

Episcopal Foundation of Dallas (EFD) & Episcopal Health Foundation of Dallas (EHFD)
Board of Trustees Meeting Agendas
December 8, 2020 4:00 pm

EFD BOARD MEETING

- I. Call to order and opening prayer and welcome:** *Philip de Bruyn*
- II. Consent Agenda:** *Philip de Bruyn*
 - A. Minutes of September 11, 2020 EFD Board meeting minutes** (p.1-2)
 - B. Acceptance of Investment Committee and Finance Report**
 - Minutes of November 11, 2020 Committee Meeting (p. 3-4)
 - Performance Reports (p. 5-13)
 - Asset Allocation Report Q2 (p. 14)
 - 2020 Q3 Financial Reports (p.15-19)
 - C. Acceptance of Grant Committee Report**
 - Minutes of October 27, 2020 Committee Meeting
 - D. Approval of \$2000 for retiring past chairman, Eugenia King**
 - E. Approval of \$1000 for retiring board member, Will Beecherl**
 - F. Approval of \$1000 for retiring board member, Jiggs Foster**
 - G. Approval of Donor Advised Fund Disbursements**
 - i. May 31, 2020 JC Brown Scholarship Fund, \$7500
 - ii. November 30, 2020 JC Brown Scholarship Fund, \$7500

Motion to approve Consent Agenda

- IV. Business Agenda:** *Philip de Bruyn*
 - A. Investment Committee Report:** *Andy Welch*
 - a. 2021 Budget Approval (p. 22)
 - B. Diocese Update:** *Bishop Sumner*
- V. Executive Session**
- VI. Other Business:** *Philip de Bruyn*
 - Christmas Ask
 - 2020 Meeting Dates (p. 27)
 - 2020 Committees (p. 28)

- VI. Adjourn**

EHFD BOARD MEETING

- I. Call to Order:** *Philip de Bruyn*
- II. Consent Agenda:** *Philip de Bruyn*
 - A. Approval of Minutes of September 11, 2020 EHFD Board meeting** (p. 23)
 - B. Acceptance of EHFD Financial Reports** (p. 24-25)
 - C. 2021 Budget Approval** (p. 26)

Motion to accept Consent Agenda

- III. Business Agenda:** *Philip de Bruyn*
- 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

September 15, 2020

The Regular Meeting of the Board of Trustees of the Episcopal Foundation of Dallas was held via Zoom on September 15, 2020 at 4:00 p.m.

The following Trustees were present: Mr. Pat Carrigan, Mr. Philip de Bruyn, Ms. Robbi Rice Dietrich, Ms. Jiggs Foster, Mr. Ken Hanks, Mr. Ford Keith, Ms. Eugenia King, Ms. Barbara McColm, Mr. TJ McCoy, Mr. C. Jedson (Jed) Nau, Bishop George Sumner, Ms. Elizabeth Trupiano, Mr. Andy Welch and Mr. Dan Wilson. Others in attendance were Ms. Pam Fellows Jamieson, Executive Director, and Ms. Jill Hurt, Controller.

Mr. Philip de Bruyn, Chair, called the meeting to order at 4:03 p.m. and Bishop Sumner led us in prayer.

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. Minutes of June 9, 2020 EFD Board meeting minutes
- B. Acceptance of Audit & Admin Committee Report
 - Minutes from August 31, 2020 Meeting
 - EFD 2019 Form 990 for review before filing
- C. Acceptance of Investment Committee and Finance Report
 - Minutes of September 2, 2020 Committee Meeting
 - Performance Reports
 - Asset Allocation Report Q2
 - 2020 Q2 Financial Reports
- D. Acceptance of Nominating and Governance Report
 - Minutes of September 9, 2020 Committee Meeting
- E. Approval of revised ED Evaluation Process Policy
- F. Approval of Stanton DAF to CRU Missionary Organization for \$3000 for gym equipment

Investment Committee Chair, Andy Welch gave the Investment Committee report and discussed the recent performance of the portfolio letting the board know that the portfolio value was up 3.9% since March. He also let the Board know that the decision by Transfiguration to select the Episcopal Church Foundation and not the Episcopal Foundation of Dallas led to a competitive review of ECF's and EFD's portfolio. Given how Vanguard's portfolio has outperformed State Street's comparable portfolio and EFD's overall fees are lower than the Episcopal Church Foundation, the conclusion is that Transfiguration's decision was based on other factors. Parishioners from the Board will be following up with the Rector and Wardens. Andy also mentioned the \$100,000 gift the Foundation received from Don Houseman's estate and the need to thank the family.

On behalf of the Nominating Committee, Philip reviewed the three candidates that the committee is recommending for the Board:

Kam Bakewell, Incarnation

Charles Mooney, St. Philips, McKinney

Crayton Webb, Incarnation.

Resumes were circulated at part of the board packet. After discussion and on a motion duly made, seconded, and unanimously elected the candidates to serve beginning in March 2021.

Philip also reported that five current board members are eligible for re-election:

Jed Nau, 3rd term ending 2024

Jiggs Foster, 2nd term ending 2024

TJ McCoy, 2nd term ending 2024

Fabian Villalobos, 2nd term ending 2024

Andy Welch, 2nd term ending 2024

On a motion duly made, seconded, and unanimously carried these board members were elected for their respective terms beginning in March 2021.

Bishop Sumner thanked the Foundation for the support of the missions and churches which need additional financial help during the pandemic lockdown. He let us know that in-person church will begin later in September with no singing.

Philip asked the chairs of the committee to review the Committee workplans and plan accordingly to finish out remaining items.

In other business, Grant Chair, Pat Carrigan gave an update on the \$50,000 set-aside grant to the Diocese. To date, grants have been issued to 4 churches in the amount of \$38,103.

With no further business the meeting was adjourned at 4:29 p.m.

Charles Jedson (Jed) Nau, Secretary

Philip de Bruyn, Chairperson

**Episcopal Foundation of Dallas
Investment and Finance Committee Meeting
Minutes
Wednesday, November 11, 2020 4:00 p.m.
VIA Zoom Meeting
DRAFT**

Committee Members:

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

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

Andy Welch, Chairman, opened the Investment and Finance Committee meeting at 4:03 p.m. with a prayer.

The minutes from the September 8, 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 September 30, 2020 was \$39,253,650. Geoff reviewed the October and early November performance noting the increase in return and the value of the portfolio on November 10, 2020 to \$41,572,516. In response to an inquiry of the Investment and Finance Committee, Geoff noted the section on REITs and the marked increase in exposure on Specialized REITs which include Digital Realty Trust and Public Storage.

Geoff then reviewed Vanguard's current view of future returns and noted that returns for REITs were projected to return less than equities with slightly higher risks. With approximately 6% of our funds invested in a REIT index, Geoff suggested that the Committee may want to consider shifting 50% of the REIT investments to equities.

Andy discussed the continued weak performance of PRIMECAP and suggested the Committee consider shifting 50% of PRIMECAP (a GARP fund) to Vanguard's traditional Growth Fund. After discussion it was determined that Geoff will provide an analysis of how much of each stock we hold across all funds. The committee will reconvene to discuss in December.

Controller, Jill Hurt reviewed the current EFD financial statement packet. EFD current assets were \$6,144,591 as of September 30, 2020. The financial statements were accepted as presented.

Jill Hurt also reviewed the EHFD Financial Statements. EHFD current assets were \$6,515,960 as of September 30, 2020. The Financial statements were accepted as presented.

The draft 2021 EFD and EHFD Budgets were reviewed. With no recommended revisions the budget was accepted for approval by the Board.

According to our liquidity guidelines and in anticipation of uncertain markets due to the 2020 election, Andy informed the committee that we moved half of EFD and EHFD grant funds from the portfolio to the money market accounts and will move the remaining half in December. On a motion duly made and seconded the committee ratified the liquidation.

In other business, Andy let the committee know that we are still waiting on funds to transfer from St. James Day School and St. Augustine's. Additionally, Executive Director, Pam Jamieson let the committee know that we have received an RFP from Parish Episcopal School that is due on December 4, 2020. The committee will be asked to review the document before it is submitted.

With no further business, the meeting was adjourned at 5:20 p.m.

QUARTERLY PERFORMANCE REPORT Period Ending September 30, 2020

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- 1 Aggregated Performance Summary
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- 5 Performance Summary

Episcopal Foundation of Dallas - Aggregated Performance Summary

as-of September 30, 2020

	Market Value*	Portfolio Allocation	Three-Month	Year-to-Date	One-Year	Three-Year	Five-Year	Since Inception
Vanguard	\$39,253,650	100.00%	5.96%	1.47%	8.69%	6.55%	9.12%	7.31%
Vanguard Composite Benchmark			6.02%	1.93%	8.37%	6.98%	9.13%	7.41%
Aggregate Portfolio (net of EFD fee)*	\$39,253,650	100.00%	5.83%	1.08%	8.13%	5.99%	8.53%	7.82%
Aggregate Composite Benchmark*			6.02%	1.93%	8.37%	6.98%	9.30%	8.79%

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 September 30, 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 Since Inception time periods.*

Vanguard Market & Economic Overview

Global equities continue rally in the third quarter

Global equity markets continued their momentum from the second quarter as domestic¹ and international² stocks posted positive gains of 9.2% and 6.7%, respectively. Large-scale monetary and fiscal stimulus measures, as well as expectations for a near-term vaccine breakthrough continued to serve as tailwinds for equity returns during the quarter.

Leading the way for domestic equities were U.S. mega-cap stocks as investors continued to favor large, growth-oriented companies largely insulated from the effects of mandatory lockdowns, particularly in the technology sector. For the trailing three months ending September 30th, large-cap stocks³ returned 9.7% while mid⁴ and small-cap stocks⁵ returned 8.0% and 5.8%, respectively. Large-caps maintained their edge over mid and small-cap equities by posting gains of 17.1% over the trailing one year period. Meanwhile, growth stocks⁶ continued to outperform value⁷, recording gains of 36.1% compared to -5.7% for value over the same period.

The broad market rebound also continued in international equities, where emerging markets⁸ returned 9.2% and developed markets⁹ returned 6.0% for the quarter. A faster recovery from the coronavirus pandemic in China and other emerging Pacific economies also helped emerging market stocks continue their outperformance over the past one-year period, gaining 9.5% versus a return of 2.1% for developed markets.

Fixed income returns remain positive despite low yields

With the Federal Reserve reaffirming its stance to keep the federal funds rate at or near zero for the foreseeable future, U.S. bonds¹⁰ managed to record slight positive gains during the third quarter as the broad fixed income market returned 0.7%. Markets continued their risk-on approach as evidenced by positive gains in high yield bonds¹¹ (+4.6%) and further tightening of credit spreads, with investment-grade corporate bonds¹² returning 1.5% during the quarter. Over the one-year period ending September 30th, Treasury and credit bonds have posted positive returns of 8.0% and 7.5%, respectively. The yield curve continues to be upward sloping with a spread of 0.56% between the two and ten-year Treasury securities, compared to 0.50% at the end of the second quarter.

Within international fixed income, a continued weakening of the U.S. dollar bolstered performance of unhedged international bonds¹³ over their hedged¹⁴ counterparts, returning 4.1% for the quarter versus 1.1% for hedged. Their outperformance continued over the one-year period as unhedged and hedged international fixed income managed to return 5.5% and 2.3%, respectively.

Vanguard Market & Economic Overview

Economic growth picture brightens, signs of optimism emerge

U.S. real GDP decreased at an annual rate of 31.7% in the second quarter as lockdown measures and other restrictions, particularly in the service sector, continued to weigh on economic growth. While GDP turned further negative to end Q2, signs of recovery emerged in the third quarter. The U.S. economy added 1.8 and 1.4 million jobs in July and August, while unemployment continued to fall from 10.2% to 8.4%. Additionally, retail sales rose three consecutive months on their way to reaching pre-pandemic levels, signaling renewed strength in consumer spending. Despite gains in employment and retail spending, inflation rose just 0.03% on a seasonally adjusted basis, its smallest increase since January. Looking ahead, Vanguard sees a shift forward in growth expectations with the U.S. projected to end 2020 with full-year GDP around negative 4%, with a slower pace of recovery in 2021. We still see it taking until the end of 2021 for GDP to return to pre-COVID levels and into 2022 to reach a pre-COVID trajectory. Our view anticipates further fiscal stimulus of around \$1 trillion, while we'd likely reduce this outlook in the absence of such stimulus measures.

In the Eurozone, GDP declined -12.1% during the second quarter while the annual rate of inflation unexpectedly declined to 0.1% in August from 0.2% recorded in July. In contrast, Europe's largest economy, Germany, has seen signs of a faster than anticipated recovery with full year GDP expected to contract by only -5.8%. The German economy has been supported by several factors which include a mild and short coronavirus lockdown, large-scale fiscal stimulus and close trade links with China. Elsewhere in the euro area, the United Kingdom recorded a steeper second-quarter contraction than its peers as the country's GDP shrank -20.4% to end the second quarter, suffering the worst economic hit from the coronavirus in Europe. Contributing to this steep downturn has been a COVID-19 death toll that is currently the highest among all countries in the region. Vanguard continues to foresee a full-year economic contraction around negative 10% for the broad euro area economy in 2020. Serving as a headwind to recovery is a strengthening of the euro against other major currencies since May, including a nearly 10% strengthening against the U.S. dollar. This appreciation will continue to serve as a negative for exports and weigh further on GDP.

China became the first major economy to return to positive growth since the COVID-19 pandemic began, posting an increase in GDP of 3.2% from a year earlier in the second quarter. Additionally, unemployment continued to fall as the urban surveyed unemployment rate edged down to 5.6%, the lowest since it stood at 5.3% in January. Retail sales, the last holdout among the economy's major components, returned to its pre-COVID levels by showing the first month of growth this year. In Japan, GDP fell -7.8% in the second quarter of 2020 compared to the previous quarter. The Japanese government has turned to fiscal stimulus to aid in the recovery, including sending \$1,000 in cash to every resident in early summer. However, the path back to pre-pandemic economic levels remains steep considering Japan's economy had started to show signs of contraction even before the pandemic. Vanguard continues to foresee full-year growth for China in a range of 1% to 3% after seeing a broadening in export goods following a period where exports were concentrated in protective equipment, medical instruments, and work-from-home technology. As for Japan, Vanguard expects the resignation of Prime Minister Shinzo Abe to have little near-term effect on the economy, with full-year GDP forecasted to contract in a range around -3% to -5%.

Vanguard Market & Economic Overview

Federal Reserve approves shift on inflation goal, ushering in longer era of low rates

The Federal Reserve approved a major shift in how it sets interest rates by dropping its longstanding practice of pre-emptively lifting the target range for the fed funds rate to head off higher inflation, a move likely to leave U.S. interest rates very low for a long time. As part of The Fed's new plan, the central bank will now seek to achieve an average inflation target of 2%, rather than making 2% a fixed goal, thereby giving it more flexibility. According to Fed Chairman Jerome Powell, the revamp is designed to address the “reality of a quite difficult macroeconomic context of low interest rates, low inflation, relatively low productivity, and slow growth”. Vanguard maintains its view that the U.S. economy is more likely to experience disinflation in the near-term than higher, unexpected inflation.

Meanwhile, the European Central Bank slightly revised up its forecasts for economic growth and inflation through 2022. It left its key interest rate unchanged at -0.5% and said it would continue to purchase up to \$1.59 trillion of Eurozone sovereign debt as part of an emergency bond-buying program unveiled in March. More recently, ECB President Christine Lagarde stated the bank would be ready to inject additional monetary stimulus to support the region's stuttering economic recovery should new virus cases surge and corporate bankruptcies increase later in the year. These measures indicate that a “lower for longer” approach is likely to be maintained by the ECB for the foreseeable future.

Final Thoughts

While the COVID-19 pandemic continues to weigh on the global economy, signs of optimism emerged in the third quarter suggesting a recovery is underway in some parts of the world. While the speed of the recovery has yet to be determined, positive growth in China, falling unemployment in the U.S., and further easing by fiscal and monetary policymakers should serve as tailwinds as we enter the fourth quarter. Risks to the downside still remain which include a surge in new virus cases and an increase in lockdown measures and other restrictions leading to a slower recovery for the broad global economy. In conclusion, Vanguard still projects a relatively uneven recovery, as global economies, sectors, and industries figure to experience varying trajectories on their paths back to their pre-COVID levels.

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) FTSE Emerging Index, 9) FTSE Developed All-Cap ex-US Index, 10) BloombergBarclays US Agg Float Adj Index, 11) BloombergBarclays US Corporate High Yield Index, 12) Bloomberg Barclays US Credit Index, 13) BloombergBarclays Global Agg Index ex-USD, 14) BloombergBarclays Global Agg ex-USD Float Adjusted RIC Hedged

Sources

Vanguard, U.S. Treasury, Trading Economics, Bloomberg, Wall Street Journal, Morningstar, FactSet, Bureau of Economic Analysis.

Performance Summary (Gross of Advisory Fees) ending September 30, 2020

	Market Value (\$)	% of Portfolio	2020 Q3 (%)	YTD (%)	1 Yr (%)	3 Yrs (%)	5 Yrs (%)	10 Yrs (%)	Inception (%)	Inception Date
EPISCOPAL FOUNDATION OF DALLAS CONSOLIDATED	39,253,650	100.00	5.99	1.55	8.80	6.67	9.24	8.20	8.11	Dec-09
EPISCOPAL FOUNDATION OF DALLAS CONSOLIDATED (Net)			5.81	1.08	8.12	6.03	8.56	7.85	7.78	
Composite Benchmark			6.02	1.93	8.37	6.98	9.14	8.73	8.67	Dec-09
Total Equity	27,585,888	70.28	8.04	0.62	10.90	7.13	10.98	--	8.37	Jul-15
Equity Domestic	16,596,777	42.28	7.84	0.06	10.24	9.09	12.34	--	9.93	Jul-15
Spliced Total Stock Market Index			9.20	5.49	14.99	11.65	13.69	13.50	11.23	Jul-15
Equity International	10,989,111	28.00	8.33	1.46	11.87	4.17	8.88	--	5.98	Jul-15
Spliced Total International Stock Index			6.70	-5.09	3.69	1.31	6.41	4.23	3.73	Jul-15
Total Fixed Income	9,323,148	23.75	1.00	6.13	6.05	5.24	4.34	--	4.26	Jul-15
Fixed Income Domestic	6,972,189	17.76	0.96	7.02	7.38	5.27	4.33	--	4.27	Jul-15
Spliced Bloomberg Barclays US Aggregate Float Adjusted Index			0.65	6.99	7.14	5.33	4.26	3.67	4.22	Jul-15
Fixed Income International	2,350,959	5.99	1.10	3.47	2.15	5.11	4.34	--	4.23	Jul-15
Bloomberg Barclays Global Aggregate ex-USD Float Adjusted RIC Capped Hedged			1.07	3.63	2.33	5.33	4.57	--	4.45	Jul-15
Total Real Estate	2,344,614	5.97	1.33	-12.74	-12.19	2.37	5.22	--	4.34	Jul-15
Real Estate Domestic	2,344,614	5.97	1.33	-12.74	-12.19	2.37	5.22	--	4.34	Jul-15
Real Estate Spliced Index			1.35	-12.66	-12.10	2.46	5.32	8.59	4.45	Jul-15

Gross of Advisory Fee returns reflect the deduction of fund expense ratios and any other security-level expenses.

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.

Returns greater than one year represent annualized returns. Returns less than one year represent cumulative returns.

Performance Summary (Gross of Advisory Fees) ending September 30, 2020

	Market Value (\$)	% of Portfolio	2020 Q3 (%)	YTD (%)	1 Yr (%)	3 Yrs (%)	5 Yrs (%)	10 Yrs (%)	Inception (%)	Inception Date
EPISCOPAL FOUNDATION OF DALLAS CONSOLIDATED	39,253,650	100.00	5.99	1.55	8.80	6.67	9.24	8.20	8.11	Dec-09
Composite Benchmark			6.02	1.93	8.37	6.98	9.14	8.73	8.67	Dec-09
Total Equity	27,585,888	70.28	8.04	0.62	10.90	7.13	10.98	--	8.37	Jul-15
Equity Domestic	16,596,777	42.28	7.84	0.06	10.24	9.09	12.34	--	9.93	Jul-15
Spliced Total Stock Market Index			9.20	5.49	14.99	11.65	13.69	13.50	11.23	Jul-15
Vanguard® Total Stock Market Index Fund Institutional	8,353,562	21.28	9.19	5.50	15.01	11.65	13.68	13.49	11.22	Jul-15
Spliced Total Stock Market Index			9.20	5.49	14.99	11.65	13.69	13.50	11.23	Jul-15
Multi-Cap Core Funds Average			8.18	1.90	10.05	8.23	10.44	10.69	8.07	Jul-15
Vanguard® PRIMECAP Fund Admiral™ Shares	4,172,407	10.63	9.73	2.74	15.13	11.40	15.00	14.80	12.71	Jul-15
Russell 1000 Growth			13.22	24.33	37.53	21.67	20.10	17.25	17.38	Jul-15
S&P 500			8.93	5.57	15.15	12.28	14.15	13.74	11.76	Jul-15
Multi-Cap Growth Funds Average			11.81	22.14	33.15	18.39	16.60	14.29	13.76	Jul-15
Vanguard® Windsor™ Fund Admiral™ Shares	4,070,808	10.37	3.24	-12.64	-3.34	1.78	7.00	9.98	4.59	Jul-15
Russell 1000 Value			5.59	-11.58	-5.03	2.63	7.66	9.95	5.50	Jul-15
Multi-Cap Value Funds Average			4.79	-13.42	-6.94	0.45	5.86	8.25	3.78	Jul-15
Equity International	10,989,111	28.00	8.33	1.46	11.87	4.17	8.88	--	5.98	Jul-15
Spliced Total International Stock Index			6.70	-5.09	3.69	1.31	6.41	4.23	3.73	Jul-15
Vanguard® Total International Stock Index Fund Institutional	5,501,698	14.02	6.48	-4.80	3.82	1.28	6.33	4.23	3.78	Jul-15
Spliced Total International Stock Index			6.70	-5.09	3.69	1.31	6.41	4.23	3.73	Jul-15
International Funds Average			6.82	-3.21	5.52	1.51	5.82	4.59	3.37	Jul-15
Vanguard® International Growth Fund Admiral™ Shares	2,788,668	7.10	16.27	30.65	49.32	16.07	18.58	10.93	15.04	Jul-15
Spliced International Index			6.25	-5.44	3.00	1.16	6.23	4.00	3.45	Jul-15
International Funds Average			6.82	-3.21	5.52	1.51	5.82	4.59	3.37	Jul-15
Vanguard® International Value Fund	2,698,745	6.88	3.99	-11.80	-4.07	-1.62	4.45	3.54	1.46	Jul-15
Spliced International Index			6.25	-5.44	3.00	1.16	6.23	4.00	3.45	Jul-15
International Funds Average			6.82	-3.21	5.52	1.51	5.82	4.59	3.37	Jul-15

Performance Summary (Gross of Advisory Fees) ending September 30, 2020

	Market Value (\$)	% of Portfolio	2020 Q3 (%)	YTD (%)	1 Yr (%)	3 Yrs (%)	5 Yrs (%)	10 Yrs (%)	Inception (%)	Inception Date
Total Fixed Income	9,323,148	23.75	1.00	6.13	6.05	5.24	4.34	--	4.26	Jul-15
Fixed Income Domestic	6,972,189	17.76	0.96	7.02	7.38	5.27	4.33	--	4.27	Jul-15
Spliced Bloomberg Barclays US Aggregate Float Adjusted Index			0.65	6.99	7.14	5.33	4.26	3.67	4.22	Jul-15
Vanguard® Total Bond Market Index Fund Admiral™ Shares	3,474,906	8.85	0.61	7.00	7.03	5.30	4.20	3.59	4.14	Jul-15
Spliced Bloomberg Barclays US Aggregate Float Adjusted Index			0.65	6.99	7.14	5.33	4.26	3.67	4.22	Jul-15
Spliced Intermediate-Term Investment-Grade Debt Funds Average			1.25	6.67	6.90	4.93	4.08	3.60	3.95	Jul-15
Vanguard® Intermediate-Term Investment-Grade Fund	2,335,862	5.95	1.48	8.37	9.07	6.09	5.21	4.73	5.14	Jul-15
BBgBarc US Credit 5-10 Yr TR			1.76	7.05	8.31	6.43	5.82	5.24	5.68	Jul-15
Spliced Core Bond Funds Average			1.25	6.67	6.90	4.93	4.08	3.60	3.95	Jul-15
Vanguard® Short-Term Investment-Grade Fund Admiral™	1,161,421	2.96	0.93	4.23	4.89	3.64	3.13	2.65	3.08	Jul-15
BBgBarc US Credit 1-5 Yr TR			0.82	4.20	5.07	3.89	3.26	2.88	3.20	Jul-15
1-5 Year Investment-Grade Debt Funds Average			1.03	2.98	3.57	2.82	2.39	1.96	2.29	Jul-15
Fixed Income International	2,350,959	5.99	1.10	3.47	2.15	5.11	4.34	--	4.23	Jul-15
Bloomberg Barclays Global Aggregate ex-USD Float Adjusted RIC Capped Hedged			1.07	3.63	2.33	5.33	4.57	--	4.45	Jul-15
Vanguard® Total International Bond Index Fund Admiral™	2,350,959	5.99	1.10	3.47	2.15	5.11	4.34	--	4.23	Jul-15
Bloomberg Barclays Global Aggregate ex-USD Float Adjusted RIC Capped Hedged			1.07	3.63	2.33	5.33	4.57	--	4.45	Jul-15
International Income Funds Average			2.73	1.60	2.62	2.23	3.36	1.76	2.94	Jul-15
Total Real Estate	2,344,614	5.97	1.33	-12.74	-12.19	2.37	5.22	--	4.34	Jul-15
Real Estate Domestic	2,344,614	5.97	1.33	-12.74	-12.19	2.37	5.22	--	4.34	Jul-15
Real Estate Spliced Index			1.35	-12.66	-12.10	2.46	5.32	8.59	4.45	Jul-15
Vanguard® Real Estate Index Fund Admiral™ Shares	2,344,614	5.97	1.33	-12.74	-12.19	2.37	5.22	8.50	4.34	Jul-15
Real Estate Spliced Index			1.35	-12.66	-12.10	2.46	5.32	8.59	4.45	Jul-15
Real Estate Funds Average			2.54	-12.46	-12.08	2.02	4.57	7.77	3.68	Jul-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
Asset Allocation
9/30/2020

	Investment Policy	9/30/2020	
Asset Category	Target	%	Total
US Equity	42%	42%	16,596,777
International Equity	28%	28%	10,989,111
Fixed Income	24%	24%	9,323,148
Real Estate	6%	6%	2,344,614
TOTALS	100%	100%	\$39,253,650

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

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

		As of 9/30/2020	As of 9/30/2019	As of 12/31/2019
Assets				
Cash - Foundation operating		\$ 67,286	\$ 107,228	\$ 116,956
Cash - Vanguard Money Market		\$ 58,916	107,642	188,106
Cash in Transit	(1)	\$ (307,448)		
Administrative fees receivable		45,453	43,388	45,722
Accounts receivable (EHFD)			10,755	9,417
Contribution receivable			-	1,600
Investments - Foundation	(2)	6,144,591	5,790,905	6,049,859
Investments - Agency	(2)	33,109,059	31,554,791	33,252,403
Investment Clearing	(1)	307,448		
Furniture and equipment, net		1,230	2,949	2,500
Oil and gas property	(3)	3,500	3,500	3,500
Deposits and prepaid expenses		3,741	1,298	4,387
Total assets		<u>\$ 39,433,776</u>	<u>\$ 37,622,456</u>	<u>\$ 39,674,450</u>
Liabilities and Net Assets				
Liabilities				
Payroll liabilities		\$ 2,386	\$ 3,475	\$ 6,415
Accounts payable		-	-	10,000
Grants payable	(4)	5,000	68,000	-
Due to Agency Funds		33,109,059	31,554,791	33,252,403
Total liabilities		<u>33,116,445</u>	<u>31,626,266</u>	<u>33,268,818</u>
Net Assets				
Without donor restrictions		6,315,581	5,994,440	6,403,882
With donor restrictions		1,750	1,750	1,750
Total net assets		<u>6,317,331</u>	<u>5,996,190</u>	<u>6,405,632</u>
Total liabilities and net assets		<u>\$ 39,433,776</u>	<u>\$ 37,622,456</u>	<u>\$ 39,674,450</u>

Notes to Statement of Net Assets:

- (1) St. Peter's deposit of \$238,572.67 was deposited to MM account on 9/24/2020 as well as the Houseman gift of \$100,000 and was moved to portfolio on 10/1/2020. Accounting for it with cash in transit and investment clearing to show the money as a portfolio investment and not MM investment since transfer was made 9/30/20
- (2) See Client Activity Summary for a roll forward of investments.
- (3) 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.
- (4) St. Augustine's Episcopal Church grant agreement still outstanding

**EPISCOPAL FOUNDATION OF DALLAS
STATEMENT OF ACTIVITIES**

	9-Months Ended 9/30/2020	9-Months Ended 9/30/2019	Year Ended 12/31/2019
Operating Revenues and Expenses			
Administrative fee income-gross	\$ 149,436	\$ 153,750	\$ 207,434
Interest-money market account	810	1,784	2,248
Miscellaneous Income	-	8,000	9,374
Total operating revenue	150,245	163,534	219,056
Payroll and payroll taxes	106,342	102,784	143,861
Professional fees	21,118	25,529	35,915
Sponsorships	3,000	7,500	7,500
Office Operation	21,632	22,779	25,950
Total operating expenses	152,092	158,592	213,226
Increase in net assets from operations	(1,846)	4,942	5,830
Contributions income - Episcopal Fund (1)	100,000	107	9,357
Net Investment Gains			
Interest & dividends	64,428	73,295	229,319
Realized gains	122,261	60,146	82,891
Unrealized gains (losses)	52,056	637,842	870,736
Less: Vanguard advisory fees	(4,707)	(4,620)	(6,205)
Less: Administrative fees on EFD funds	(23,161)	(23,073)	(31,036)
Total investment revenue (2)	210,878	743,590	1,145,705
Grant Expense			
Foundation grants	181,102	216,900	213,900
Trustee fund grants	-	-	-
Advised fund grants	12,750	15,811	21,622
Total grant expense	193,852	232,711	235,522
Total Increase (Decrease) in net assets	115,180	515,928	925,370
Net assets at beginning of period	6,202,151	5,480,262	5,480,262
Net assets at end of period	\$ 6,317,331	\$ 5,996,190	\$ 6,405,632

Notes to Statement of Activities:

(1) Received \$100,000 dollar contribution from Housmann

(2) Associated to markets response to Covid-19

EPISCOPAL FOUNDATION OF DALLAS
STATEMENT of ACTUAL VS. BUDGET

		2020	YTD at 09/30/2020		
	Notes	Annual	Actual	Budget	Variance over (under) Budget
Operating Revenue and Expenses					
Revenue					
Administrative fee income - gross		\$ 209,000	\$ 149,436	\$ 156,750	\$ (7,314)
Other Income (EHFD)		10,000	810	\$ 7,500	(6,690)
Operating Revenue	(1)	\$ 219,000	\$ 150,245	\$ 164,250	\$ (14,005)
Expenses					
Payroll					
Executive Director		78,750	59,063	\$ 59,063	-
Grant Administrator	(2)	12,000	12,688	\$ 9,000	3,688
Controller	(3)	35,000	27,012	\$ 26,250	762
Employers Payroll Taxes	(4)	9,600	7,555	\$ 7,200	355
Total Payroll Expenses		\$ 135,350	\$ 106,317	\$ 101,513	\$ 4,805
Professional Fees					
Audit	(5)	21,500	21,178	\$ 16,125	5,053
Tax return preparation	(6)	3,400	-	\$ 2,550	(2,550)
Website & Computer Tech		2,500	321	\$ 1,875	(1,554)
Legal Fees		500	-	\$ 375	(375)
Marketing		1,500	-	\$ 1,125	(1,125)
Development		1,500	378	\$ 1,125	(747)
Total Professional Fees	(7)	\$ 30,900	\$ 21,877	\$ 23,175	\$ (1,298)
Sponsorships		\$ 8,000	\$ 3,000	\$ 6,000	\$ (3,000)
Office Expense					
Rent	(8)	8,500	7,176	\$ 6,375	801
Insurance-D&O/Liability		8,500	8,700	\$ 6,375	2,325
Telephone/Fax/Internet		600	450	\$ 450	(0)
Computer Expense		2,000	1,636	\$ 1,500	136
Development		500	-	\$ 375	(375)
Depreciation		1,300	1,270	\$ 975	295
Professional Development		1,500	450	\$ 1,125	(675)
Office Supplies		2,000	200	\$ 1,500	(1,300)
Marketing materials		500	35	\$ 375	(340)
Insurance-Worker's Comp		300	226	\$ 225	1
Property Taxes		100	-	\$ 75	(75)
Board Luncheon		1,000	925	\$ 750	175
Meetings		1,200	-	\$ 900	(900)
Convention		200	-	\$ 150	(150)
Memorials & special gifts		500	92	\$ 375	(283)
Miscellaneous		500	150	\$ 375	(225)
Special Events		14,000	-	\$ 10,500	(10,500)
Total Office Expense	(7)	\$ 43,200	\$ 21,311	\$ 32,400	\$ (11,089)
Operating Expense		\$ 217,450	\$ 152,505	\$ 163,088	\$ (10,582)
Operating Surplus (Deficit)		\$ 1,550	\$ (2,260)	\$ 1,163	\$ (3,422)

- (1) Decrease is due to market response to Covid -19
- (2) Increase is due to Grant Administrator doing additional reports for grant committee
- (3) Increase is due to training of new controller in January
- (4) Increase is due to overall increase in payroll
- (5) Increase is due to full amount of audit paid out prior to year end and budget is for 9 months
- (6) Tax return was paid in October 2020
- (7) Variances are skewed in 2020 due to adjustments made for Covid-19 and budget is for 9 months
- (8) Variance is due to actual being cost for full year vs budget is for 9 months

Episcopal Foundation Client Activity Summary - Third Quarter 2020

	Market Value 6/30/2020	Deposits	Withdrawals	Net Deposits/ Withdrawals	Interest & Dividends	Adm Fees	Money Mgr Fees	Realized Gains/ (Losses)	Unrealized Gains/ (Losses)	Market Value 9/30/2020
<u>ASSET MANAGERS</u>										
Proceeds from Class Actions	-			-	-	-	-	-	-	-
Vanguard	37,330,792.06			(322,802.46)	129,191.00	(51,329.84)	(10,610.72)	634,617.00	1,543,793.13	39,253,650.17
TOTAL MANAGERS	37,330,792.06			(322,802.46)	129,191.00	(51,329.84)	(10,610.72)	634,617.00	1,543,793.13	39,253,650.17
<u>AGENCY ACCOUNTS</u>										
Frank Hughes Estate	978,863.50	-	(41,384.00)	(41,384.00)	3,282.15	(1,345.94)	(278.23)	16,545.70	40,992.94	996,676.12
Amistad Mission	1,405,187.34	-	-	-	4,868.65	(1,932.13)	(399.40)	23,892.98	58,095.94	1,489,713.38
Episcopal Health Foundation Dallas	6,161,513.50	-	-	-	21,348.21	(8,472.08)	(1,751.32)	104,766.70	254,741.08	6,532,146.09
Alice L. Bomar Trust fund	36,911.86	-	(95.74)	(95.74)	127.60	(50.75)	(10.49)	627.39	1,524.61	39,034.48
Church of the Incarnation Pension Trust	1,688,364.95	-	-	-	5,849.79	(2,321.50)	(479.89)	28,707.95	69,803.61	1,789,924.91
Our Merciful Saviour Episcopal Church	69,069.48	-	-	-	239.30	(94.97)	(19.63)	1,174.41	2,855.61	73,224.20
Annie Harris Norton Fund	4,546.03	-	-	-	15.76	(6.25)	(1.29)	77.30	187.95	4,819.50
St. Albans Scholarship Fund	12,475.55	-	-	-	43.22	(17.15)	(3.55)	212.13	515.79	13,225.99
St. John's Episcopal School	5,084,809.09	-	-	-	17,617.69	(6,991.61)	(1,445.28)	86,459.07	210,225.92	5,390,674.88
St. Mark's Irving	164,996.71	-	-	-	571.67	(226.87)	(46.90)	2,805.50	6,821.61	174,921.72
	-	-	-	-	-	-	-	-	-	-
Parish Episcopal School Fund	3,568,557.35	-	-	-	12,364.22	(4,906.77)	(1,014.31)	60,677.63	147,538.13	3,783,216.25
Good Shepherd Episcopal Church	60,734.12	-	-	-	210.44	(83.51)	(17.26)	1,032.69	2,510.98	64,387.46
Petrash Scholarship Fund	15,045.66	-	(500.00)	(500.00)	50.64	(20.69)	(4.28)	254.60	614.36	15,440.29
The Santiago Foundation	762,973.99	-	-	-	2,643.53	(1,049.09)	(216.86)	12,973.15	31,544.33	808,869.05
St. Augustine's Episcopal Church	129,454.56	-	-	-	448.53	(178.00)	(36.80)	2,201.17	5,352.16	137,241.62
St. Matthew's Cathedral Revolving Fund	641.58	-	-	-	2.23	(0.88)	(0.18)	10.91	26.53	680.19
St. Matthew's Cathedral Endowment Fun	1,190,933.67	-	(13,917.64)	(13,917.64)	4,085.91	(1,637.53)	(338.51)	20,216.10	49,116.18	1,248,458.18
Holy Nativity	92,499.01	-	-	-	320.49	(127.19)	(26.29)	1,572.80	3,824.27	98,063.09
ECR - Building Fund	227,023.28	-	-	-	786.58	(312.16)	(64.53)	3,860.16	9,386.03	240,679.36
<u>DIOCESAN ACCOUNTS</u>										
E.D. Farmer Foundation	795,938.19	-	-	-	2,757.74	(1,094.42)	(226.23)	13,533.66	32,907.19	843,816.13
Endowment of the Episcopate	2,272,255.09	-	-	-	7,872.84	(3,124.35)	(645.85)	38,636.08	93,943.92	2,408,937.73
St. Paul Memorial Fund	605,270.67	-	-	-	2,097.13	(832.25)	(172.04)	10,291.67	25,024.25	641,679.43
Corporation of the Diocese	2,546,166.44	-	(125,000.00)	(125,000.00)	8,821.88	(3,500.98)	(723.71)	43,293.51	105,268.49	2,574,325.63
The Mausoleum Perpetual Care Fund	126,481.32	-	-	-	438.23	(173.91)	(35.95)	2,150.62	5,229.23	134,089.54
Memorial Scholarship Fund	695,348.69	-	-	-	2,409.22	(956.10)	(197.64)	11,823.30	28,748.44	737,175.91
Ministry with the Aging, Inc. / Bruton	276,958.46	-	-	-	959.60	(380.82)	(78.72)	4,709.23	11,450.55	293,618.30
Elizabeth Austin Miller Fund	190,227.11	-	-	-	659.09	(261.56)	(54.07)	3,234.51	7,864.74	201,669.82
Junker Fund	134,002.61	-	-	-	464.30	(184.25)	(38.09)	2,278.50	5,540.20	142,063.27
Price Fund	118,515.26	-	-	-	410.63	(162.96)	(33.69)	2,015.16	4,899.88	125,644.28
William B. Clayton Fund	213,388.15	-	-	-	739.34	(293.41)	(60.65)	3,628.33	8,822.30	226,224.06
Hiram and LaVerne McCurry Fund	377,589.30	-	-	-	1,308.26	(519.19)	(107.32)	6,420.30	15,611.02	400,302.37
Bishop Moore Endowment	43,210.84	-	-	-	149.71	(59.41)	(12.28)	734.74	1,786.51	45,810.11
Estate of Estelle Smith	643,212.13	-	(100,000.00)	(100,000.00)	2,228.58	(884.42)	(182.82)	10,936.80	26,592.90	581,903.17
Lawrence Blake Scholarship Trust	792,896.13	-	(41,905.08)	(41,905.08)	2,747.20	(1,090.23)	(225.37)	13,481.93	32,781.43	798,686.01
The Gathering	48,782.24	-	-	-	169.02	(67.08)	(13.87)	829.47	2,016.84	51,716.62
<u>EPISCOPAL FOUNDATION ACCOUNTS</u>										
The Episcopal Fund	4,498,781.09	-	-	-	15,587.24	(6,185.83)	(1,278.73)	76,494.59	185,997.24	4,769,395.60
The Julie and Louis Beecherl Trustee's F	610,802.85	-	-	-	2,116.29	(839.85)	(173.61)	10,385.73	25,252.98	647,544.39
Beecherl Advised Fund	278,128.05	-	-	-	963.65	(382.43)	(79.05)	4,729.13	11,498.90	294,858.25
J. C. Brown Memorial Scholarship Fund	323,223.33	-	-	-	1,119.90	(444.43)	(91.87)	5,495.90	13,363.32	342,666.15
Bishop Stanton Advised Fund	87,012.88	-	-	-	294.54	(116.89)	(24.16)	1,445.50	3,514.77	92,126.64
AGENCY ACCOUNTS	31,534,843.86	-	(322,802.46)	(322,802.46)	109,109.38	(43,360.41)	(8,963.30)	536,066.15	1,304,165.92	33,109,059.14
EPISCOPAL FOUNDATION ACCOUNTS	5,797,948.20	-	-	-	20,081.62	(7,969.43)	(1,647.42)	98,550.85	239,627.21	6,146,591.03
TOTAL	37,332,792.06	-	(322,802.46)	(322,802.46)	129,191.00	(51,329.84)	(10,610.72)	634,617.00	1,543,793.13	39,255,650.17

Episcopal Foundation Client Activity Summary YTD through 09/30/2020

	Market Value 12/31/2019	Deposits	Withdrawals	Interest & Dividends	Adm Fees	Money Mgr Fees	Realized Gains/ (Losses)	Unrealized Gains/ (Losses)	Market Value 12/31/2020
<u>ASSET MANAGERS</u>									
Proceeds from Class Actions							803.45	-	-
Vanguard	39,302,262.16			415,601.71	(149,704.78)	(30,419.53)	786,952.26	(359,940.82)	39,253,650.17
TOTAL	39,302,262.16	214,437.83	(2,924,430.09)	415,601.71	(149,704.78)	(30,419.53)	787,755.71	(359,940.82)	39,253,650.17
<u>AGENCY ACCOUNTS</u>									
Frank Hughes Estate	1,046,140.00	-	(66,478.00)	10,822.27	(3,959.63)	(804.50)	20,584.56	(9,628.58)	996,676.12
Amistad Mission	1,463,466.09	-	-	15,616.76	(5,608.66)	(1,139.79)	29,620.41	(12,241.43)	1,489,713.38
Episcopal Health Foundation	6,438,856.94	-	(20,602.00)	68,498.09	(24,623.00)	(5,003.68)	129,904.56	(54,884.82)	6,532,146.09
Alice L. Bomar Trust fund	39,339.27	-	(978.14)	410.47	(148.61)	(30.19)	778.14	(336.46)	39,034.48
Church of the Incarnation Pen	1,637,120.85	133,931.33	(11,709.84)	18,748.39	(6,572.18)	(1,336.74)	35,608.22	(15,865.12)	1,789,924.91
Our Merciful Saviour Episcopa	71,934.07	-	-	767.60	(275.68)	(56.02)	1,455.93	(601.70)	73,224.20
Annie Harris Norton Fund	4,734.57	-	-	50.53	(18.14)	(3.69)	95.82	(39.59)	4,819.50
St. Albans Scholarship Fund	12,992.98	-	-	138.65	(49.80)	(10.13)	262.98	(108.69)	13,225.99
St. John's Episcopal School	5,295,696.42	-	-	56,510.83	(20,295.46)	(4,124.44)	107,184.31	(44,296.78)	5,390,674.88
St. Mark's Irving	172,641.00	50,000.00	(50,000.00)	2,076.77	(707.55)	(143.99)	3,592.36	(2,536.87)	174,921.72
St. James Day School	-	-	-	-	-	-	-	-	-
Parish Episcopal School Fund	3,716,559.69	-	-	39,659.70	(14,243.52)	(2,894.57)	75,222.77	(31,087.82)	3,783,216.25
Good Shepherd Episcopal Chu	63,252.99	-	-	674.99	(242.41)	(49.26)	1,280.24	(529.09)	64,387.46
Petrash Scholarship Fund	15,669.68	-	(500.00)	165.72	(60.06)	(12.21)	315.92	(138.76)	15,440.29
The Santiago Foundation	792,854.63	1,743.47	-	8,478.68	(3,042.91)	(618.39)	16,082.67	(6,629.10)	808,869.05
St. Augustine's Episcopal Chu	134,823.55	-	-	1,438.72	(516.70)	(105.01)	2,728.81	(1,127.75)	137,241.62
St. Matthew's Cathedral Revol	668.20	-	-	7.14	(2.56)	(0.52)	13.53	(5.60)	680.19
St. Matthew's Cathedral Endow	1,299,958.24	-	(68,416.64)	13,426.38	(4,884.17)	(992.21)	25,258.98	(15,892.40)	1,248,458.18
Holy Nativity	172,172.18	-	(75,000.00)	1,060.88	(473.48)	(95.50)	1,962.66	(1,563.65)	98,063.09
ECR - Building Fund	236,438.85	-	-	2,523.05	(906.14)	(184.15)	4,785.49	(1,977.74)	240,679.36
<u>DIOCESAN ACCOUNTS</u>									
E.D. Farmer Foundation	828,948.91	-	-	8,845.79	(3,176.90)	(645.60)	16,777.83	(6,933.90)	843,816.13
Endowment of the Episcopate	2,366,494.57	-	-	25,253.07	(9,069.46)	(1,843.09)	47,897.60	(19,794.96)	2,408,937.73
St. Paul Memorial Fund	630,373.64	-	-	6,726.78	(2,415.87)	(490.95)	12,758.70	(5,272.87)	641,679.43
Corporation of the Diocese	2,998,833.31	-	(450,000.00)	28,589.19	(10,639.97)	(2,158.98)	54,203.61	(44,501.53)	2,574,325.63
The Mausoleum Perpetual Car	131,726.99	-	-	1,405.67	(504.83)	(102.59)	2,666.15	(1,101.85)	134,089.54
Memorial Scholarship Fund	724,187.62	-	-	7,727.85	(2,775.41)	(564.02)	14,657.48	(6,057.61)	737,175.91
Ministry with the Aging, Inc. / E	288,445.02	-	-	3,078.03	(1,105.45)	(224.65)	5,838.10	(2,412.75)	293,618.30
Elizabeth Austin Miller Fund	198,116.59	-	-	2,114.11	(759.27)	(154.30)	4,009.87	(1,657.18)	201,669.82
Junker Fund	139,560.25	-	-	1,489.27	(534.86)	(108.70)	2,824.68	(1,167.37)	142,063.27
Price Fund	123,430.54	-	-	1,317.15	(473.05)	(96.13)	2,498.23	(1,032.46)	125,644.28
William B. Clayton Fund	222,238.21	-	-	2,371.52	(851.72)	(173.09)	4,498.08	(1,858.94)	226,224.06
Hiram and LaVerne McCurry F	393,249.43	-	-	4,196.41	(1,507.11)	(306.27)	7,959.32	(3,289.41)	400,302.37
Bishop Moore Endowment	45,002.98	-	-	480.23	(172.47)	(35.05)	910.87	(376.45)	45,810.11
Estate of Estelle Smith	669,888.69	-	(100,000.00)	7,148.44	(2,567.32)	(521.73)	13,558.49	(5,603.40)	581,903.17
Lawrence Blake Scholarship T	825,780.71	-	(41,905.08)	8,811.97	(3,164.76)	(643.15)	16,713.71	(6,907.39)	798,686.01
The Gathering	50,805.45	-	-	542.16	(194.72)	(39.58)	1,028.30	(424.99)	51,716.62
<u>EPISCOPAL FOUNDATION ACCOUNTS</u>									
The Episcopal Fund	4,685,331.11	13,706.62	(12,946.00)	49,956.51	(17,951.80)	(3,648.15)	94,827.02	(39,879.71)	4,769,395.60
The Julie and Louis Beecherl T	636,135.29	-	-	6,788.25	(2,437.95)	(495.44)	12,875.30	(5,321.06)	647,544.39
Beecherl Advised Fund	289,663.14	-	-	3,091.01	(1,110.13)	(225.59)	5,862.76	(2,422.94)	294,858.25
J. C. Brown Memorial Scholars	344,930.61	-	(7,750.00)	3,623.13	(1,310.97)	(266.37)	6,843.74	(3,403.99)	342,666.15
Bishop Stanton Advised Fund	93,798.90	-	(5,000.00)	969.55	(350.10)	(71.11)	1,807.51	(1,028.11)	90,126.64
AGENCY ACCOUNTS	33,252,403.11	185,674.80	(885,589.70)	351,173.26	(126,543.83)	(25,712.87)	665,539.38	(307,885.01)	33,109,059.14
AL FOUNDATION ACCOUNTS	6,049,859.05	13,706.62	(25,696.00)	64,428.45	(23,160.95)	(4,706.66)	122,216.33	(52,055.81)	6,144,591.03
TOTAL	39,302,262.16	199,381.42	(911,285.70)	415,601.71	(149,704.78)	(30,419.53)	787,755.71	(359,940.82)	39,253,650.17

**Episcopal Foundation of Dallas
Grants Committee Special Meeting Minutes
October 27 2020, 11:00am
Via Zoom**

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

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

Pat Carrigan called the special meeting of the Grants Committee to order at 11:04 a.m.

The purpose of the meeting was to agree to a framework of priorities that further defines our application review process, focusing on Episcopal Health Foundation.

Prior to the meeting, committee members received an 2018-2020 grant analysis including grant distribution by size, county, type, "impact", faith-based vs. non-religious, and start-up vs. established.

- A. The Committee reviewed EHFD's current Grant Policy for awarding grants and some of the history that lead to the dual grant purpose of medical care and Episcopal mission. Current EHFD Grant Policy states: *The Foundation supports organizations and programs that provide medical care, medical treatment, medical education and/or medical research in the State of Texas. This includes program or operating support, scholarships, construction, installation and/or maintenance of buildings and other real property improvements, equipment, apparatus, supplies, or goods. Preference is given to support and/or assist the religious mission of the parishes, missions, congregations, schools, programs, camps, and ministries affiliated with the Episcopal Church.*

Regarding goals for grants to EDOD vs. faith-based vs. non-religious (for the last 3 years, 57% of grants and 39% of grant dollars were to non-religious): The Grants Committee generally affirmed that the primary focus for EHFD grant-making should be medical-related grants with special considerations given to requests from Diocesan and faith-based entities.

Regarding goals for diversity among counties (over 3 years, 81% of funding went to Dallas County): The Grants Committee was not overly concerned with a wide geographic distribution of grant funding but wants to be aware of and support geographic areas of growth.

Regarding goals for "Impact Funding" (vast majority of grants constitute <2% of project cost): Polly pointed out that statistics show that both foundations give a large number of small grants and suggested setting aside a larger amount for a specific purpose "impact grant." Barbara noted that in some cases we can make a greater impact simply by awarding 100% of a request instead of a partial grant. Robbi noted that impact is not easily measured by a single statistic and that we want to fund critical areas of need.

Regarding goals for the breadth of grants: The Grants Committee agreed that they prefer to consider a broad range of applications, including programs for mental health, health and wellness and preventive care. With regards to the "1st Strikes" process where Polly and Pam may strike an application that lacks merit before the Committee meeting, the Committee fully supports the process so long as the Committee receives a complete listing of applicants.

Regarding a broader discussion on marketing and the Committee's grant focus over the next 3 years: Pam indicated that grants are primarily "advertised" through the Diocesan and Foundation newsletters and the Committee agreed that this was sufficient at the present time. Father Fabian suggested that the EHFD grant focus should encompass Body, Mind and Spirit. Expanding on the Body, Mind and Spirit focus, TJ suggested aligning EFD and EHFD's missions as "strengthening our communities" and "healing our communities."

Action Items:

Polly and Pam will be somewhat more aggressive with 1st Strikes.

Consider revising the EHFD Grant Policy with the Mind, Body and Spirit verbiage. Will "Spirit" invite a lot of ambiguous applications?

Consider setting aside funds for startups in critical areas of need for a special "impact grant".

Follow up with TJ to develop a brand vision for EHFD.

With no further business, the meeting was adjourned at 11:58 a.m.

**Episcopal Foundation of Dallas
2021 Proposed Budget**

	Budget	2020	Projection 2020	Proposed Budget 2021	Increase (Decrease) to 2020 Budget	Notes for 2021
Administrative Fee Income		\$209,000	\$203,612	\$210,000	\$ 1,000	\$38.2m x .0055 (as of 10/31/2020 \$38.6)
Other income (EHFD reimbursement)		10,000	9,000	10,000	-	
TOTAL REVENUE		\$219,000	\$212,612	\$220,000	1,000	
Executive Director		78,750	78,750	78,750	-	
Grant Administrator		12,000	15,563	14,000	2,000	Reflect actual 2020 hours for grant work
Controller		35,000	35,762	35,000	-	Controller at 20 hours
Employers payroll tax		9,600	9,951	9,772	172	7.65%
TOTAL COMPENSATION EXPENSE		135,350	140,026	137,522	2,172	
Audit		21,500	20,800	21,500	-	Per engagement letter
Tax return preparation		3,400	3,432	3,500	100	Per engagement letter
Website & computer technology		2,500	2,600	2,700	200	Includes Preferred Technology and Camna
Legal fees		500	-	500	-	Assumes the use of outside professional
Marketing		1,500	-	750	(750)	Assumes the use of outside professional
Development		1,500	-	750	(750)	Assumes the use of outside professional
TOTAL PROFESSIONAL FEES		30,900	26,832	29,700	(1,200)	
Sponsorships		8,000	7,500	8,000	-	
Rent		8,500	8,581	8,600	100	
Insurance-D&O/Liability		8,500	8,700	10,500	2,000	20% increase per agent
Telephone		600	600	600	-	\$50/month
Computer expense		2,000	2,600	2,000	-	Paid for QuickBooks 2020, will not have same expense as last year. Includes data sharing, security software, & web hosting
Development		500		500	-	
Depreciation		1,300	1,500	1,500	200	
Professional development		1,500	600	1,500	-	Includes PSW Membership
Office supplies		2,000	1,000	1,500	(500)	Includes postage and misc office expenses
Marketing		500	500	500	-	Includes email marketing service
Insurance-worker's comp		300	240	250	(50)	
Property taxes		100	50	100	-	
Board luncheon		1,000	925	1,000	-	25 attendees @ \$40/person inclusive
Meetings		1,200	-	1,200	-	Snacks, grant lunch, Conference rooms (10@\$100)
Convention		200	-	200	-	
Memorials & special gifts		500	-	500	-	
Miscellaneous		500	100	500	-	
Special Events		14,000	-	12,000	(2,000)	Strategic Planning Facilitator
TOTAL OFFICE EXPENSE		43,200	25,396	42,950	(250)	
TOTAL OPERATING EXPENSE		217,450	199,753	218,172	722	
OPERATING SURPLUS (DEFICIT)		1,550	12,859	1,828	278	

EPISCOPAL HEALTH FOUNDATION OF DALLAS

MINUTES OF THE ANNUAL MEETING OF BOARD OF TRUSTEES

September 15, 2020

The Regular Meeting of the Board of Trustees of the Episcopal Health Foundation of Dallas was held via Zoom on September 15, 2020 at 4:00 p.m.

The following Trustees were present: Mr. Pat Carrigan, Mr. Philip de Bruyn, Ms. Robbi Rice Dietrich, Ms. Jiggs Foster, Mr. Ken Hanks, Mr. Ford Keith, Ms. Eugenia King, Ms. Barbara McColm, Mr. TJ McCoy, Mr. C. Jedson (Jed) Nau, Bishop George Sumner, Ms. Elizabeth Trupiano, Mr. Andy Welch and Mr. Dan Wilson. Others in attendance were Ms. Pam Fellows Jamieson, Executive Director, and Ms. Jill Hurt, Controller.

Mr. Philip de Bruyn, Chair, called the meeting to order at 4:29 p.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 Minutes of June 9, 2020 EHFD Board meeting
- B. Acceptance of EHFD Financial Reports
- C. Acceptance of the Audit and Admin Committee Report
Acceptance EHFD 2019 Form 990PF

Pat Carrigan, Grant Chair presented the Episcopal Health Foundation of Dallas grants for approval. The committee reviewed 61 applications requesting more than \$900,000. The 2020 EHFD grants in the amount of \$311,976 were given. Included in the grants is the \$150,000 set-aside grant previously approved. 62% of the funds were granted to Diocesan entities.

On a motion duly made, seconded and unanimously carried, the grants were approved.

In other business, on a motion duly made, seconded and unanimously carried, the Board voted to affirm the election of the new candidates and the current EFD Board members eligible for re-election as EHFD Board members. They are: Kam Bakewell, Incarnation; Charles Mooney, St. Philips, McKinney; Crayton Webb, Incarnation and current board members: Jed Nau, 3rd term ending 2024; Jiggs Foster, 2nd term ending 2024; TJ McCoy, 2nd term ending 2024; Fabian Villalobos, 2nd term ending 2024; and Andy Welch, 2nd term ending 2024.

With no further business the meeting was adjourned at 4:40 p.m.

Charles Jedson (Jed) Nau, Secretary

Philip de Bruyn, Chairperson

Episcopal Health Foundation of Dallas
Statement of Net Assets

		As of 9/30/2020	As of 9/30/2019	As of 12/31/2019
Assets				
Cash - checking account		\$ 159,235	\$ 101,317	\$ 11,279
Cash in Transit	(1)		\$ 212,030	
Vanguard - money market		71,740	215,456	312,383
Prepaid excise tax		4,320	4,000	6,200
Prepaid D&O insurance		1,951	1,301	651
Prepaid other	(2)	95	95	95
Investments at market value		6,515,960	6,120,314	6,438,857
Total assets		\$ 6,753,301	\$ 6,654,513	\$ 6,769,464
Liabilities and Net Assets				
Liabilities				
Grants payable	(3)	\$ 217,079	\$ 312,030	
Accounts payable		\$ -	8,055	\$ 9,417
Estimated excise tax liability	(4)	3,415	2,724	6,422
Total liabilities		220,494	322,809	15,839
Net Assets				
Total unrestricted net assets		6,532,807	6,331,704	6,753,625
Total liabilities and net assets		\$ 6,753,301	\$ 6,654,513	\$ 6,769,464

Notes

Notes

- (1) Cash for funding grants was transferred from the investment portfolio at the end of the quarter but not deposited until 10/1.
- (2) This has been on books since before 2019. Not a material amount that would be tested in audit. Will write off at year end and note it for auditors
- (3) Some grants were paid out prior to end of September. Original grants payable is \$312,000

Episcopal Health Foundation of Dallas
Statement of Activities

	9-Months ended 9/30/2020	9-Months Ended 9/30/2019	Year Ended 12/31/2019
Investment income and expense			
Interest and dividends	\$ 69,814	\$ 83,227	\$ 250,613
Realized gains on sales on securities	129,866	65,628	89,750
Unrealized gains on investments	(70,991)	697,887	944,139
Investment management fees	(29,627)	(30,073)	(40,163)
Net investment income	99,063	816,669	1,244,339
Grants and operating expenses			
Foundation grants	\$ 312,000	\$ 312,030	\$ 312,030
Contract services	-	8,000	9,362
Excise tax expense	3,415	2,309	6,007
Accounting fees	2,678	2,600	2,600
Insurance - D&O	1,301	1,916	2,567
Computer & website	320	320	349
Meetings	-	121	121
Bank fees	135	39	-
Misc	32	81	129
Total grants and expenses	319,881	327,416	333,165
Increase (decrease) in net assets	(220,818)	489,253	911,174
Net assets at beginning of period	6,753,625	5,842,451	5,842,451
Net assets at end of period	\$ 6,532,807	\$ 6,331,704	\$ 6,753,625

Notes

**Episcopal Health Foundation of Dallas
2021 Proposed Budget**

		Budget 2020	PROJECTION 2020	Proposed Budget 2021	Increase (Decrease)	Notes for 2021
Administration Reimb to EFD	(1)	\$ 10,000	\$ 9,000	\$ 10,000	\$ -	Reflects historic site visits that were not done in 2020 due to Covid
Tax Return Preparation		2,800	2,678	2,750	(50)	Per engagement letter.
Excise tax		3,800	2,800	3,800	-	Went back to old number that showed a standard per year
Insurance - D&O		2,500	2,500	3,000	500	\$5M in coverage. 20% increase per agent
Memorials & Gifts		100	-	100	-	
Computer		400	350	350	(50)	Web hosting and web support
Office supplies & Postage		150	100	100	(50)	
Meetings		300	150	150	(150)	Includes cost of meeting room
Bank fees		-	175	180	180	Includes account analysis
Misc.		100	-	100	-	
Total Operating Expense	(2)	\$ 20,150	\$ 17,753	\$ 20,530	\$ 380	

NOTES

- (1) Administration Reimbursement to EFD represents actual Episcopal Foundation Dallas staff hours and identifiable expenses attributed to work performed for the benefit of EHFD.
- (2) Expenses are paid from investment income from EFHD endowment fund

**EPISCOPAL FOUNDATION OF DALLAS (EFD) &
EPISCOPAL HEALTH FOUNDATION OF DALLAS (EHFD)**
2021 Meetings

Board of Directors

Tuesday, February 16, 2021 11:00 am - 12:30 pm (luncheon/meeting)
annual election, honor retiring members, welcome new members

Tuesday, May 18, 2021 4:00 pm
Grants Committee recommendations for 2021 EFD grants, Audit Report

Tuesday, July 27, 2021 4:00 pm
Grants Committee recommendations for 2020 EHFD, 990 Review

Tuesday, November 16, 2021 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 10, 2021 4:00 pm

Wednesday, May 5, 2021 4:00 pm

Thursday, July 22, 2021 4:00 pm

Wednesday, November 3, 2021 4:00 pm

Grants Committee Meetings

May 11, 2021 (Open Feb 1, close April 15)
EFD Grants

July 20, 2021 (Open April 15, close June 15)
EHFD Grants

EPISCOPAL FOUNDATION OF DALLAS
2021 OFFICERS and COMMITTEE LISTING
Beginning March 2021

Officers

Philip de Bruyn – Chair
Robbi Rice Dietrich - President
Ken Hanks – Vice President
Chris Ayres - Treasurer
Jed Nau - Secretary

Executive Committee

Chris Ayres
Pat Carrigan
Philip de Bruyn
Robbi Rice Dietrich
Ken Hanks
Jed Nau
Andy Welch

Audit & Administration Committee

Ken Hanks - Chair
Philip de Bruyn
Robbi Rice Dietrich
Charles Mooney*
Jed Nau

Development and Marketing Committee

TJ McCoy - Chair
Chris Ayres
Kam Bakewell*
Barbara McColm
Rev. Fabian Villalobos
Crayton Webb*

Grants Committee

Pat Carrigan - Chair
Ford Keith
Robbi Rice Dietrich
Eugenia King*
Barbara McColm
TJ McCoy
Elizabeth Trupiano
Rev. Fabian Villalobos

Investment and Finance Committee

Andy Welch - Chair
Pat Carrigan
Philip de Bruyn
Scott Hancock
Ken Hanks
Dan Wilson, Trustee Emeritus

Nominating and Governance Committee

Elizabeth Trupiano - Chair
Chris Ayres
Philip de Bruyn
Ford Keith
Charles Mooney*
Jed Nau
Andy Welch

* Pending confirmation