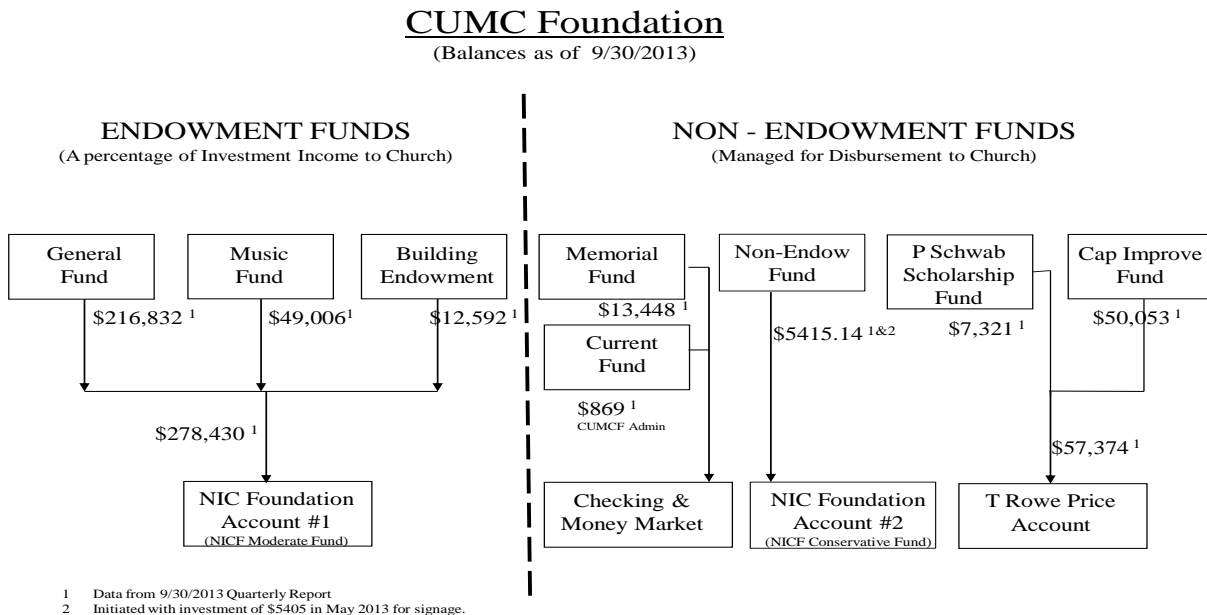


CUMC Foundation Summary

[For Church Council Meeting 11/13/2013]

The CUMC Foundation Board met on November 6, 2013 to discuss the performance of the CUMCF investments and manage current issues. The following is a summary of the accounts.



The annual investment performance was good, as the equity markets were up through September 2013, with the bond markets weakening. For the nine months ended September 30, 2013, the Foundation had contribution income of \$58,084, dividends in the amount of \$4,009, gain on the sale of investments of \$9,080, unrealized appreciation of \$905, and management fees deducted of \$93. There were expenses of \$71. Net income for the period was \$71,913. A distribution of \$4000 was made from the Memorial Fund to Missions. Distributions, based on 2012 performance, were made to the church of \$8,200 from the General Fund, \$2,200 from the Music Fund and \$500 from the Building Endowment - these funds were distributed in the 1st Quarter.

Other key items from the Board meeting include:

- **2014 DISTRIBUTIONS:** The Average Market Value for the last 12 quarters was reviewed and the amount of the endowed funds available for distribution in 2014 was determined. Distributions of: \$8,600 from the General Endowment, \$2,400 from the

Music Endowment, and \$600 from the Building Endowment will be made during the first quarter of 2014.

- **ENDOWMENT FUND INVESTMENT:** The Foundation bylaws include a minimum goal of 8% annual return regarding investments and target returns. This goal has been historically achieved with the NICF Conservative Fund (35% equities/65% bonds). The NIC Foundation Return Summary August 30, 2013 indicates that the Conservative Fund returns have dropped to 6.8% for the last 3 years annualized, and 3.3% for the last 12 months. The NICF Moderate Fund (60% equities/40% bonds) had a corresponding 8.1% three year annualized return. After discussion, a motion to “change investments of endowed funds from Conservative Fund into the Moderate Fund as outlined in the bylaws” was approved with one dissenting vote.
- **AUDIT:** Michael Wu, Board Member will perform an internal audit of the 2012 financial records. Mike received the 2012 records and should complete the audit by the next meeting.
- **FOUNDATION RECORDS:** Elmer Schirmer organized the Foundation records, and distributed an index of key items called “Summary of Old Files”. Highlighted and summarized were resolutions, articles, critical letters, consensuses, audits, motions, procedures, acclamations, memorandums, signature of records, and financial reports for the period November 12, 2000 to October 27, 2008. This Summary will be attached to the November 6, 2013 Foundation Board meeting minutes.
- **EDUCATION/1837 SOCIETY:** A special Board meeting will be held on March 5, 2014 to develop a definitive plan, activities and responsibilities to promote the Foundation and 1837 Society during 2014. Generally, the 1837 Society is for those who make annual monetary gifts to the Foundation or have named the church (Foundation) as a beneficiary in their trusts, will, IRAs and/or life insurance policy.

Official minutes of the Board Meeting will be available in the church office after they are approved at the next meeting on February 12, 2014.

For the CUMCF Board,

George M. Groves
President, CUMCF Board