

FLOSSMOOR COMMUNITY CHURCH FOUNDATION
ANNUAL REPORT FOR THE PERIOD ENDING
DECEMBER 31, 2021

OVERVIEW

The Flossmoor Community Church Foundation is dedicated to preserving and enhancing Flossmoor Community Church as a vital institution in the community. All members of Flossmoor Community Church are members of the Foundation. Our mission is to provide financial security for the long-term viability of the Church.

The Foundation Board is responsible for i) raising funds for the Foundation, ii) deploying the funds in accordance with fund policies and iii) managing the Foundation's assets by taking appropriate risk and protecting principal.

In 2021, the Foundation owns two Funds: the Preservation, Enhancement and Benevolence Fund (PEB Fund) and the Clark Fund. Additionally, the Foundation is responsible for overseeing the Hendrickson Fund which is owned by the Church. The Assets held in the Clark Fund and the PEB Fund and their performances are reported to the Congregation at the Annual Meeting of the Foundation Members on January 30, 2022 for the period January 1, 2021 through December 31, 2021.

CLARK FUND, BENEFIT OF THE CONGREGATION SPIRITUAL LIFE

In 2020, \$450,000 was received from the Linda Clark Estate as a gift to the Foundation designated for the benefit of the spiritual life of FCC and are not for support of the FCC facilities.

In 2021 several generous gifts were received by the Clark Fund. As of December 31, 2021 the Clark Fund Cash and Invested Assets Balance was \$571,187 with \$30,008 in cash and \$541,179 invested in the Morgan Stanley Investing with Impact Diversity Portfolio. The Clark funds earning 4.6%. after being invested in the Portfolio as of June 2021.

During 2021 the Clark fund supported the Appreciative Inquiry, Music Diversity and Antiracism initiatives.

PRESERVATION, ENHANCEMENT AND BENEVOLENCE FUND (PEB FUND)

As of December 31, 2021 the PEB Fund Cash and Invested Assets total was \$2,796,870. Funds available for investments at year-end were \$2,613,170 and cash of \$183,700. PEB funds are invested with Morgan Stanley in the Hybrid Tactical Portfolio and distributed 35% fixed income and 65% equity assets. The PEB funds earned 9.6% in 2021. The following details the support for FCC in 2021:

- The PEB Fund is restricted to support Flossmoor Community Church facilities requirements with 90% of the contributions and outreach/benevolence programs with 10% of the contributions. In 2021, the available amount was FCCF total annual support of FCC was budgeted at \$104,652 based on the 4% FCCF Board spending limit target of the FCCF fund balance as December 31, 2020 of \$2,616,311.
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- FCCF budgeted FCC \$60,279 for FCC facilities maintenance and \$6,698 for outreach for a total of \$66,977.
- FCCF budgeted \$37,675 reimbursement for facilities plan projects.
- Due to the Pandemic, maintenance and facilities projects have been curtailed and FCC has not been able to carry out all the budgeted work planned.
- In 2016 the Foundation Board hired Reserve Advisors to prepare a Facilities Plan that has guided the Facilities Projects since 2017. FCC and FCCF are hiring Reserve Advisors in 2022 to update the Plan to guide future Facilities Projects.

BUDGET FOR FCC FOUNDATION FOR FISCAL YEAR 2022

The FCCF Board set the limit of FCC Annual Contributions at 4% of the PEB Fund Assets for 2022. The FCCF budgeted reimbursement includes the following:

- The available amount for FCCF maximum annual support of FCC is budgeted at \$112,140 based on the 4% FCCF Board spending limit target of the FCCF fund balance as August 31, 2021 of \$2,803,487.
- FCCF is budgeting to pay FCC \$62,313 for facilities maintenance and \$6,923 for outreach for a total of \$69,236.
- FCCF is budgeting \$42,903 reimbursement for Facilities Plan Projects completed.

The FCCF Board Set the limit of FCC Annual Contributions at 4% of the Clark Fund Assets for 2022. The budget is \$22,847. In addition 2021 initiatives commitments for Antiracism and Appreciative Inquiry will be honored. The FCCF Clark Fund 2022 budgeted reimbursement includes continuing support for FCC mission initiatives as determined by FCC pastor and Governing Board.

I would like to thank the members of the Foundation Board for the contributions in 2021 and continued service in 2022 as well as all the members of the FCC Congregation for their ongoing support.

Lois Glasgow
Foundation Board President