million capital challenge grant.

What is a capital challenge grant?

A challenge grant, in general, "challenges" the recipient to raise monies in order to receive the grant. In other words, The Lozick Foundation will contribute up to \$1 million based upon NDCL's ability to raise monies as well. This type of grant is particularly useful in building a donor base.

How will the challenge work?

The Lozick Foundation has thoughtfully crafted its challenge so that NDCL can maximize its potential. In these times of financial volatility, leadership gifts are more difficult to secure. Consequently, the Foundation has provided an opportunity for all donors to make a leadership impact. Specifically, gifts of \$5,000 or less will be matched by the foundation at 2:1 while gifts in excess of \$5,000 will be matched 2:1 on the first \$5,000 and 1:1 on the gift balance up to \$100,000.

Examples:

Donor Gift	Foundation 2:1 Match	Foundation 1:1 Match	No Match	Total Value of Gift
\$ 1,000	\$ 2,000			\$ 3,000
\$ 12,000	\$ 10,000	\$ 7,000		\$ 29,000
\$125,000	\$ 10, 000	\$95,000	\$25,000	\$ 230,000

Three Year Pledge Period

Donor Pledge	Annual Payment	Annual Match	Gift Value
\$ 1,000	\$ 333	\$ 666	\$ 3,000
\$ 5,000	\$ 1,666	\$ 3,333	\$15,000
\$10,000	\$ 3,333	\$ 6,666	\$30,000
\$15,000	\$ 5,000	\$10,000	\$45,000

By offering the 2:1 match on the first \$5,000 of a donor gift and 1:1 match on the balance between \$5001 - \$100,000, the Foundation accelerates their payout to NDCL which positions NDCL for success.

In order to qualify for the gift, how much money does NDCL need to raise?

The answer to this question is not clear cut. The Lozick Foundation is a three-year challenge. In order to meet the challenge, NDCL needs to raise a minimum \$166,667 annually in cash gifts or equity transfers. The actual amount will vary depending upon the match. The bottom line is: NDCL needs to qualify for a match payout equal to \$333,334 from the Foundation. We want you to know that donor gifts in excess of \$5,000 are desired because Leadership Gifts are the most expedient way to reach NDCL's challenge and campaign goals.

If the first year goal is not met, the Foundation will match the amount raised as stated in the challenge and the balance of the grant is forfeited. The same applies to the ensuing years. Any amount raised over the challenge goal will be applied to the following year's goal.

Does the Challenge Grant apply to previous pledges or payments?

No, the challenge begins with the date of the award on September 10, 2008. However, it is important to note that earlier capital campaign contributions were the necessary foundation that significantly impacted the \$1 million award. NDCL is extremely grateful to those donors who stepped forward this past year. We are hopeful that our alum, friends and families will follow their leadership example.

Can a previous donor make a new pledge/payment and benefit from the challenge?

Yes.

When will NDCL receive the Lozick Foundation Funds?

The Lozick Foundation will make three annual payments of \$333,334 through 2011. The first payment will be received within 90 days of meeting the first goal. Subsequent payments will be received on the anniversary date of the award, September 10th.

How can I make my gift?

Please feel free to contact Leo Hyland, Director of Advancement, to facilitate your gift and payment options. Or, for your convenience, make your payment or pledge online at <http://www.ndcl.org/giving>.

If you would like to discuss the Challenge Grant or have any questions about NDCL's capital campaign, *Igniting a Spirit of Community & Faith*, please feel free to contact Sr. Jacquelyn GUSDANE at 440-286-6226 x 268 or jacquelyn.gusdane@ndcl.org.