

## Endowment and Restricted Funds – 2019

-Matt Dupre, Treasurer

**General Endowment Fund:** The goal of the General Endowment Fund is to provide some current income (from interest) for the Operating Fund while preserving and growing principal. The majority of historical contributions to the General Endowment Fund have been bequests from parishioners.

In 2010 the value of the endowment increased by 11%  
In 2011 the value of the endowment increased by 4.2%  
In 2012 the value of the endowment increased by 10.8%  
In 2013 the value of the endowment increased by 16.5%  
In 2014 the value of the endowment increased by 10.3%  
In 2015 the value of the endowment increased by 3.0%  
In 2016 the value of the endowment increased by 3.67%  
In 2017 the value of the endowment increased by 16.2%  
In 2018 the value of the endowment decreased by 10.9%  
In 2019 the value of the endowment increased by 19.6%

<b>Value at 12/31/2009</b>	<b>\$300,341</b>
<b>Value at 12/31/2010</b>	<b>\$340,316</b>
<b>Value at 12/31/2011</b>	<b>\$354,610</b>
Reinvested interest, dividends and gains	11,045
Market value increase	<u>27,392</u>
<b>Value at 12/31/2012</b>	<b>\$393,047</b>
Reinvested interest, dividends and gains	12,278
Market value increase	<u>52,418</u>
<b>Value at 12/31/2013</b>	<b>\$457,743</b>
Reinvested interest, dividends and gains	14,104
Market value increase	<u>33,044</u>
<b>Value at 12/31/2014</b>	<b>\$504,891</b>
Reinvested interest, dividends and gains	13,174
Market value increase	1,941
Transfers to Operating Account <sup>1</sup>	<u>23,221</u>
<b>Value at 12/31/2015</b>	<b>\$496,785</b>
Reinvested interest, dividends and gains	16,653
Market value increase	14,793
Transfers to Operating Account	<u>13,220</u>
<b>Value at 12/31/2016</b>	<b>\$515,011</b>
Reinvested interest, dividends and gains	18,333
Market value increase	78,299
Transfers to Operating Account	<u>13,200</u>
<b>Value at 12/31/2017</b>	<b>\$598,443</b>
Reinvested interest, dividends and gains	23,427

Market value decrease	73,852
Transfers to Operating Account	<u>14,569</u>
<b>Value at 12/31/2018</b>	<b>\$533,449</b>
Reinvested interest, dividends and gains	18,762
Market value increase	93,197
Transfers to Operating Account	<u>15,040</u>
	<b>\$630,368</b>

<sup>1</sup>Per the Vestry decision in 2013, 3 to 5 percent of the endowment (based on investment return) could be transferred to the Operating Account. On January 5, 2015 \$10,500 was transferred (to impact 2014 operations) and on December 24, 2015 \$12,721 was transferred to the Operating Account.

Interest income generated for the Operating Funds was \$562 in 2018.

Our investment strategy over the last 15 years has been to have a mix of fixed income and equity instruments, aiming for a mix of roughly 35% fixed income and 65% equity. With this conservative approach, in the past we have under-performed the S&P 500 in bull markets and over-performed the index in bear markets.

In light of a decision by the Finance Committee in late 2016, and approved by the Vestry, to take greater position in equities we divested our position in the Vanguard LifeStrategy Moderate Growth Fund (\$113,015) and used those proceeds to increase our position in the Vanguard 500 Index Fund (\$63,015) and the Vanguard Wellington Fund (\$50,000). These transactions took place in January 2017.

**Emergency Fund:** The Emergency Fund is a fund created by the Vestry as a reserve for large, unbudgeted expenses or budget deficits. A summary of activity follows:

<b>Balance at December 31, 2012</b>	<b>\$10,335</b>
<b>Balance at December 31, 2013</b>	<b>\$25,801</b>
<b>Balance at December 31, 2014</b>	<b>\$23,804</b>
<b>Balance at December 31, 2015</b>	<b>\$25,813</b>
Receipts	
Interest	\$46
Transfer from Operating Account	<u>\$6,350</u>
- Total Receipts	\$6,396
Disbursements	
Heating	<u>\$16,739</u>
<b>Balance at December 31, 2016</b>	<b>\$15,515</b>
Receipts	
Interest	\$108

Donation	<u>\$3,000</u>
Total Receipts	\$3,108
Disbursements	
Heating system	<u>\$7,307</u>
<b>Balance at December 31, 2017</b>	<b>\$11,316</b>
Receipts	
Interest	<u>\$154</u>
<b>Balance at December 31, 2018</b>	<b>\$11,470</b>
Receipts	
Interest	<u>\$246</u>
<b>Balance at December 31, 2019</b>	<b>\$11,716</b>

**Capital Fund:**

<b>Balance at December 31, 2012</b>	<b>\$32,072</b>
<b>Balance at December 31, 2013</b>	<b>\$32,510</b>
<b>Balance at December 31, 2014</b>	<b>\$11,501</b>
Receipts	
Interest	\$6
Contributions	<u>\$57,970</u>
Total Receipts	\$57,976
Disbursements	
Front steps	\$13,200
Stair railings	\$1,656
Parking lot	\$35,504
Total Disbursements	<u>(\$50,360)</u>
<b>Balance at December 31, 2015</b>	<b>\$19,117</b>
Receipts	
Interest	\$7
Contributions	<u>\$52,043</u>
Total Receipts	\$52,050
Disbursements	
Bryn Mawr Trust credit line	\$69,150
Total Disbursements	<u>(\$69,150)</u>
<b>Balance at December 31, 2016</b>	<b>\$ 2,026</b>
Receipts	
Interest	\$122
Contributions	<u>\$15,630</u>
Total Receipts	\$15,752
Disbursements	
Roof Repair	\$219
Bryn Mawr Trust credit line	\$15,500
Total Disbursements	<u>(\$15,719)</u>
<b>Balance at December 31, 2017</b>	<b>\$ 2,059</b>
Receipts	
Interest	\$33

Contributions	<u>\$11,880</u>
Total Receipts	\$11,913
Disbursements	
Bryn Mawr Trust credit line	<u>\$ 9,650</u>
Total Disbursements	<u>(\$9,650)</u>
<b>Balance at December 31, 2018</b>	<b>\$ 4,322</b>
Receipts	
Interest	\$147
Contributions/Additions	<u>\$45,200</u>
Total Receipts	\$45,347
Disbursements	
Rectory – AC	\$ 8,000
Parish Hall	\$ 1,154
Parish Hallway	\$ 1,616
Heating system	\$34,450
Asbestos removal deposit	<u>\$ 4,080</u>
Total Disbursements	<u>(\$49,300)</u>
<b>Balance at December 31, 2019</b>	<b>\$ 369</b>

**Spaulding Mission Fund:** Created by Dorothy and Ernie Spaulding and their family, the principal in this fund is invested to produce predictable income for the parish's outreach programs and activities.

Principal balance at December 31, 2018	\$4,972
Interest transferred to Operating Fund	\$62

**Music Memorial Endowment Fund:** Most of the principal in this Fund is from two sources: memorial contributions in the memory of Robert E. Spencer, a choir member who died in 1988, and semi-annual payments from the William F. Oberhuber Trust. (William Oberhuber was the initial Accounting Warden at Holy Apostles, and was a primary force behind the establishment of our parish.) The purpose of this Fund is to produce predictable investment income for music programs and activities. This fund was co-mingled with the Memorial Fund. After an audit of the account in 2015, balances were changed and segregated appropriately.

Principal balance at December 31, 2010	\$15,987
Principal balance at December 31, 2011	\$17,982
Principal balance at December 31, 2012	\$17,970
Principal balance at December 31, 2013	\$17,467
Principal balance at December 31, 2014	\$17,469
Principal balance at December 31, 2015	\$ 5,999
Principal balance at December 31, 2016	\$ 6,146
Principal balance at December 31, 2017	\$ 5,749
Principal balance at December 31, 2018	\$ 5,749
Principal balance at December 31, 2019	\$ 6,074

**Memorial Fund:** This Fund holds all memorial contributions made in the memory of deceased parishioners. The contributions are spent in accordance with the wishes of the family (if there are specific wishes).

Principal balance at December 31, 2010	\$13,049
Principal balance at December 31, 2011	\$8,828
Principal balance at December 31, 2012	\$8,851
Principal balance at December 31, 2013	\$10,303
Principal balance at December 31, 2014	\$11,307
Principal balance at December 31, 2015	\$16,961
Principal balance at December 31, 2016	\$16,735
Principal balance at December 31, 2017	\$ 5,724
Principal balance at December 31, 2018	\$ 19,611
Principal balance at December 31, 2019	\$ 5,323

(In 2019, the Fund moved all specific, related bequests to the Altar Guild account. It also contributed unallocated funds to the parish hall floor project. In 2017, the Memorial Fund funded the complete renovation of the Memorial Room including electrical upgrades, carpeting, furnishings and furniture)

**Sabbatical Fund:** The Sabbatical Fund was created by the Vestry as a reserve to pay for supply clergy if the rector takes a sabbatical. During the sabbatical, the parish continues to pay the rector's compensation in addition to the costs of supply clergy. The goal is to have 100% of the cost of the supply clergy funded from the Sabbatical Fund with no impact on the Operating Fund.

Principal balance at December 31, 2011	\$9,792
Principal balance at December 31, 2012	\$9,795
Principal balance at December 31, 2013	\$9,797
Principal balance at December 31, 2014	\$9,799
Principal balance at December 31, 2015	\$9,803
Principal balance at December 31, 2016	\$9,839
Principal balance at December 31, 2017	\$2,667
Principal balance at December 31, 2018	\$3,223
Principal balance at December 31, 2019	\$3,801

(In 2017, the Sabbatical Fund was used to cover the expenses of the Discernment Committee, and the relocation costs for James Stambaugh and family)