

The Foundation of Christian Church (Disciples of Christ)
Central Rocky Mountain Region
May 5, 2016

Treasurer's Report

Financial Position through December 2015

Total net assets, with accrued interest, of the CRMR Foundation for year end 2015 were \$6,280,171. Final Campbell Stone financials are not available for 1st quarter, so the Foundation's 1st Quarter results are pending.

Investments in 2015

Current Assets of \$6,280,171 are dominated by the Campbell Stone Real Estate Asset -- 64% of the total, as usual. Net investment income on this property was \$80,726, partly due to raising rents, which increased from approximately \$28,000/month to \$31,900/month over the year. The Foundation in October drew \$50,000 from the management company to add to its investment pool.

The second largest asset is in two funds with the Christian Church Foundation (18%); this \$1,117,719 showed a net return of a negative (3.2%) in 2015. (See Joint Investment Trust of the CCF.) The best performing assets for the Foundation in 2015 were the Grand Junction properties, the Agape note, the GNMA securities and preferred stock held with Raymond James. Unfortunately, these assets represent only 6% of the Foundation's investments. The Board of Church Extension note and the remaining mutual funds are earning at 1-2%.

Payouts - 2015

Payouts for 2015 were \$106,884. Of this, \$80,321, or 75%, was paid to the Regional CRMR office for General expenses, New Church Development, Church Revitalization, and Youth Camps. \$3,000 (3%) was paid as a scholarship; \$10,006 (9%) was paid to FCCs Grand Junction and Ordway; and the remaining 13% was paid to other donor-designated non-profits.

Other Highlights

- The current asset total of \$6,280,171 is down \$128,513 since December 2014. (See attached Historical Summary.) This is due to lower earnings than our approved payout of 4.5%.
- The two Grand Junction rental properties continue to produce steady income yielding a return of around 8%. They consistently performed more strongly than anything else in the portfolio, although that will likely change somewhat in 2016, with the turnover of a renter in one of the units and a special assessment from the city on one of the properties.
- The Christian Church Foundation has informed us that they will lower their payout rates for 2017.

Respectfully submitted,
Karen Griffith, Treasurer