

Endowment Fund Annual Report

2023



TABLE OF CONTENTS

A Word from Our Rector	1
The St. Andrew's Endowment Fund	2
In Memoriam	3
Living Endowments	5
Major Endowments	6
The St. Andrew's Endowment Fund Board	7

A WORD FROM OUR RECTOR

Dear friends in Christ,

On behalf of your Vestry and Endowment Board, I am pleased to present the 2023 Endowment Fund Annual Report. Our Endowment Fund is a legacy left to us by our members—both current and former, living and deceased—that provides for the ongoing support of our mission. We are blessed and continually grateful for their generosity and faithful commitment to the ongoing financial support of the Church’s mission to carry out the Gospel. It underscores our belief that “for it is in giving that we receive” as St. Francis of Assisi reminds us.

We are grateful for the many contributions that were made this year. We are particularly grateful for the establishment of the Bill Gould Endowment, established by Sharon and Jewell Gould to the Glory of God and in memory of Memory of Bill Gould, their son, to enable care for God’s creation in the landscaping of our church grounds.

Thank you to our 2023 Endowment Fund Board members: JR Robinson (Chair), Patricia Conrad, Anita Feugate-Opperman, David Nies, Joe Steele, and Ex Officio members Will Packard (Rector), Pam Rozelsky (co-treasurer), Pete Kirkham (co-treasurer), and Jewell Gould (Senior Warden). Our endowments continue to grow from the watchful stewardship of our Endowment Board.

We invest our funds through the Trustees of the Funds (TOTF) whose cybersecurity breach in December 2022 resulted in a loss of funds from two churches including our Endowment Fund withdrawal. St. Andrew’s was made whole, but at the expense of each of the churches who keep funds with TOTF sharing the loss. St. Andrew’s has taken steps to ensure we have protection within the systems and operations of St. Andrew’s, including purchasing additional cybersecurity insurance for the church. We value the use of technology, but insist on secure verification and in safer transfer protocols in all transactions. Your Endowment Fund Board continues to monitor our investment partners and faithfully act as good stewards of the Endowment Funds.

We extend our gratitude towards your faithful stewardship in the Endowment and for your partnership in the Gospel of Jesus Christ. Thank you!

Faithfully yours,

The Rev. William L. Packard
Rector

THE ST. ANDREW'S ENDOWMENT FUND

The Vestry of St. Andrew's has established an Endowment Fund to encompass the individual endowments which have been made in the past, and such endowments as may be created in the future. The Endowment Fund Board was established in 2001 to manage the Endowment Fund. Under the oversight of the Board, the assets of the Fund are to be invested with the same care and diligence that a prudent person would exercise. Each year, the Board recommends a prudent amount of the earnings from the baseline investments to the Vestry for their use in St. Andrew's mission in the following year.

In January, 2006, the Board decided to transfer the Endowment Funds to the Trustees of the Funds (TOTF), the investment vehicle provided and administered by the Episcopal Diocese of Virginia. The funds in the St. Andrew's Endowment Fund remain in the TOTF at this time.

Types of Giving

Gifts to the Endowment Fund may be of two varieties—a gift *In Memoriam*—given to honor the memory of a loved one, or a *Living Endowment*—a gift in perpetuity; or of affection, appreciation, recognition or thanksgiving; or to mark important occasions—such as births, baptisms, confirmations, or anniversaries. It should be noted that major endowments (\$25,000 or more) can be designated by the donor to a specific ministry purpose. Other gifts will be applied as the Board directs. Endowments and especially living endowments may be added to at any time.

Methods of Giving

- Outright donation of cash, securities, real estate or other property
- Outright bequest or bequest of a residence, farm or other real estate, reserving the right to use and enjoy
- Bequest wherein the Fund is named as contingent beneficiary
- Creation of a lifetime trust, reserving an annuity or unitrust interest
- Bequest naming the Fund as terminal beneficiary after the expiration of an annuity
- Proceeds of Life Insurance Policies wherein the Fund is named beneficiary

Performance from December 31, 2022 through December 31, 2023

During the period from December 31, 2022 to December 31, 2023, the value of the Endowment increased from \$1,600,726 to \$1,921,563 (20%). Contributions to the existing funds during 2023 totaled \$45,525 and a new fund, The Bill Gould Endowment Fund, was established to the glory of God and in memory of Bill Gould by Sharon and Jewell Gould with a gift of \$25,000 in 2023. The market value of invested funds increased by \$250,311 and no money was withdrawn or provided to the Vestry for use by the church in accordance with the directives in place for use of each fund. In 2024, the Board will make a recommendation on an amount to make available to the vestry in 2024 that is consistent with the total returns principle that guides the use of endowment funds and with the objectives of the individual donors.

Security Breach at Trustees of the Funds

We continue to monitor the practices of TOTF to ensure we are satisfied with their policies and procedures following the security breach in 2022. While St. Andrew's loss was fully covered, in the end the TOTF board chose to cover the total loss by spreading the cost among all participants in TOTF. We will continue to seek accountability in the coming year and monitor their steps to secure a safe investment home for our funds. If necessary, we will explore alternative investment guidance and depositories for the funds.

IN MEMORIAM

In years past, gifts to the Fund have been made in memory of the following persons¹.

<i>Mary Adams</i>	<i>Nicole Cumberland</i>	<i>Winkie Krehmeyer</i>	<i>Ann Reeder Riggs</i>
<i>Sandra Adams</i>	<i>Mary McGarraugh Davis</i>	<i>Clarence "Doc" Kuntz</i>	<i>Victoria Samander</i>
<i>Bud Aldrich</i>	<i>Jack Denslow</i>	<i>Robert Leavitt</i>	<i>Jane Sanders</i>
<i>Muriel Ellis Anderson</i>	<i>Norma Dietz</i>	<i>Duane Lee</i>	<i>Clarisse Schroeder</i>
<i>Judy Barton</i>	<i>Sam DiMisa</i>	<i>John Lewis</i>	<i>Ted Scott</i>
<i>Eugenia Bunetzkaya</i>	<i>Gerry Dobson</i>	<i>Nancy Lewis</i>	<i>Kazim Shams-Davari</i>
<i>Edmund Berkeley</i>	<i>Mary Alice Duncan</i>	<i>The Reverend Don Little</i>	<i>Mualla Shams-Davari</i>
<i>Mary Louise Berkeley</i>	<i>Barry Fink</i>	<i>John Lawrence Mansfield</i>	<i>Fran Shurnitski</i>
<i>Norman Blaylock</i>	<i>Erik Fink</i>	<i>Mary V. Massey</i>	<i>Randolph Smith</i>
<i>Alverta Boeshore</i>	<i>Helene Frazier</i>	<i>John McKenzie</i>	<i>Derry Sparlin</i>
<i>Tom Brown</i>	<i>William Frazier</i>	<i>Ruth Mensch</i>	<i>Anita Stead</i>
<i>Helen Budd</i>	<i>Grace</i>	<i>Charles Merchant</i>	<i>Bill Stead</i>
<i>Osborne Budd</i>	<i>George Hart</i>	<i>William N. Millward, Jr.</i>	<i>Janet Stemple</i>
<i>Richard Budd</i>	<i>James Hawkins, Sr.</i>	<i>Nancy Millward</i>	<i>Verda Stoy</i>
<i>Martha M. Ricketts</i>	<i>Michael M. Harman</i>	<i>Peter Morgan</i>	<i>Eleanor Taggart</i>
<i>Burdette</i>	<i>Jeanne Haskins</i>	<i>Carol Murphy</i>	<i>Carol Clausen Thomas</i>
<i>Dorothy Burroughs</i>	<i>Elise Heald</i>	<i>Charles Robert Murphy, Jr.</i>	<i>Mary Ellen Tolsdorf</i>
<i>John Burroughs</i>	<i>Norman Heaton</i>	<i>Janet Myers</i>	<i>Anne Turner</i>
<i>Tina Busseau</i>	<i>Sally Hershey</i>	<i>Nolan O'Leary</i>	<i>Noel Turner</i>
<i>Drew Breen</i>	<i>Dick Hibbert</i>	<i>Kenneth Otis</i>	<i>Frank Van Aken</i>
<i>Bernice W. Carlson</i>	<i>Libby Hillenbrand</i>	<i>Alma Palmer</i>	<i>Mildred Van Aken</i>
<i>Carl W. Carlson</i>	<i>John Franklin Hume</i>	<i>Ruth Peterka</i>	<i>Jack Van Niman</i>
<i>Marta Ann Carlson</i>	<i>Ruth Hume</i>	<i>Connie Pettit</i>	<i>Phyllis Van Niman</i>
<i>Arnold Carpenter</i>	<i>Harriet James</i>	<i>Constance Plaag</i>	<i>Paul Umberger</i>
<i>Lee Carpenter</i>	<i>Karl James</i>	<i>Judy Polant</i>	<i>Mollie Vogel</i>
<i>Dave Carruth</i>	<i>Grant Jerding</i>	<i>Eva Mildred Porter</i>	<i>Jeanne Wagar</i>
<i>Stephan Cleaver</i>	<i>Frank & Virginia Jewett</i>	<i>Arthur T. Prentiss, III</i>	<i>Thomas & Virginia</i>
<i>Susie Cluff</i>	<i>John E. Johnson, Jr.</i>	<i>Roger Prior</i>	<i>Winkler</i>
<i>Homer Conrad</i>	<i>Paul Kelley</i>	<i>Myra A. Purdom</i>	<i>Jack Woodard</i>
<i>Jean Conrad</i>	<i>Janet Kelly</i>	<i>Philip Purdom</i>	<i>Linda Woods</i>
<i>Joseph C. Conrad</i>	<i>Tene Klar</i>	<i>Richard Nelson Rhodes</i>	<i>Sue-Ellen Woolfolk</i>
<i>Manny Cutroneo</i>	<i>Richard Klix</i>	<i>Glinda Richardson</i>	
<i>Rose Cutroneo</i>	<i>Jim Krehmeyer</i>	<i>Robert Ridpath</i>	

IN MEMORIAM

In Memoriam 2023

In 2023, gifts were made in memory of those listed below with the donors of those gifts²:

Doris James by Lula Carpenter, Jean Choquette, Peggy Fink, Ann Hayes, Theresa Hennesy, Jesse & Diane Hill, Eileen James, Shirley James, Chris & Carolyn Kohn, David & Carol MacLean, Sandra Mansfield, Todd McKeever, Rosemary Phillips, Betsy Pugin, Nancy St. Pierre, Don & Marlene Taggart, Christine Umberger

Harold Thomas Pettit by Lula Carpenter, Katherine Dabbs, Ann DiMisa, Linda Ethington, Ann Greenleese & Kame Sarman, Michael & Leigh Harper, Anne Gordon Harrison, Doris James, Barbara Klix, Chris & Carolyn Kohn, Tom Longin & Nancy Tillinghast, David & Carol MacLean, Sandra Mansfield, Brenda McGehee, Stephanie Meadows, James & Lana Overton, Rosemary Phillips, Beth Ridpath, Chris & Elaine Runkel, Liz Ryon, John Sertich, Robert Sertich, J.T. & Betty Rose Sexton, Brian Siegel & Laura Polk Siegel, Don & Marlene Taggart, Christine Umberger, Thomas Watson, Doug Wood & January Layman-Wood

Lavona Andersen by Christine Umberger

Janet Carver by Christine Umberger

John Corbett by Sandra Mansfield, Christine Umberger

Paul Fedio by Christine Umberger

Bill Gould by Jewell and Sharon Gould, Donna Daugherty

Stephen Hibbert by Christine Umberger

Robert Knight by Christine Umberger

Charles Petty by Christine Umberger

Andre Pugin by Christine Umberger

Eleanor Taggart by Don and Marlene Taggart

John Strong by Christine Umberger

TOTAL CONTRIBUTIONS IN 2023:

\$13,975

LIVING ENDOWMENTS

Gifts in thanksgiving were given in years past by the following persons.

*Alice Barney
Lisa Barney
Jesse & Debra Bendahan
Scott & Laura Bresnahan
Robert L. & Sheri L. Bullard
Barry & Peggy Fink
Margaret J. & William A. Flynn
Todd & Heidi French
Glenn & Roberta Fugate
Roberta Fugate
Erinn & Bennett Gray
Robert S. Gregorits
Amy Griggs
Catherine Harman
Doris James
Brenda & David Jessel
Carol Keil
Bob and Jane Knight
Travis Knight*

*Bruce McWilliams
Karen Molnar
James & Mary Mulvenon
Matthew & Sharon Oliveri
Kathryn Payne
Carolyn Powers
Andre and Elizabeth Pugin
Kristen Blaylock Reed
Robert & Marguerita Stead
Robert & Emma-Jo Staton
Donald & Marlene Taggart
Anne Turner
Paul & Christine Umberger
Jack and Vivian Walton
Sara W. Warren
John & Betsy-Ann Wyatt
Darren & Debra Williams
Sharon K. Winstead*

Living Endowments 2023

The following additions were made to existing endowments in 2023:

For the union of Victoria Taggart and Nicholas Mouchel by Phillip Taggart

For the wedding of Eryn and Will Young by Robert and Ellen Gleason

In honor of the Winfield Family by Dorothy and David Crabb

By Christine Umberger

By Todd and Anne Brannam

By Patricia Conrad

TOTAL GIFTS IN 2023:

\$31,550

MAJOR ENDOWMENTS

Major Endowment gifts included within the Fund are the following:

In Memoriam

Established

Ralph A. McIninch Endowment Fund	October 16, 1988
David L. and Mary M. Purdom Memorial Endowment Fund	November 1992
The Emma Stevens Endowment Fund	October 1989
The Charles R. Murphy, Jr. and Carol Anne Deitz Murphy Endowment Fund	April 2006
The Conrad-Winkler Endowment Fund	October 2018
The Umberger Endowment Fund	December 2022
The Bill Gould Endowment Fund	November 2023

In Thanksgiving

Established

Michael and Virginia Halus Endowment Fund	March 2, 1993
The Derek and Sue Wimmer Thanksgiving Endowment Fund	June 1996
Undesignated Endowment Fund ³	August 2015
The Heyer Endowment Fund	December 2020

Ministry

Established

St. Andrew's Memorial Endowment Fund for Worship	June 10, 1996
St. Andrew's Endowment Fund for Outreach	March 1998

THE ST. ANDREW'S ENDOWMENT FUND BOARD

This Board consists of five members in good standing in the church who are not members of the Vestry. The Rector and the Senior Warden are ex officio, non-voting members of the Board. The Endowment Fund Board meets at least quarterly and reports to the Vestry quarterly. An account of the status of the Endowment Fund is made to the Congregation annually in this report.

The Endowment Fund will be managed to preserve and enhance the value of its assets to make available funds to support the purposes of the gifts to the Fund and to serve the mission of St. Andrew's. The Board has engaged the services of investment advisors and professional money managers through the Trustees of the Funds of the Episcopal Diocese of Virginia to manage fund investment.

Funds will be made available from the Endowment Fund to support the mission of St. Andrew's Episcopal Church and the objectives of the individual donors when specified. It should be noted that the Board will honor the specific direction of the donor with regard to the use of the donation (in excess of \$25,000) in perpetuity. Expendable funds will be determined on the basis of a total return principle and will not be dependent upon income generated through interest or dividends. The funds made available for distribution during any one year will be limited to a percentage of a five-year rolling average of the market value of the fund. The exact percentage of the corpus to be made available will be determined each year by the Endowment Fund Board and the average since 2001 has been between 3 and 4%. It will be the goal of the Board to grow, or at least maintain, the purchasing power of the Fund.

Tax Considerations

The St. Andrew's Endowment Fund is structured so that it affords the maximum tax advantage to donors as provided by law. In cases of major tax considerations concerning bequests, prospective donors are urged to consult their own counsel. St. Andrew's will cooperate with these professionals, but, of course, cannot offer any legal advice.

By contributing securities, which have significantly appreciated in value, it may be to a donor's advantage to establish a major endowment that can be added to periodically thereafter. Securities are valued at their average market value on the day of the transfer and are routinely converted to cash (sold) within ten days of the transfer.

The 2023 Endowment Fund Board

JR Robinson, Chair	2020 - 2023
David Nies	2020 - 2023
Patricia Conrad	2022 - 2025
Joe Steele	2022 - 2025
Anita Feugate-Opperman	2023 - 2026

Ex officio

Jewell Gould, Senior Warden
Pamela Rozelsky, Parish Treasurer/Treasurer for the Endowment Funds
Pete Kirkham, Co-Treasurer/Treasurer for the Endowment Funds

¹ *Some records are simply missing; others are not clear. Therefore, we apologize in advance for any errors, duplications, or omissions, which may have occurred. Donors inadvertently not mentioned or incorrectly listed are invited to call attention to the error to either the Rector or a member of the Endowment Board.*

² *These records are accurate according to the data we have accumulated. Donors inadvertently not mentioned or incorrectly listed are invited to call attention to the error to either the Rector or a member of the Endowment Board.*

³ *This donor wishes to remain anonymous.*