

Episcopal Foundation of Dallas (EFD) & Episcopal Health Foundation of Dallas (EHFD)
Board of Trustees Meeting Agendas
June 9, 2020 4:00 pm

EFD BOARD MEETING

- I. Call to order and opening prayer: Philip de Bruyn**
 - II. Audit Committee Report: Ken Hanks**
 - Introduction of BKD CPA & Advisors, Kevin Kemp (Partner)
 - Audited Financial Statements (see separate report)
 - Motion to accept the 2019 Audited Financial Statements*
 - III. Consent Agenda: Philip de Bruyn**
 - A. Approval of March 3, 2020 EFD Board meeting minutes (p. 2-3)**
 - B. Approval of Minutes of June 1, 2020 Audit & Admin Committee Meeting (p. 4)**
 - C. Approval of Minutes of May 4, 2020 Development Committee Meeting (p. 5)**
 - D. Approval of Minutes of June 2, 2020 Grant Committee Meeting (p. 6-8)**
 - E. Acceptance of Investment Committee and Finance Report**
 - Minutes of February 19, March 19, and May 13, 2020 Committee Meetings (p. 9-11)
 - Performance Reports (p. 12-20)
 - Asset Allocation Report Q1 (p. 21)
 - 2020 Q1 Financial Reports (p. 22-25) - Motion to approve Consent Agenda*
- IV. Business Agenda: Philip de Bruyn**
 - A. Investment Committee Report: Andy Welch**
 - B. Approval of the 2020 Grants: Pat Carrigan (p. 27)** - Motion to approve 2020 Grants*
 - C. Development Committee Report: TJ McCoy**
 - Ambassador Program, Planned Giving Resources
 - D. Nominating Committee and Governance Committee Report: Will Beecherl**
 - Search for potential board candidates
 - E. Diocese Update: Bishop Sumner**
- V. Other Business: Philip de Bruyn**
- VI. Adjourn**

EHFD BOARD MEETING

- I. Call to Order: Philip de Bruyn**
 - II. Consent Agenda: Philip de Bruyn**
 - A.** Approval of Minutes of March 3, 2020 EHFD Board meeting (p. 28)
 - B.** Acceptance of EHFD Financial Reports (p. 29-30) - Motion to accept Consent Agenda*
- III. Business Agenda: Philip de Bruyn**
 - A. Approval of EHFD Grant amount: Pat Carrigan (p. 31)** - Motion to approve 2020 EHFD grant amount*
- IV. Other Business: Philip de Bruyn**
- V. Adjourn**



MISSION, VISION, VALUES

Mission

The Episcopal Foundation of Dallas exists to strengthen and support faith communities by partnering wise investments with purposeful giving.

Vision

The Episcopal Foundation of Dallas aspires to free our ministries – grow wealth through wise investments, lift financial burdens of those who serve, and maximize the impact of our shared missions.

Values

- We support ministries of social engagement of the Gospel
- We practice disciplined investing
- We are motivated by the Christian faith
- We are led by committed laity and clergy

SPHERICAL® BRAND PROMISE

Brand Vision

Free our ministries

Brand Positioning

To Episcopal investors, the Episcopal Foundation of Dallas is the investment choice that faithfully partners wise investments with purposeful giving

Brand Personality

A generous, faithful, engaged expert

Brand Affiliation

Kingdom maximizers

**EPISCOPAL FOUNDATION OF DALLAS
MINUTES OF THE ANNUAL MEETING OF BOARD OF TRUSTEES**

March 3, 2020

The Annual Meeting of the Board of Trustees of the Episcopal Foundation of Dallas was held at the Dallas Country Club, 4155 Mockingbird Lane, Dallas, TX 75205 on March 3, 2020 at 11:00 a.m.

The following Trustees were present: Mr. Chris Ayres, Mr. Rick Barry, Mr. Pat Carrigan, Mr. Philip de Bruyn, Ms. Robbi Rice Dietrich, Ms. Jiggs Foster, Mr. Scott Hancock, Mr. Ken Hanks, Mr. Ford Keith, Ms. Eugenia King, Ms. Barbara McColm, Mr. TJ McCoy, Mr. C. Jedson (Jed) Nau, Ms. Elizabeth Trupiano, Father Fabian Villalobos, Mr. Andy Welch and Mr. Dan Wilson. Others in attendance were Rev. Matthew Frick of St. Matthias Episcopal Church and Alan Cohen of the Child Poverty Action Lab. Ms. Pam Fellows Jamieson, Executive Director, Ms. Polly Bireley, Grant Administrator and Ms. Jill Hurt, Controller were also in attendance.

Ms. Eugenia King, Chair, called the meeting to order at 11:40 a.m.

On motion duly made, seconded and unanimously carried, the Consent Agenda of the Board of Trustees was approved as presented. The Consent Agenda included:

- A. Approval of December 10, 2019 Board meeting minutes**
- B. Acceptance of Investment and Finance Committee Report**
 - Minutes of February 19, 2020 Committee meeting
 - Performance Reports
 - Asset Allocation Report
 - Q4 2019 Financial Reports
- C. Approval of all EFD Board policies and guidelines for 2020-2021**
- D. Approval of the 2020 EFD Grants Calculation**
 - In 2020, the amount of \$192, 377 will be available to grant from the Episcopal Fund for Diocesan nonprofit organizations; and \$22,193 will be available from the Julie and Louis Beecherl Trustees Fund for operations.
- E. Approval of distribution from Bishop Stanton Advised Fund**
 - \$1000 to African Leadership and Reconciliation Ministries for medical missions.
 - \$1000 to St. Andrews Episcopal Church for church signage

On behalf of the Nominating and Governance Committee, Jed Nau presented the slate of new board members, officers and committee chairs for 2020-2022. They are: Chair: Philip de Bruyn, President: Robbi Rice Dietrich, Vice President: Ken Hanks, Treasurer: Chris Ayres, and Secretary: Jed Nau. Committee chairs are: Audit and Administration Committee: Ken Hanks, Development and Marketing Committee: TJ McCoy, Grants Committee: Pat Carrigan, Investment and Finance Committee: Andy Welch, and Nominating and Governance Committee: Will Beecherl. Eugenia thanked Rick Barry for his service and his contributions to the Foundation as he rolls off the Board. Rick's \$1000 gift in honor of Trustee Service will be put in the Episcopal Fund.

On a motion duly made, seconded and unanimously carried the slates were elected. The matrix of board members and their terms is attached.

Incoming Development Committee Chair, TJ McCoy updated the board on the new brochure system being developed as resources for church planned giving efforts.

In Other business, Ms. Eugenia King reviewed the Conflict of Interest Disclosure and Commitment Forms and reminded the committee chairs to review and update the Committee Work Plans for 2020.

Our guests were then each invited to give their talks about how EFD and EHFD grant funds have benefitted them and their organizations.

Rev. Matthew Frick spoke about the renovations of the church flooring, electrical and altar area. He distributed pictures and thanked the Foundation for the grant.

Alan Cohen of Child Poverty Action Lab (CPAL), reviewed the organization's mission and specific things that are being done to combat poverty in Dallas

With no further business the meeting was adjourned by new Chair, Philip de Bruyn at 12:39 p.m.

Charles Jedson (Jed) Nau, Secretary

Eugenia King, Chairperson

Audit & Administration Committee Meeting
Episcopal Foundation of Dallas (EFD)
June 1, 2020, 1:00 pm
Via Zoom

<https://us02web.zoom.us/j/82891783539>

Meeting ID: 828 9178 3539

Password: 162837

Minutes

DRAFT

Committee Members Present: Ken Hanks (Committee Chair), Philip de Bruyn, Elizabeth Trupiano, Robbi Rice Dietrich and Jed Nau

Guests: Kevin Kemp (Partner), BKD CPA & Advisors

Others Attending: Pam Jamieson (Executive Director), and Jill Hurt (Controller)

Ken Hanks called the meeting to order at 1:03 pm and led us in prayer. Ken invited Kevin Kemp, Partner of BKD CPA & Advisors, to review the draft audit report which was circulated to the Audit & Administration Committee prior to the meeting. Kevin explained that the new guidelines for nonprofits adopted in 2019 did not materially change the EFD report. He noted the increase in asset values between 2018 and 2019 due to the market appreciation of the invested funds. He also pointed out the Subsequent Event footnote regarding the potential effect of COVID-19 on investment values in the near term which could materially affect the amounts reported in the financial statements.

During the discussion BKD agreed that they do not need to perform a separate audit for the Episcopal Health Foundation of Dallas.

At 1:15pm, staff members were asked to leave the meeting to provide an opportunity for Audit Committee members to confer privately with the BKD representative. Staff members were invited back at approximately 1:20 pm. No irregularities were noted.

On a motion duly made, seconded, and unanimously approved, the audit was accepted as presented to be forwarded to the Board of Trustees.

Executive Director, Pam Jamieson briefly reviewed the insurance coverages and renewal dates. Philp asked that Pam inquire about any language that has been added in light of the COVID pandemic and the protests around the city.

Ken briefly reviewed the 2020 Committee Work Plan and Document Inventory. The Spending/Distribution Guideline is to be reviewed by the Investment Committee at their next meeting.

With no further business, the meeting adjourned at 1:31 pm.



**Development and Marketing Committee Meeting Minutes
Monday, May 4, 2020**

<https://us02web.zoom.us/j/86876253992>

Meeting ID: 868 7625 3992

Password: 766434

1:00pm

DRAFT

Committee Members Attending: TJ McCoy (Committee Chair), Eugenia King, and Barbara McColm

Committee Members Unable to Attend: Chris Ayres, Jiggs Foster, Fabian Villalobos,

Others Attending: Pam Jamieson, Executive Director

Chairman TJ McCoy called the meeting to order at 1:07 p.m.

TJ asked Pam to review the Planned Giving Resource Guide. The guide will be used to present to vestries or endowment committees in an in-person meeting. More resources still need to be added to finalize the document. TJ suggested that a 'brand journey map'- a 30, 60, and 90 plan needs to be created of what follow up meetings would cover, what items would be left behind, etc. This journey map will likely need to be individualized for each group. The guide has been reviewed by a CPA and attorney for accuracy

TJ reviewed the progress on the brochure system. The next steps are to review the GIVE brochure wording consistent with messaging to vestries and the ENTRUST brochure wording consistent with messaging to parishioners.

Barbara reviewed the Ambassador Responsibilities document sent in the meeting materials. After discussion, it was determined that the committee would not recommend adoption of an ambassador program to the board at this time. The committee will look to eventually create some sort of relationship management program to gain advocates for the Foundation and to possibly make recommendations to the nominating committee.

TJ reviewed the ideas for the 70th anniversary celebration. He discussed ways in which we could engage others outside the Foundation. We will use the Fall and the lead up to Diocese Convention as a way to highlight the longevity of the Foundation. We will look into some historical archived items to find stories or events that we will highlight in newsletters, on social media and at the Convention.

Next steps for the committee include continuing with the development of planned giving materials, and commemorating the 70th anniversary of the Foundation.

With no further business, the meeting was adjourned at 2:14 p.m.

Episcopal Foundation of Dallas (EFD)
Grants Committee Minutes
March 26, 2020, 1:00 p.m.
via Conference Call
DRAFT

Committee Members Present: Pat Carrigan (Committee Chair), Ford Keith, Eugenia King, Robbi Rice Dietrich, Elizabeth Trupiano, TJ McCoy and Father Fabian Villalobos.

Others Attending: Polly Bireley (Grants Coordinator), and Pam Fellows Jamieson (Executive Director)

The meeting was called to order at 1:10 p.m.

Executive Director, Pam Fellows Jamieson reviewed the request from the Diocese for a \$200,000 no-interest loan to assist churches/missions during the mandated closures. The Executive Committee met earlier and is recommending to the Grants Committee that EFD support the Diocese by giving the money as a grant.

After discussion the following resolution is recommended to the Board:

To the Board of Trustees of the Episcopal Foundation of Dallas and the Episcopal Health Foundation of Dallas (the Foundations). Having considered a request from the presiding Bishop of the Episcopal Diocese of Dallas to provide emergency relief funds to support Diocesan parishes and missions during this turbulent time, the Grants Committee recommends that the Foundations set aside \$200,000 of grant funds to be used to support parishes and missions of the Episcopal Diocese of Dallas.

The Grants Committee further recommends:

- that the \$200,000 be allocated \$150,000 from Episcopal Health Foundation of Dallas' (EHFD) and \$50,000 from Episcopal Foundation of Dallas' (EFD) available grant funds;
- that allocated grant funds will only be available to parishes and missions of the Episcopal Diocese of Dallas and that the Foundations will pay such grants directly to the parishes and missions, based on written recommendations received from the Bishop of the Episcopal Diocese of Dallas;
- that any parish or mission recommended for a grant will sign the Foundations' standard Grant Agreement and comply with Foundation requirements including the requirements to submit a written Grant Report on the disposition of funds and to return any unspent funds.

Additional information about the grant to note:

- The \$200,000 will be a grant and not a loan.
- \$200,000 represents 40% of \$504,287 total funds available to grant in 2020 by the combined Foundations (\$192,377 for EFD and \$311,976 for EHFD).
- In 2019, EFD granted \$25,000 to the Diocese for Project US: Unite and Serve and EHFD granted \$70,000 to the Diocese toward health insurance expense for Diocesan curates. We anticipate that the Diocese will apply for similar grants in 2020.

The committee also approved extending the application deadline by thirty days to May 15, 2020 to allow more time for applications to be sent in. Pam will send an announcement to the email lists. The website has been updated.

The committee agreed that grants beyond the special Diocesan grant for this cycle would be focused on Episcopal entities and organizations relevant to our mission.

The next grant meeting to review grants will be on June 2, 2020 at 11:00am.

With no further business, the meeting was adjourned at 1:58 p.m.

**Episcopal Foundation of Dallas
Grants Committee Minutes
June 2, 2020, 10:00am
Zoom**

<https://us02web.zoom.us/j/86170406572>
Meeting ID: 861 7040 6572
Password: 608853

Committee Members Present: Pat Carrigan (Committee Chair), Eugenia King, Robbi Rice Dietrich, Ford Keith, Elizabeth Trupiano, TJ McCoy and Father Fabian Villalobos.

Others Attending: Jill Hurt (Controller), Polly Bireley (Grants Coordinator) and Pam Jamieson (Executive Director)

Pat Carrigan called the meeting to order at 10:02 a.m. and Father Fabian opened with a prayer.

The Committee reviewed 34 of the 38 applications requesting a total of \$630,000. Each application was reviewed and discussed individually. The total amount available to grant, as approved at the March 3, 2020 Board meeting was reduced to 4.5% in 2019 of the most recent 5-year average balance of the Episcopal Fund at 12/31 or \$192,377. A \$50,000 grant to the Episcopal Diocese of Dallas for COVID related operational shortfalls for churches reduced the grant amount to 142,377. After the review, 23 organizations were granted funds ranging from \$1000 to \$20,000.

On a motion duly made, seconded and unanimously carried, the attached list of grants and the advised-fund grants will be presented for recommendation to the board at the June 9, 2020 meeting.

Site visits suggested for next year are Exodus Ministries and St. Simon After School.

On a motion duly made, seconded and unanimously carried, the Committee also approved St. Matthew's Cathedral using \$5000 of unspent EHFD Grant funds towards their food pantry this year.

With no further business, the meeting was adjourned at 11:54 a.m.

**Episcopal Foundation of Dallas
Investment Committee Meeting
Minutes
Wednesday, February 19, 2020, 4:00 pm
8140 Walnut Hill Lane, Suite 830, Dallas, Texas 75231
DRAFT**

Committee Members:

Present: Rick Barry (Committee Chairman), Scott Hancock, Ken Hanks, Pat Carrigan, Dan Wilson, and Andy Welch

Absent: Philip de Bruyn, Eugenia King, Will Beecherl, Jill Hurt, Controller

Others Attending: Pam Jamieson, Executive Director, Geoff Hall, Senior Investment Consultant, and Chris Moore, Investment Analyst, Vanguard

Rick Barry, Chairman opened the Investment and Finance Committee meeting at 4:04 pm with a prayer.

Regular Business:

Minutes from the November 11, 2019 Investment Committee meeting were not reviewed as they were already approved at the December Board meeting.

Vanguard Senior Investment Consultant Geoff Hall reviewed the performance packet. Market value of the portfolio on December 31, 2019 was \$39,302,262 which is an increase of \$448,631 since September 31, 2019. Geoff commented on the strong performance of both the market and our portfolio for 2019 and a particularly good final quarter. Geoff and Chris reviewed the asset allocation study in the packet. It included varying allocations of total equities, as well as varying allocations of international equities within the totals, and the predicted performance of these allocations. The Vanguard analysis does not suggest a need to change our current allocation, nor did Geoff recommend one. Following their presentation, Geoff Hall and Chris Moore left the meeting.

Rick reviewed the current EFD financial statement packet. EFD current assets were \$6,405,632 as of December 31, 2019. The notes section was expanded and explained most variances. The financial statements were accepted as presented.

The EHFD Financial Statement review was led by Rick. EHFD current assets were \$6,769,464 as of December 31, 2019. The Financial statements were accepted as presented.

In other business, Executive Director Pam Jamieson discussed the possibility of investing capital campaign funds for The Church of the Transfiguration. These would be short-term funds and would not be rolled into the portfolio. Several ideas were discussed which included using our Vanguard brokerage account and the VCSH fund which yields about 3% as an option or setting up a money market depending on the desires of the church. On a motion duly made, seconded and unanimously approved, it was determined that we would agree to invest these funds and charge 10 bps not to exceed \$2500 per year. Pam and Scott Hancock will talk with Bill Evans, Transfiguration Endowment Chair, when he returns from vacation.

Pam briefly reviewed the grant calculation for 2020 which remained at 4.5%. The motion was duly made, seconded and unanimously approved.

With no further business, the meeting adjourned at 5:22 p.m.

**Episcopal Foundation of Dallas
Investment and Finance Committee Meeting
Minutes
Wednesday, March 19, 2020, 10:00 am
Conference Call 712-432-0220, 7524412#**

Committee Members:

Present: Andy Welch (Committee Chairman), Scott Hancock, Ken Hanks, Pat Carrigan, Dan Wilson, Philip de Bruyn, and Will Beecherl

Others Attending: Pam Jamieson, Executive Director and Jill Hurt, Controller

Andy Welch, Chairman, opened the Investment and Finance Committee meeting at 10:02 a.m. with a prayer.

In connection with a request from the Diocese for additional financial assistance as a result of COVID-19. A special meeting of the Investment and Finance Committee meeting was held to discuss the appropriateness of the EFD Grant Calculation based on the current volatility of the stock market. The current grant amount is 4.5% of the average of five years of the EFD fund balance at 12/31. Grant history was presented and is attached.

After reviewing the historical calculations and practices during the 2008 market down turn, the general consensus is that the EFD Grant Calculation remain at 4.5%.

With no further business, the meeting adjourned at 10:22 a.m.

**Episcopal Foundation of Dallas
Investment and Finance Committee Meeting
Minutes
Wednesday, May 13, 2020 4:00 pm
Join Zoom Meeting
<https://us02web.zoom.us/j/85693430969>
Meeting ID: 856 9343 0969
Password: 249185**

Committee Members:

Present: Andy Welch (Committee Chairman), Scott Hancock, Ken Hanks, Pat Carrigan, Dan Wilson, Philip de Bruyn, Will Beecherl, and Eugenia King

Others Attending: Pam Jamieson, Executive Director, Jill Hurt, Controller, and Geoff Hall, Vanguard Senior Investment Consultant.

The minutes from the March 19, 2020 Investment Committee Meeting were approved as written.

Vanguard Senior Investment Consultant Geoff Hall reviewed the quarterly performance packet. Market value of the portfolio on March 31, 2020 was \$32,604,689. Geoff commented on the rebalance of the portfolio on March 17, 2020 which resulted in an increase in the portfolio of approximately \$150,000 through April 30. Geoff reviewed April performance noting the increase in return and the value of the portfolio on April 30, 2020 to \$34,931,316. He then reviewed the Domestic Equity Fund pages previously sent to the committee. After discussion, it was determined that the committee would like to see the rolling 5- and 10-year history for PRIMECAP and US Growth Funds before making a decision about altering investment in those funds. Geoff also noted Vanguard's new Private Equity option and will send more detailed information when available.

Controller, Jill Hurt reviewed the current EFD financial statement packet. EFD current assets were \$5,357,692 as of March 31, 2020. Jill noted that while the current budget to actual predicts a shortfall for the year due to decreased income from fees, partially offset from monies from the Special Events budget line will not be spent due to the overall lockdown. The financial statements were accepted as presented.

The Episcopal Health Foundation (EHFD) grant calculation for 2020 will be \$311,976 and it was briefly noted that as a private foundation, the IRS requires us to distribute approximately 5% each year. The grant amount was approved as presented to be submitted to the board for a vote. It was noted that of this amount, \$150,000 has already been committed to the Diocese for direct assistance to parishes impacted by Covid-19

The EHFD Financial Statement review was led by Jill. EHFD current assets were \$5,642,067 as of March 31, 2020. The Financial statements were accepted as presented.

In other business, there was a brief discussion regarding the RFP for Church of the Transfiguration which is due on May 29, 2010. Executive Director, Pam Jamieson let the committee know that we are still waiting on funds to transfer from St. James Day School and St. Augustine's. She also noted that St. Peter's, McKinney has asked for a presentation on investment management services. They have approximately \$234,000 to invest.

With no further business, the meeting was adjourned at 5:25 p.m.



QUARTERLY PERFORMANCE REPORT Period Ending March 31, 2020

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- 2 Market & Economic Overview
- 5 Performance Summary

Episcopal Foundation of Dallas - Aggregated Performance Summary

as-of March 31, 2020

	Market	Portfolio	Three-Month	Year-to-Date	One-Year	Three-Year	Five-Year	Ten-Year
Vanguard	\$32,243,147	100.00%	-17.62%	-17.62%	-8.20%	2.03%	-	3.47%
Vanguard Composite Benchmark			-16.70%	-16.70%	-7.39%	2.38%	-	3.71%
Aggregate Portfolio (net of EFD fee)*	\$32,243,147	100.00%	-17.74%	-17.74%	-8.70%	1.48%	3.36%	6.06%
Aggregate Composite Benchmark*			-16.70%	-16.70%	-7.39%	2.38%	3.80%	7.11%

Notes: Return data achieved before February 2016 provided by client. All returns are net of fund-level fees and the Vanguard advisory fee. Aggregate portfolio returns are net of the EFD administrative fee. Vanguard Composite provides a comparison for Vanguard portfolio return and constitutes 42% Spliced Total Stock Market Index/28% Spliced Total International Stock Index/18% Spliced Barclays U.S. Agg Flt-Adj. Index/6% Barclays GA ex-USD Flt-Adj. RIC Capped Index Hedged/6% REIT Spliced Index and has been calculated as-of March 31, 2020. Performance effective date for Vanguard Composite as-of September 30, 2015. Aggregate Composite provides a comparison for Episcopal Foundation of Dallas portfolio and constitutes a weighted average of the Vanguard Composite and HFRI Fund of Funds Composite. Since inception date is January 1, 2010.

****Aggregate portfolio performance and Aggregate composite performance include hedge fund and HFRI performance, respectively, through February 29, 2016 for the Five-Year and Ten-Year time periods.***

Vanguard Market & Economic Overview

Global equities retract on fears of global pandemic

Amid the backdrop of a sweeping global pandemic, an economic shutdown, and growing uncertainty across the globe, volatility returned to the markets erasing gains made during the previous ten year bull market. Both domestic and international equities posted negative returns for the quarter, returning -20.88% and -24.0%, respectively, driving trailing 1 year returns into negative territory as well, at -9.24%¹ and -16.01%², respectively.

For the quarter, U.S. large cap withstood the smallest drop posting a return of -19.41%³ as opposed to mid cap and small cap stocks with negative returns of -25.74%⁴ and -30.07%⁵, respectively. U.S. growth stocks remained strong against their value counterparts for the three month period, returning -14.85%⁶ versus -27.32%⁷, and for the trailing 1 year, returning -0.43% versus -18.02%. Additionally, while all sectors posted negative returns for the quarter, Health Care saw the smallest drop returning -5.08%⁸, however, the trailing 1 year saw only Information Technology in positive territory at 5.87%⁹.

On the international front, developed and emerging markets both posted negative returns of -23.81%¹⁰ and -24.21%¹¹, along with negative trailing 1 year returns of -15.39% and -17.52%.

Policy action drives treasury yields towards zero

The broad U.S. fixed income market gained 3.17%¹² during the first quarter and 9.06% for the prior twelve month period, benefiting from a flight to quality and Federal Reserve action to cut the target federal funds rate by 100 basis points to a range of 0%-0.25%. The first quarter also saw the Fed purchasing \$700B in U.S. treasuries and mortgage-backed securities, something not seen since the 2008 financial crisis. Market participants continue to monitor the growing Fed balance sheet which expanded over the quarter to a record \$5.81T. These actions led the ten-year Treasury note to fall from 2.14% a year ago, and 1.92% at the end of 2019 to 0.70% at the end of the first quarter.

Portions of the yield curve inverted for brief periods during the quarter but the spread between the two-year and ten-year Treasury securities ended the quarter positively at 0.47%, up from 0.34% at the end of 2019 and 0.47% a year earlier. Additionally, U.S. Treasuries outpaced U.S. credit bonds for the quarter, returning 8.20%¹³ versus -3.14%¹⁴, and over the past year, returning 13.23% versus 5.09%. Credit spreads widened during the quarter on fears of liquidity and credit downgrades due to the global economic slowdown. This produced negative returns for U.S. high-yield bonds, finishing the quarter at -12.68%¹⁵. Hedged international bonds continue to outperform their unhedged counterparts as the strength of the U.S. dollar contributed to higher returns. The hedged index returned 0.21%¹⁶ for the quarter and 5.01% over the past year, while the unhedged index returned, -2.68%¹⁷ for the quarter and 0.74% over the past year.

Economic data pushed negative on coronavirus fears

U.S. economic conditions have been put on hold as state-wide emergencies and shelter-in-place initiatives have been enacted across the country to flatten the COVID-19 curve. Vanguard sees that the pandemic has most likely already started a recession and expects negative growth for the rest of the year, specifically in the second quarter when contraction is expected to be worse than the global financial crisis. U.S. unemployment, which reached a 50 year low in the fourth quarter of 2019, has now ballooned to 4.4%, the highest since August 2017. The number of unemployed increased from 1.35M to 7.14M. Nonfarm payrolls decreased by 701,000 in March reflecting the effects of the coronavirus. This is the first decline in payrolls since September 2010. About two-thirds of job losses occurred in leisure and hospitality, mainly focused within the food and drinking services sectors.

Vanguard Market & Economic Overview

In the Eurozone, economic growth grew by 1.2% year-on-year in the fourth quarter of 2019, lowered from a 1.5% expansion the previous quarter. This was the weakest growth rate since the fourth quarter of 2013. Overall seasonally-adjusted unemployment was 7.3% in February, down from 7.4% in January, however numbers remain to be seen for March. Labor markets in Greece and Spain continued to struggle the most with unemployment rates of 16.3% and 13.6%, respectively.

In The United Kingdom, annual economic growth was confirmed at 1.1% in the fourth quarter, which was revised down from 1.3%. This marked the weakest pace of an expansion since the first quarter of 2018, attributed mainly to a contraction in fixed investment and slowing of household consumption. U.K. unemployment saw a slight edge up to 3.9% in the fourth quarter, just above market expectations of 3.8%. Inflation expectations in the coming 12 months jumped to 3.2% at quarter end, the highest since last August albeit from a falling pound and continued escalation in COVID-19 cases. Brexit negotiations will face greater challenges and possible further delays as British Prime Minister, Boris Johnson is now being treated for the coronavirus, while other key persons have either been infected or are in self-isolation. The U.K. left the EU on January 31st, but still remains in transition with talks to set a free-trade deal with an impending deadline of end of 2020.

The Chinese economy grew at a 6.0% annual rate, matching the same rate as the previous quarter and market expectations. This remains the weakest growth rate since the first quarter in 1992, caused by trade pressures from the U.S. and sluggish demand from home and abroad. The status of the Phase One deal between China and the U.S. remains up in the air, given low commodity prices, strong USD, and uncertainty about the coronavirus. While the fate of the deal remains unknown, it does raise risks that trade tensions could re-emerge regarding China's late response to the crisis. Vanguard believes that China's economy will continue to face challenges even after economic activity resumes due to slowdowns in other countries that are less far along the coronavirus curve. Vanguard thus expects China's growth for 2020 to the lowest in four decades since opening its markets.

Central banks look to stabilize markets

The Federal Reserve sees the coronavirus taking a toll on the economy and thus stated in the latest FOMC meeting that the success of their policy responses, including fiscal policy will depend on the containment measures already put in place. The Fed measures have included cutting its benchmark interest rate target to near zero, more specifically 0%-0.25% for the foreseeable future along with another round of quantitative easing to provide liquidity and stability to bond markets and support to employers, consumers, and businesses affected by the pandemic.

Fiscal policy response to the coronavirus was also present during the first quarter with Congress passing the Coronavirus Aid, Relief, and Economic Security (CARES) Act, a stimulus package of roughly \$2 trillion to provide relief to individuals, unemployment insurance, loans to small and big businesses, money for state and local governments, and health care providers. However, Vanguard views the fiscal policy responses as a matter of stabilization to keep businesses afloat, rather than a stimulus.

The European Central Bank (ECB) also announced plans for a stimulus program, called the Pandemic Emergency Purchase Program (PEPP) which will included using 750B euros (\$820B) to purchase securities to support stabilization throughout the Euro economy. The ECB also commented they would consider revisiting some self-imposed limits, "to the extent necessary to make its action proportionate to the risks that we face". The ECB also announced several monetary policy decisions to support the financial system, while also leaving interest rates on its deposit facility at -0.50%.

Vanguard Market & Economic Overview

Final Thoughts

Fast-moving events involving the coronavirus and efforts to contain it, as well as the immense unpredictability about the duration of the world's new hunkered-down reality, require a flexible framework for assessing the effects of the outbreak on the global economy. The Vanguard Investment Strategy Group's global economics team has considered three potential scenarios, and sees the most optimistic one as the most likely. We expect that the worst of the economic disruptions will have passed by the end of the second quarter, allowing global economies to start to recover in the second half of 2020.

We know that this period is deeply concerning for reasons of both health and welfare, and that a lack of definitive answers is frustrating. We caution investors—now more than ever—that such a period of great uncertainty is not a time to change a well-considered investment plan created with specific goals in mind. It may not seem so in the moment, but this period will pass, and goals will seem relevant again.

Index Returns

1) CRSP US Total Market Index, 2) FTSE Global All-Cap ex US Index, 3) CRSP US Large Cap Index, 4) CRSP US Mid-cap Index, 5) CRSP US Small-cap Index, 6) Russell 3000 Growth Index, 7) Russell 3000 Value Index, 8) MSCI US IMI 25/50 Health Care, 9) MSCI US IMI 25/50 Information Technology, 10) FTSE Developed All-cap ex-US Index, 11) FTSE Emerging Index, 12) BloombergBarclays US Agg Float Adj Index, 13) BloombergBarclays US Treasury Index, 14) Bloomberg Barclays US Credit Index, 15) BloombergBarclays US Corp High Yield Index 16) BloombergBarclays Global Agg ex-USD Float Adjusted RIC Hedged, 17) BloombergBarclays Global Agg Index ex-USD

Sources

Vanguard, U.S. Treasury, Trading Economics, Bloomberg, CNBC, NY Times, European Central Bank, Morningstar, BBC, Wall Street Journal

Performance Summary (Gross of Advisory Fees) ending March 31, 2020

	Market Value (\$)	% of Portfolio	2020 Q1 (%)	1 Yr (%)	3 Yrs (%)	5 Yrs (%)	10 Yrs (%)	Inception (%)	Inception Date
EPISCOPAL FOUNDATION OF DALLAS	32,243,147	100.00	-17.60	-8.10	2.15	--	--	3.58	Jun-15
EPISCOPAL FOUNDATION OF DALLAS (Net)			-17.62	-8.20	2.03	--	--	3.47	
Composite Benchmark			-16.70	-7.39	2.38	--	--	3.71	Jun-15
Total Equity	23,098,139	71.64	-22.59	-11.96	1.62	--	--	3.38	Jun-15
Equity Domestic	13,793,331	42.78	-22.54	-10.60	2.91	--	--	5.32	Jun-15
Spliced Total Stock Market Index			-20.88	-9.24	3.99	5.74	10.17	6.04	Jun-15
Equity International	9,304,807	28.86	-22.66	-13.99	-0.38	--	--	0.45	Jun-15
Spliced Total International Stock Index			-24.01	-16.01	-2.28	-0.54	2.16	-0.80	Jun-15
Total Fixed Income	7,218,483	22.39	0.96	6.25	4.14	--	--	3.70	Jun-15
Fixed Income Domestic	5,406,275	16.77	1.23	6.75	4.05	--	--	3.55	Jun-15
Spliced Bloomberg Barclays US Aggregate Float Adjusted Index			3.18	9.06	4.87	3.38	3.91	3.95	Jun-15
Fixed Income International	1,812,208	5.62	0.15	4.79	4.41	--	--	4.16	Jun-15
Bloomberg Barclays Global Aggregate ex-USD Float Adjusted RIC Capped Hedged			0.21	5.01	4.64	3.57	--	4.41	Jun-15
Total Real Estate	1,926,525	5.97	-24.10	-16.55	-1.47	--	--	2.88	Jun-15
Real Estate Domestic	1,926,525	5.97	-24.10	-16.55	-1.47	--	--	2.88	Jun-15
Real Estate Spliced Index			-24.07	-16.47	-1.38	0.59	7.97	2.98	Jun-15

Gross of Advisory Fee returns reflect the deduction of fund expense ratios and any purchase or redemption fees.

Net of Fee returns reflect the deduction of fund expense ratios, any purchase or redemption fees, and VIAS advisory fee applied to the client portfolio.

Performance Summary (Gross of Advisory Fees) ending March 31, 2020

	Market Value (\$)	% of Portfolio	2020 Q1 (%)	1 Yr (%)	3 Yrs (%)	5 Yrs (%)	10 Yrs (%)	Inception (%)	Inception Date
EPISCOPAL FOUNDATION OF DALLAS	32,243,147	100.00	-17.60	-8.10	2.15	--	--	3.58	Jun-15
Composite Benchmark			-16.70	-7.39	2.38	--	--	3.71	Jun-15
Total Equity	23,098,139	71.64	-22.59	-11.96	1.62	--	--	3.38	Jun-15
Equity Domestic	13,793,331	42.78	-22.54	-10.60	2.91	--	--	5.32	Jun-15
Spliced Total Stock Market Index			-20.88	-9.24	3.99	5.74	10.17	6.04	Jun-15
Vanguard® Total Stock Market Index Fund Institutional Shares	6,887,050	21.36	-20.86	-9.23	3.99	5.74	10.16	6.03	Jun-15
Spliced Total Stock Market Index			-20.88	-9.24	3.99	5.74	10.17	6.04	Jun-15
Multi-Cap Core Funds Average			-22.23	-12.18	1.08	2.83	7.62	3.03	Jun-15
Vanguard® PRIMECAP Fund Admiral™ Shares	3,465,594	10.75	-20.16	-7.83	6.22	7.59	11.72	8.35	Jun-15
Russell 1000 Growth			-14.10	0.91	11.32	10.36	12.97	10.91	Jun-15
Multi-Cap Growth Funds Average			-15.66	-4.96	8.04	6.75	10.20	7.01	Jun-15
Vanguard® Windsor™ Fund Admiral™ Shares	3,440,687	10.67	-28.12	-16.06	-2.52	1.00	7.38	0.82	Jun-15
Russell 1000 Value			-26.73	-17.17	-2.18	1.90	7.67	1.98	Jun-15
Multi-Cap Value Funds Average			-29.09	-21.11	-4.38	-0.19	5.89	-0.15	Jun-15
Equity International	9,304,807	28.86	-22.66	-13.99	-0.38	--	--	0.45	Jun-15
Spliced Total International Stock Index			-24.01	-16.01	-2.28	-0.54	2.16	-0.80	Jun-15
Vanguard® Total International Stock Index Fund Inst Shares	4,624,150	14.34	-24.31	-16.55	-2.52	-0.65	2.09	-0.95	Jun-15
Spliced Total International Stock Index			-24.01	-16.01	-2.28	-0.54	2.16	-0.80	Jun-15
International Funds Average			-23.28	-14.86	-2.22	-0.83	2.35	-1.16	Jun-15
Vanguard® International Growth Fund Admiral™ Shares	2,354,360	7.30	-15.52	-3.34	7.26	5.95	6.75	6.01	Jun-15
Spliced International Index			-23.36	-15.57	-1.96	-0.64	1.84	-0.79	Jun-15
International Funds Average			-23.28	-14.86	-2.22	-0.83	2.35	-1.16	Jun-15
Vanguard® International Value Fund	2,326,298	7.21	-26.30	-18.92	-3.52	-1.86	1.61	-2.21	Jun-15
Spliced International Index			-23.36	-15.57	-1.96	-0.64	1.84	-0.79	Jun-15
International Funds Average			-23.28	-14.86	-2.22	-0.83	2.35	-1.16	Jun-15
Total Fixed Income	7,218,483	22.39	0.96	6.25	4.14	--	--	3.70	Jun-15
Fixed Income Domestic	5,406,275	16.77	1.23	6.75	4.05	--	--	3.55	Jun-15
Spliced Bloomberg Barclays US Aggregate Float Adjusted Index			3.18	9.06	4.87	3.38	3.91	3.95	Jun-15

Performance Summary (Gross of Advisory Fees) ending March 31, 2020

	Market Value (\$)	% of Portfolio	2020 Q1 (%)	1 Yr (%)	3 Yrs (%)	5 Yrs (%)	10 Yrs (%)	Inception (%)	Inception Date
Vanguard® Total Bond Market Index Fund Admiral™ Shares	2,719,991	8.44	3.27	9.06	4.83	3.33	3.84	3.90	Jun-15
Spliced Bloomberg Barclays US Aggregate Float Adjusted Index			3.18	9.06	4.87	3.38	3.91	3.95	Jun-15
Spliced Intermediate-Term Investment-Grade Debt Funds Average			0.41	5.78	3.60	2.60	3.60	3.09	Jun-15
Vanguard® Inter-Term Investment-Grade Fund Adm™ Shares	1,791,495	5.56	-0.48	5.77	4.03	3.33	4.71	3.85	Jun-15
BBgBarc US Credit 5-10 Yr TR			-3.87	4.01	3.89	3.27	5.07	3.90	Jun-15
Spliced Core Bond Funds Average			0.41	5.78	3.60	2.60	3.60	3.09	Jun-15
Vanguard® Short-Term Investment-Grade Fund Adm™ Shares	894,789	2.78	-1.50	2.03	2.16	2.04	2.40	2.16	Jun-15
BBgBarc US Credit 1-5 Yr TR			-1.22	2.82	2.58	2.23	2.75	2.37	Jun-15
1-5 Year Investment-Grade Debt Funds Average			-2.03	0.78	1.48	1.35	1.78	1.44	Jun-15
Fixed Income International	1,812,208	5.62	0.15	4.79	4.41	--	--	4.16	Jun-15
Bloomberg Barclays Global Aggregate ex-USD Float Adjusted RIC Capped Hedged			0.21	5.01	4.64	3.57	--	4.41	Jun-15
Vanguard® Total International Bond Index Fund Adm™ Shares	1,812,208	5.62	0.15	4.79	4.41	3.34	--	4.16	Jun-15
Bloomberg Barclays Global Aggregate ex-USD Float Adjusted RIC Capped Hedged			0.21	5.01	4.64	3.57	--	4.41	Jun-15
International Income Funds Average			-6.02	-2.68	1.02	1.04	1.72	1.46	Jun-15
Total Real Estate	1,926,525	5.97	-24.10	-16.55	-1.47	--	--	2.88	Jun-15
Real Estate Domestic	1,926,525	5.97	-24.10	-16.55	-1.47	--	--	2.88	Jun-15
Real Estate Spliced Index			-24.07	-16.47	-1.38	0.59	7.97	2.98	Jun-15
Vanguard® Real Estate Index Fund Admiral™ Shares	1,926,525	5.97	-24.10	-16.55	-1.46	0.49	7.89	2.88	Jun-15
Real Estate Spliced Index			-24.07	-16.47	-1.38	0.59	7.97	2.98	Jun-15
Real Estate Funds Average			-24.08	-16.90	-1.89	-0.04	7.12	1.98	Jun-15

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Total Portfolio returns represent client-specific time-weighted returns (TWR) are presented gross of any applicable service fees with the exception of mutual fund expense ratios and other security-level expenses.

Internal rates of return (IRR) are net of any applicable service fees, include account-specific cash flows, and are not directly comparable to a benchmark, since benchmarks do not include cash flows.

Client performance inception date is generally the first month-end after initial funding. Mutual funds and all investments are subject to risk, including the possible loss of the money you invest. Diversification does not ensure a profit or protect against a loss.

Performance figures assume the reinvestment of dividends and capital gains distributions. The fund performance percentages are based on fund total return data, adjusted for expenses, obtained from Lipper, a Thomson Reuters Company. The total return data was not adjusted for fees and loads.

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Episcopal Foundation of Dallas

5/7/2020

	Investment Policy	05.7.20	
Asset Category	Target	%	Total
US Equity	42%	42%	14,813,753
International Equity	28%	28%	9,895,871
Fixed Income	24%	24%	8,294,178
Real Estate	6%	6%	2,015,094
TOTALS	100%	100%	\$35,018,896

Note: The Foundations Investment Policy allows for a +/-5 percentage point variance from desired target weighting.

**EPISCOPAL FOUNDATION OF DALLAS
STATEMENT OF NET ASSETS**

	Notes	As of 3/31/2020	As of 3/31/2019	As of 12/31/2019
Assets				
Cash - Foundation operating		125,972	\$ 151,155	\$ 116,956
Cash - Vanguard Money Market	(1)	188,750	187,036	188,106
Administrative fees receivables		37,461	43,336	45,722
Accounts receivable (EHFD)	(2)	-	-	9,417
Contribution receivable		-	-	1,600
Investments - Foundation	(3)	4,998,536	5,651,913	6,049,859
Investments - Agency	(3)	27,244,611	31,517,067	33,252,403
Furniture and equipment, net	(4)	2,119	1,225	2,500
Oil and gas property	(5)	3,500	3,500	3,500
Deposits and prepaid expenses		3,741	3,313	4,387
Total assets		\$ 32,604,689	\$ 37,558,545	\$ 39,674,450
Liabilities and Net Assets				
Liabilities				
Payroll liabilities		2,386	\$ 2,627	\$ 6,415
Accounts payable		-	1,071	10,000
Grants payable	(6)	-	60,000	-
Due to Agency Funds		27,244,611	31,517,067	33,252,403
Total liabilities		27,246,997	31,580,765	33,268,818
Net Assets				
Without donor restrictions		5,355,942	5,976,030	6,403,882
With donor restrictions	(5)	1,750	1,750	1,750
Total net assets		5,357,692	5,977,780	6,405,632
Total liabilities and net assets		32,604,689	\$ 37,558,545	\$ 39,674,450

Notes to Statement of Net Assets:

- (1) The Vanguard money market account was opened on 3/31/2019. Funds in the account represent the dollars needed to fund the 2020 grant program.
- (2) Accounts receivable of \$9,417 represents the amount due from EHFD for administrative services provided by EFD. Time spent developing the EHFD website and evaluating insurance coverage in 2018 caused higher expense that year. This was received as of 3/31/2020.
- (3) See Client Activity Summary for a roll forward of investments.
- (4) The increase in Furniture and equipment represents the purchase of a new laptop computer and associated productivity software for the Controller.
- (5) The Foundation accepted a contribution of property in 1989. Under the terms of the property assignment, the Foundation shares any receipts from the property 50%:50% with other charities. The property is conservatively valued at \$3,500. Half the value is reflected as "temporarily restricted" due to the terms of the property assignment.
- (6) Grants payable at 12/31/2019 represented \$30,000 approved for Community Garden Kitchen in 2016. That commitment along with a \$30,000 grant approved in a subsequent year was paid to Community Garden Kitchen in December 2019.

EPISCOPAL FOUNDATION OF DALLAS

STATEMENT OF ACTIVITIES

	Notes	Quarter-Ended 3/31/2020	Quarter-Ended 3/31/2019	Year Ended 12/31/19
Operating Revenues and Expenses				
Administrative fee income-gross		45,780	50,646	\$ 207,434
Interest - money market account	(1)	643	36	2,248
Misc Income (EHFD)				9,374
Total operating revenue/support		46,423	50,682	219,056
 Payroll and payroll taxes		31,433	31,044	143,861
Professional fees	(2)	5,149	162	35,915
Sponsorships	(3)	3,000	6,500	7,500
Office operation		8,304	6,353	25,950
Total operating expenses	(4)	47,887	44,059	213,226
 Increase in net assets from operations		(1,463)	6,623	5,830
 Contributions Income - Episcopal Fund		5	100	9,357
 Net Investment Gains				
Interest & dividends		18,448	20,597	229,319
Realized gains		17,760	30,947	82,891
Unrealized gains		(1,072,340)	488,047	870,736
Less: Vanguard advisory fees		(1,633)	(1,486)	(6,205)
Less: Admin fees on EFD funds		(8,319)	(7,310)	(31,036)
Total net investment revenue		(1,046,084)	530,795	1,145,705
 Grant Expense				
Foundation grants		1,000	30,000	213,900
Trustee fund grants			-	-
Advised fund grants		2,000	10,000	21,622
Total grant expense		3,000	40,000	235,522
 Total Increase (decrease) in net assets		(1,050,543)	497,518	925,370
 Net assets at beginning of period		6,408,235	5,480,262	5,480,262
 Net assets at end of period		\$ 5,357,692	\$ 5,977,780	\$ 6,405,632

Notes to Statement of Activities:

(1) See Note 1 on Statement of Net Assets

(2) Brochure Design for Planned Giving of \$10,000 and one time fee for K.McCabe for training

(3) Sponsorships represent charitable gifts to (1) support the fundraising efforts of nonprofit organizations that share similar funding priorities with the Foundation and the Diocese, and to (2) heighten awareness of the Foundation. The sponsorship program launched in 2018 and expanded in 2019. The budget for 2020 is \$8,000

(4) See Actual vs. Budget Report for additional detail.

EPISCOPAL FOUNDATION OF DALLAS
STATEMENT of ACTUAL VS. BUDGET

	2020	YTD at 03/31/2020		
				Variance over (under)
Operating Revenue and Expenses	Annual	Actual	Budget	Budget
Revenue				
Administrative fee income - gross	\$ 209,000	\$ 45,780	\$ 52,250	\$ (6,470)
Other Income (EHFD)	10,000	648	2,500	(1,852)
Operating Revenue	\$ 219,000	\$ 46,428	\$ 54,750	\$ (8,322)
Expenses				
Payroll			\$ -	
Executive Director	78,750	19,688	19,688	-
Grant Administrator	12,000	-	3,000	(3,000)
Controller	35,000	9,512	8,750	762
Employers Payroll Taxes	9,600	2,234	2,400	(166)
Total Payroll Expenses	\$ 135,350	\$ 31,433	\$ 33,838	\$ (2,404)
Professional Fees			\$ -	
Audit	21,500	4,750	5,375	(625)
Tax return preparation	3,400	-	850	(850)
Website & Computer Tech	2,500	21	625	(604)
Legal Fees	500	-	125	(125)
Marketing	1,500	-	375	(375)
Development	1,500	378	375	3
Total Professional Fees	\$ 30,900	\$ 5,149	\$ 7,725	\$ (2,576)
			\$ -	
Sponsorships	\$ 8,000	\$ 3,000	\$ 2,000	\$ 1,000
			\$ -	
Office Expense			\$ -	
Rent	8,500	2,583	2,125	458
Insurance-D&O/Liability	8,500	2,844	2,125	719
Telephone/Fax/Internet	600	150	150	(0)
Computer Expense	2,000	528	500	28
Development	500	-	125	(125)
Depreciation	1,300	381	325	56
Professional Development	1,500	450	375	75
Office Supplies	2,000	48	500	(453)
Marketing materials	500	35	125	(90)
Insurance-Worker's Comp	300	91	75	16
Property Taxes	100	-	25	(25)
Board Luncheon	1,000	-	250	(250)
Meetings	1,200	-	300	(300)
Convention	200	-	50	(50)
Memorials & special gifts	500	92	125	(33)
Miscellaneous	500	1,103	125	978
Special Events	14,000		3,500	
Total Office Expense	\$ 43,200	\$ 8,304	\$ 12,800	\$ 1,004
Operating Expense	\$ 217,450	\$ 47,887	\$ 56,363	\$ (3,976)
Operating Surplus (Deficit)	\$ 1,550	\$ (1,459)	\$ (1,613)	\$ (4,346)

Episcopal Foundation Client Activity Summary - First Quarter 2020

	Market Value 12/31/2019	Deposits	Withdrawals	Net Deposits/ Withdrawals	Interest & Dividends	Adm Fees	Money Mgr Fees	Realized Gains/ (Losses)	Unrealized Gains/ (Losses)	Market Value 3/31/2020
<u>ASSET MANAGERS</u>										
Proceeds from Class Actions	-			-	-	-	-	-	-	-
Vanguard	39,302,262.16			(290,133.53)	119,286.45	(54,040.61)	(10,610.45)	115,051.54	(6,938,668.92)	32,243,146.64
TOTAL MANAGERS	39,302,262.16			(290,133.53)	119,286.45	(54,040.61)	(10,610.45)	115,051.54	(6,938,668.92)	32,243,146.64
<u>AGENCY ACCOUNTS</u>										
Frank Hughes Estate	1,046,140.00	-	(12,542.00)	(12,542.00)	3,157.70	(1,438.44)	(282.43)	3,036.28	(183,343.73)	854,727.38
Amistad Mission	1,463,466.09	-	-	-	4,463.79	(2,012.27)	(395.09)	4,296.59	(259,451.14)	1,210,367.97
Episcopal Health Foundation of Dallas	6,438,856.94	-	(20,602.00)	(20,602.00)	19,594.15	(8,853.43)	(1,738.30)	18,863.88	(1,138,858.45)	5,307,262.79
Alice L. Bomar Trust fund	39,339.27	-	(841.11)	(841.11)	117.77	(54.09)	(10.62)	113.15	(6,832.00)	31,832.37
Church of the Incarnation Pension Trust	1,637,120.85	133,931.33	(11,709.84)	122,221.49	5,347.84	(2,251.04)	(441.97)	5,181.09	(312,893.29)	1,454,284.97
Our Merciful Saviour Episcopal Church	71,934.07	-	-	-	219.41	(98.91)	(19.42)	211.20	(12,752.86)	59,493.49
Annie Harris Norton Fund	4,734.57	-	-	-	14.44	(6.51)	(1.28)	13.90	(839.36)	3,915.76
St. Albans Scholarship Fund	12,992.98	-	-	-	39.63	(17.87)	(3.51)	38.14	(2,303.47)	10,745.90
St. John's Episcopal School	5,295,696.42	-	-	-	16,152.68	(7,281.58)	(1,429.68)	15,547.63	(938,849.56)	4,379,835.91
St. Mark's Irving	172,641.00	50,000.00	(10,000.00)	40,000.00	644.53	(237.38)	(46.61)	581.75	(36,638.96)	176,944.33
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Parish Episcopal School Fund	3,716,559.69	-	-	-	11,336.06	(5,110.27)	(1,003.36)	10,911.45	(658,891.70)	3,073,801.87
Good Shepherd Episcopal Church	63,252.99	-	-	-	192.93	(86.97)	(17.08)	185.71	(11,213.83)	52,313.75
Petrash Scholarship Fund	15,669.68	-	-	-	47.79	(21.55)	(4.23)	46.00	(2,778.01)	12,959.68
The Santiago Foundation	792,854.63	1,743.47	-	1,743.47	2,422.95	(1,090.18)	(214.05)	2,332.62	(140,856.46)	657,192.98
St. Augustine's Episcopal Church	134,823.55	-	-	-	411.23	(185.38)	(36.40)	395.83	(23,902.24)	111,506.59
St. Matthew's Cathedral Revolving Fund	668.20	-	-	-	2.04	(0.92)	(0.18)	1.96	(118.47)	552.63
St. Matthew's Cathedral Endowment Fund	1,299,958.24	-	(14,874.00)	(14,874.00)	3,947.77	(1,787.44)	(350.95)	3,801.70	(229,461.45)	1,061,233.87
Holy Nativity	172,172.18	-	(75,000.00)	(75,000.00)	326.71	(236.74)	(46.48)	295.67	(17,836.68)	79,674.66
ECR - Building Fund	236,438.85	-	-	-	721.18	(325.10)	(63.83)	694.16	(41,917.16)	195,548.10
<u>DIOCESAN ACCOUNTS</u>	-									
E.D. Farmer Foundation	828,948.91	-	-	-	2,528.42	(1,139.80)	(223.79)	2,433.70	(146,960.52)	685,586.92
Endowment of the Episcopate	2,366,494.57	-	-	-	7,218.17	(3,253.93)	(638.88)	6,947.79	(419,544.89)	1,957,222.83
St. Paul Memorial Fund	630,373.64	-	-	-	1,922.74	(866.76)	(170.18)	1,850.71	(111,756.03)	521,354.12
Corporation of the Diocese	2,998,833.31	-	(325,000.00)	(325,000.00)	8,380.26	(4,123.40)	(809.60)	8,317.46	(492,439.73)	2,193,158.30
The Mausoleum Perpetual Care Fund	131,726.99	-	-	-	401.78	(181.12)	(35.56)	386.74	(23,353.27)	108,945.56
Memorial Scholarship Fund	724,187.62	-	-	-	2,208.87	(995.76)	(195.51)	2,126.14	(128,387.88)	598,943.48
Ministry with the Aging, Inc. / Bruton	288,445.02	-	-	-	879.80	(396.61)	(77.87)	846.85	(51,137.09)	238,560.10
Elizabeth Austin Miller Fund	198,116.59	-	-	-	604.28	(272.41)	(53.49)	581.66	(35,123.18)	163,853.45
Junker Fund	139,560.25	-	-	-	425.68	(191.90)	(37.68)	409.73	(24,741.99)	115,424.09
Price Fund	123,430.54	-	-	-	376.49	(169.72)	(33.32)	362.38	(21,882.43)	102,083.94
William B. Clayton Fund	222,238.21	-	-	-	677.86	(305.58)	(60.00)	652.47	(39,399.58)	183,803.38
Hiram and LaVerne McCurry Fund	393,249.43	-	-	-	1,199.48	(540.72)	(106.17)	1,154.54	(69,717.38)	325,239.18
Bishop Moore Endowment	45,002.98	-	-	-	137.27	(61.88)	(12.15)	132.12	(7,978.38)	37,219.96
Estate of Estelle Smith	669,888.69	-	-	-	2,043.26	(921.10)	(180.85)	1,966.73	(118,761.47)	554,035.26
Lawrence Blake Scholarship Trust	825,780.71	-	-	-	2,518.76	(1,135.45)	(222.94)	2,424.41	(146,398.85)	682,966.64
The Gathering	50,805.45	-	-	-	154.97	(69.86)	(13.72)	149.16	(9,007.07)	42,018.93
<u>EPISCOPAL FOUNDATION ACCOUNTS</u>	-									
The Episcopal Fund	4,685,331.11	1,604.62	(4,844.00)	(3,239.38)	14,290.47	(6,442.31)	(1,264.89)	13,757.12	(830,670.80)	3,871,761.32
The Julie and Louis Beecherl Trustee's Fund	636,135.29	-	-	-	1,940.31	(874.69)	(171.74)	1,867.62	(112,777.48)	526,119.31
Beecherl Advised Fund	289,663.14	-	-	-	883.51	(398.29)	(78.20)	850.42	(51,353.04)	239,567.54
J. C. Brown Memorial Scholarship Advised F	344,930.61	-	-	-	1,052.08	(474.28)	(93.12)	1,012.69	(61,151.16)	285,276.82
Bishop Stanton Advised Fund	93,798.90	-	(2,000.00)		281.39	(128.97)	(25.32)	272.39	(16,387.88)	77,810.51
AGENCY ACCOUNTS	33,252,403.11	185,674.80	(470,568.95)	(284,894.15)	100,838.69	(45,722.07)	(8,977.18)	97,291.30	(5,866,328.56)	27,244,611.14
EPISCOPAL FOUNDATION ACCOUNTS	6,049,859.05	1,604.62	(6,844.00)	(3,239.38)	18,447.76	(8,318.54)	(1,633.27)	17,760.24	(1,072,340.36)	5,000,535.50
TOTAL	39,302,262.16	187,279.42	(477,412.95)	(288,133.53)	119,286.45	(54,040.61)	(10,610.45)	115,051.54	(6,938,668.92)	32,245,146.64

Episcopal Foundation of Dallas Grant Recommendations 2020

Name of Organization (new applicants in bold type)	Project Name	Recommend
Behind Every Door	Disrupting the Cycle of Generational Poverty	\$5,000
Community Garden Kitchen of Collin County	Dining with Dignity	\$20,000
Episcopal Diocese of Dallas	PROJECT US: Unite and Serve	\$10,000
Exodus Ministries	Residential Program for Formerly Incarcerated Women and Their Children	\$5,000
Family Compass	Growing As Parents Program	\$5,000
Gateway of Grace	Educational and Family Enrichment Ministries	\$5,000
Good Samaritan Episcopal Church	Replacement of Sacristy HVAC	\$5,000
Holy Nativity Episcopal Church	Outreach and Evangelism Preparation	\$3,000
One Man's Treasure	Meeting a Need of Formerly Incarcerated Men	\$4,000
Our Friends Place	Transitional Living Center (TLC)	\$2,500
OurCalling, Inc.	Women's Center: Addressing the Crises Needs of Homeless Women	\$5,000
Rainbow Days, Inc.	Project Hope – Food Program	\$3,000
Randy Sams' Outreach Shelter	Food Insecurity Provision Program	\$12,500
St. Augustine's Episcopal Church	St. Augustine's Parents Day Out	\$5,000
St. James Day School	Campus Security Update	\$6,000
St. John's Episcopal School	SJESCares Fund	\$10,000
St. Matthew's Cathedral	Hungry and Homeless	\$10,000
St. Philip's Episcopal Church, Sulphur Springs	Church Roof Replacement and Vicarage Update	\$5,000
St. Philip's School and Community Center	Aunt Bette's Community Pantry	\$3,000
St. Philip's Sudanese Episcopal Church	Children Ministry Program	\$8,000
St. Simon's After-School	St. Simon's After-School Programs	\$5,000
Stanton Center for Ministry	Student Accessibility during COVID-19	\$1,000
The Samaritan Inn	Shelter Programs - COVID-19 Response	\$4,500
TOTAL REQUESTED		\$142,500

Diocese: \$10,000

EDOD Churches/Agencies: \$58,000

Total: \$68,000/\$142,500 or 47%

Inc. EDOD \$50K allotment: \$118,000/\$192,500 or 61%

Episcopal Foundation of Dallas Grant Recommendations 2020

Donor Advised Fund Grant Recommendations	Project Name	Recommend
Grant to: African Leadership and Reconciliation Ministries (ALARM) Grant from: Bishop Stanton Advised Fund	Operations Support	\$1,000
Grant to: St. Andrew's Episcopal Church Grant from: Bishop Stanton Advised Fund	In support of signage identifying the church entrance and other needs following renovation	\$1,000
Grant to: St. John's Episcopal School Grant from: JC Brown Memorial Scholarship Fund	A grant to the school in support of scholarships	\$5,811

EPISCOPAL HEALTH FOUNDATION OF DALLAS

MINUTES OF THE ANNUAL MEETING OF BOARD OF TRUSTEES

March 3, 2020

The Annual Meeting of the Board of Trustees of the Episcopal Health Foundation of Dallas was held at the Dallas Country Club, 4155 Mockingbird Lane, Dallas, TX 75205 on March 3, 2019 at 11:00 a.m.

The following Trustees were present: Mr. Chris Ayres, Mr. Rick Barry, Mr. Pat Carrigan, Mr. Philip de Bruyn, Ms. Robbi Rice Dietrich, Ms. Jiggs Foster, Mr. Scott Hancock, Mr. Ken Hanks, Mr. Ford Keith, Ms. Eugenia King, Ms. Barbara McColm, Mr. TJ McCoy, Mr. C. Jedson (Jed) Nau, Ms. Elizabeth Trupiano, Father Fabian Villalobos, Mr. Andy Welch and Mr. Dan Wilson. Others in attendance were Rev. Matthew Frick from St. Matthias Episcopal Church and Alan Cohen of the Child Poverty Action Lab. Ms. Pam Fellows Jamieson, Executive Director, Ms. Polly Bireley, Grants Administrator, and Ms. Jill Hurt, Controller were also in attendance.

After lunch, Ms. Eugenia King, Chair, called the meeting to order at 11:35 a.m. Eugenia welcomed Jill Hurt, the new Controller and introduced our guests.

On motion duly made, seconded and unanimously carried, the Consent Agenda of the Board of Trustees was approved as presented. The Consent Agenda included:

- A.** Approval of Minutes of December 10, 2019 Board meeting
- B.** Acceptance of Q4 2019 EHFD Financial Reports

With no further business the meeting was adjourned at 11:39 a.m.

Charles Jedson (Jed) Nau, Secretary

Eugenia King, Chairperson

Episcopal Health Foundation of Dallas
Statement of Net Assets

		As of 3/31/2020	As of 3/31/2019	As of 12/31/2019
Assets				
North Dallas Bank - checking account		\$ 11,808	\$ 6,914	\$ 11,279
Vanguard - money market	(1)	313,449	312,000	312,383
Prepaid excise tax	(2)	6,200	3,632	6,200
Prepaid D&O insurance		3,253	2,602	651
Other		95	95	95
Investments at market value		5,307,263	6,105,669	6,438,857
Total assets		\$ 5,642,067	\$ 6,430,912	\$ 6,769,464
Liabilities and Net Assets				
Liabilities				
Accounts payable	(3)	\$ -	\$ -	\$ 9,417
Estimated excise tax liability		7,010	7,502	6,422
Total liabilities		7,010	7,502	15,839
Net Assets				
Total unrestricted net assets		5,635,057	6,423,410	6,753,625
Total liabilities and net assets		\$ 5,642,067	\$ 6,430,912	\$ 6,769,464

Notes

- (1) The Vanguard money market account was opened on 3/31/2019. Funds in the account represent the dollars needed to fund the 2020 grant program.
- (2) Excise tax for 2020 was substantially higher than 2019 creating a larger safeharbor hurdle for 2020.
- (3) Accounts payable of \$9,417 represents the amount due to EFD for administrative services provided to EHFD. Time spent developing the EHFD website and evaluating insurance coverage in 2018 caused higher expense that year. This has been paid as of 3/31/2020.

Episcopal Health Foundation of Dallas
Statement of Activities

	Quarter Ended 3/31/2020	Quarter Ended 3/31/2019	Year Ended 12/31/2019
Investment income and expense			
Interest and dividends	\$ 20,661	\$ 22,599	\$ 250,613
Realized gains on sales on securities	18,864	33,951	89,750
Unrealized gains on investments	(1,138,858)	535,642	944,139
Investment management fees	(10,592)	(9,654)	(40,163)
Net investment income	(1,109,925)	582,538	1,244,339
Grants and operating expenses			
Foundation grants	8,000	-	\$ 312,030
Contract services	-	-	9,362
Excise tax expense	588	940	6,007
Accounting fees	-	-	2,600
Insurance - D&O	-	615	2,567
Computer & website	-	-	349
Meetings	-	-	121
Misc	55	24	129
Total grants and expenses	8,643	1,579	333,165
Increase (decrease) in net assets	(1,118,568)	580,959	911,174
Net assets at beginning of period	6,753,625	5,842,451	5,842,451
Net assets at end of period	\$ 5,635,057	\$ 6,423,410	\$ 6,753,625

Episcopal Health Foundation of Dallas
Calculation of Amount Available for 2020 Grants

		<u>Market Value</u>
2016	Q1	5,810,767
2016	Q2	5,867,623
2016	Q3	6,137,413
2016	Q4	5,872,425
2017	Q1	6,179,651
2017	Q2	6,405,201
2017	Q3	6,481,315
2017	Q4	6,612,856
2018	Q1	6,564,545
2018	Q2	6,619,443
2018	Q3	6,499,584
2018	Q4	5,835,131
2019	Q1	6,105,669
2019	Q2	6,281,520
2019	Q3	6,120,314
2019	Q4	6,438,857
12-Quarter Average		\$ 6,239,520
Available Grants at 5%		<div style="border: 1px solid black; padding: 2px; display: inline-block;">\$ 311,976</div>
		-150,000
		\$161,976

Note: \$150,000 of EHFD Grant Funds were designated at the March 26 Grant Committee Meeting and subsequently approved by the EFD Board for the Episcopal Diocese of Dallas for churches during the COVID-19 pandemic.

**EPISCOPAL FOUNDATION OF DALLAS (EFD) &
EPISCOPAL HEALTH FOUNDATION OF DALLAS (EHFD)
2020 Meetings**

Board of Directors

Tuesday, March 3, 2020 11:00 am - 12:30 pm (luncheon/meeting)
annual election, honor retiring members, welcome new members

Tuesday, June 9, 2020 4:00 pm
Grants Committee recommendations for 2020 EFD grants, Audit Report

Tuesday, September 15, 2020 4:00 pm
Grants Committee recommendations for 2020 EHFD, 990 Review

Tuesday, December 8, 2020 4:00 pm
Officer slate, budget

*Board of Trustees meeting location may vary from meeting to meeting. Notification
with location details will be sent with meeting materials prior to the meeting date.*

Investment Committee

Wednesday, February 19, 2020 4:00 pm

Wednesday, May 13, 2020 4:00 pm

Wednesday, September 2, 2020 4:00 pm

Wednesday, November 11, 2020 4:00 pm

Grants Committee Meetings

June 2, 2020
EFD Grants

September 8, 2020
EHFD Grants