We take our obligation to be responsible stewards of the financial resources in our care seriously. The Foundation’s annual payout requirement for 2018 was $121.7 million. We met this payout requirement by distributing $126 million in 2018 for the activities listed below in the chart. The excess distributions included $4.3 million of qualified distributions to meet our charitable mission.

- **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.

- **GRADUATE MEDICAL EDUCATION** represents the investment required to operate the Rose and Swedish Family Medicine residencies, the Transitional Year Internship, the University of Colorado’s Internal Medicine Residency at Presbyterian/St. Luke’s Medical Center Uptown Primary Care, and the Highlands Pediatric Medicine and Surgery Residency. Responsibility for the graduate medical education program was transferred to HCA HealthOne, LLC on Feb. 1, 2018.

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

- **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.

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

- **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 2018 Form 990 PF.