

Corrected Endowment Board Report

During the year of 2019, the members of the Endowment Board had several meetings with our Investment Advisor, to review the investments in reference to Segregated Trust Fund, First Ecclesiastical Society Fund, Evans Fund and the Unrestricted Accounts.

In April 2019, we recommended the sale of all bond holdings from the above church accounts that were below investment grade level and that they did not align with Church Investment Policy Statement. The Investment Advisor recommended with the proceeds of the bond sales approximately \$750,000, to implement a new bond strategy by purchasing units in the BlackRock Treasury Trust. We accepted their recommendation by having them invest \$250,000 from each account (SED, Evans and FES Funds) into the BlackRock Treasury Trust to provide greater diversification of assets, 100% investment grade bonds, lower management fees and better return on its investments. After investing, the new allocations were approximately 68% stocks, 20% bonds and 12% cash for the management of church accounts.

Because the stock market was strong this year, the Investment advisor rebalanced the portfolios, if needed on a quarterly basis, so that we maintain the proper assets allocation in align with our Investment Policy Statement.

Finally, we reviewed some of the Segregated Trust Accounts, such as Dickie Funds, Evans Funds and Hotchkiss Fund for the purpose of using some of the income or principal for future budget issues.

Respectfully Submitted,
Endowment Board

Don Patenaude, Colin Gershon, Norbert Church and Wendy Wheeler