



# Annual Report | 2019



*Resources, Relationships, Results*

On behalf of the Board of Directors and staff of the California-Nevada United Methodist Foundation we are pleased to present our 2019 Annual Report. During the year, we continued our long-standing mission to serve you, the people of the California-Nevada Annual Conference, helping to expand and sustain your ministries through sound investment management. In this way your mission becomes ours.

The Foundation was launched 56 years ago to do together what the members of the California-Nevada Annual Conference could not do alone. That is, pool resources and expertise to make optimal investment decisions that would benefit all. By working together, the Foundation has been able to help hundreds of ministries across the conference. Through your trust in the Foundation, we are pleased to be in the position to help even more over the next 56 years!

The year was one of change for me and the Foundation. My predecessor, Susan Peters retired after serving faithfully for ten years and I was elected to serve as Executive Director. I was honored to have been elected and started part-time remote in October 2019 as Susan finished her term. I started full time in January 2020 and was able to move my family to the Sacramento area later this year. During the remainder of the 2019, our staff and board shared a vision. We want to be the preferred financial services partner among all of our affiliates in California and Nevada. We know that means we must meet high professional standards in order to deliver excellent service. The Foundation ended 2019 with \$79,359,019 in assets under management, our highest total ever. We will continue to strive to manage the funds entrusted to us to meet the needs of the ministries that we help support.

The United Methodist Church closed 2019 with a serious challenge on the horizon, years in the making, and scheduled for the 2020 General Conference agenda. But decisions regarding the future of the United Methodist Church have been delayed another year by a greater challenge. As I write this letter, the world and our Church is in the midst of the effects of COVID-19, a global pandemic, whose outcome is uncertain, though its economic impact has been immediate. We pray for those directly affected by COVID-19, and for God's guidance in the decisions to come for our Church. We believe the Foundation is positioned well to weather any turbulence caused by these storms.

The Foundation is overseen by other United Methodists just like you. We remain in prayer for the next chapter in the life of the Church. We will seek outcomes that are consistent with the Book of Discipline, our shared United Methodist values, and in stride with the aims of the California-Nevada Annual Conference. We will continue to build the means to multiply our shared ministries. We are proud that the Foundation will play a key role in the visioning of the United Methodist Church to come in the California-Nevada Annual Conference, and look forward to helping bring forth its full potential.

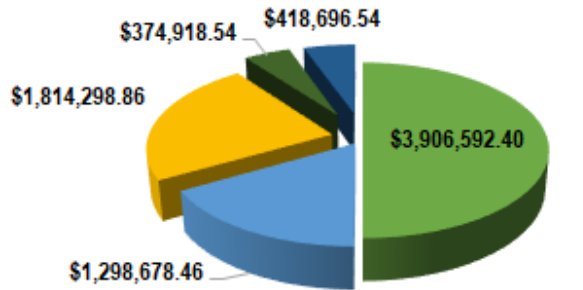
Blessings,



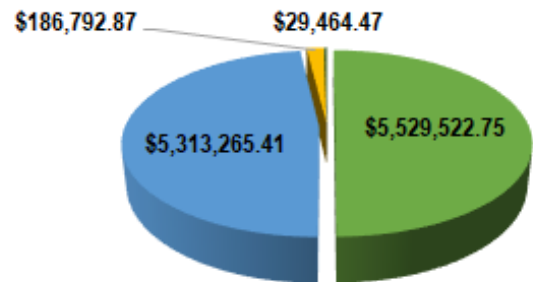
David Malloy  
Executive Director



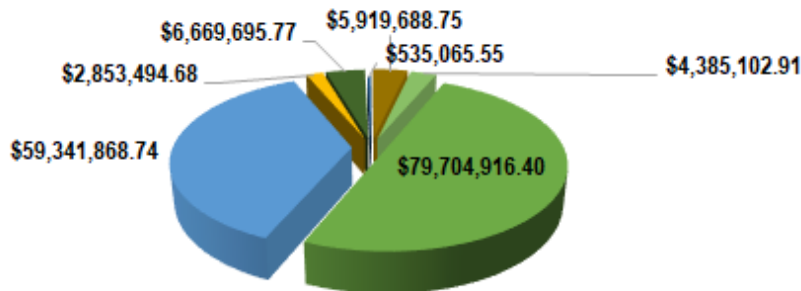
# 2019 FINANCIAL INFORMATION



- **Income Received 2019:**
- Deposits to new & existing accounts
- Income Earned on Investments
- Realized Gains/(Losses)
- Fund Management Fees



- **Funds Distributed 2019:**
- Church Conference & Other Ministries
- Life Income Payments to Donors
- Grants & Scholarships



- **Funds Held by the Foundation 2019 Market Value:**
- Revocable Trusts
- Operations
- Charitable Remainder Trusts
- Pooled Income Funds & Gift Annuities
- Irrevocable Trusts & Donor Advised Funds
- Restricted Gifts

Assets Under Management as of Dec. 31, 2019: \$79,359,019

New Money Received in 2019: \$1,885,167

Investment Performance in 2019:

Equity Portfolio 31.81%

S&P 500 Benchmark 31.48%

Asset Allocation Portfolio 20.82%

Blended Benchmark 21.28%

Intermediate Fixed Income Portfolio 4.89%

Benchmark 6.41%

Operating expense ratio: 0.61% of AUM

# Our Board of Directors



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Nominating &  
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First UMC  
Santa Rosa, CA



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Investment  
Committee, Chair  
Los Altos UMC  
Los Altos, CA



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Sparks UMC  
Sparks, NV



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Church of the  
Wayfayer UMC  
Carmel, CA



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Secretary/Treasurer  
Finance & Audit  
Committee, Chair  
St. Mark's UMC  
Sacramento, CA



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President  
Retired  
San Jose, CA



**Rev. Tom Kimball**  
Retired  
West Sacramento, CA



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First UMC  
Palo Alto, CA



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San Ramon Valley  
UMC  
Alamo, CA



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Galt UMC  
Galt, CA



**Joyce Milks**  
First UMC  
Santa Rosa, CA



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Personnel  
Committee, Chair  
First UMC  
Santa Rosa, CA



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San Ramon Valley  
UMC  
Alamo, CA



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Turlock UMC  
Turlock, CA



**Rev. Mariellen Yoshino**  
Almaden Hills UMC San  
Jose, CA



**Diane Knudsen**  
Bishop's  
Representative  
California Nevada  
Annual Conference  
of the UMC



**Cheri Kraus**  
Finance Director



**Angela Slaton**  
Administrative Services Manager