

2019 ANNUAL MEETING

Greetings from Board



Mr. George Gill, UMF Board Chair

Member of Barrington UMC

UMF Mission:

“Multiplying resources for ministry
in the Name of Jesus Christ”

by

“Encouraging lifelong generosity with God’s abundance”

Board of Directors



George Gill, Board Chair
David Foster, Vice Chair & Secretary
Sach Diwan, Treasurer
Veronica Davenport, Grants
Rev. Jane Eesley, Nominating

Tom Sumner, Personnel
Denny Hackett, Marketing
Lynette Rice, Audit
Marta Rodriguez, Investment

Rev. Kelli Beard	Sharon Eubanks-Pope	Jim Stoddard
Rev. Robert Biekman	George Groves	Larry Thomas
Brad Colby	Debbie Gruetzmacher	Arnold Uhlig
Rev. Kimberly Davis	Rev. Violet Johnicker	Eugene Williams

Ex Officio: Rev. Chris Walters, President
Rev. Sally Dyck, Resident Bishop
Lonnie Chafin, Conference Treasurer

Investment Services



Nearly **700** accounts serving hundreds of clients:

- Agencies: 10 account holders, 6 beneficiaries
- Churches: 117 account holders, 32 beneficiaries
- Individuals: 200+ annuitants, donor advisors, and trust grantors

Assets Under Management:

12/31/2017	12/31/2018	4/30/2019
\$63.4 Million	\$63.2 Million	\$70.9 Million

Investment Services



Performance as of April 30, 2019 (annualized returns, net fees)

	Year to Date	Last 1 Year	Last 3 Years
Aggressive Fund	14.45%	7.78%	11.41%
blended benchmark	15.15%	7.48%	10.93%
Moderate Fund	10.54%	6.83%	8.59%
blended benchmark	11.49%	6.84%	8.45%
Conservative Fund	6.33%	5.08%	5.33%
blended benchmark	7.62%	5.92%	5.79%

(Past performance is no guarantee of future results.)

Investment Services



Your Foundation has ...

1. A state of the art, sophisticated account management system with online access
2. An excellent investment advisory firm: Envestnet Asset Management, Inc.
3. Diversified and optimized investment options that exceed the investment criteria described in the *Discipline*, including Environmental, Social, and Governance criteria, and a moderate model that excludes the Carbon Underground 200™
4. Unqualified audited financial statements, timely provided by Sikich LLP

Fiduciary Standards



During this time of possible change for the United Methodist Church, it is important to note:

1. Assets invested with the Foundation belong exclusively to clients. Assets invested with the Foundation by a local church are owned by that church.
2. The Foundation is bound by fiduciary laws. Regardless of possible General Conference changes, nothing will change the ownership of your funds, annuities, or trust funds managed by the Foundation.
3. The Foundation is a independently incorporated 501(c)(3), and we are committed to the healthy stewardship of your funds.

Partnering with You!



We welcome your further interest
to invest through the Foundation
as we partner with you to make
disciples of Jesus Christ!

Impact Report

Envestnet: “The PMC Large Cap Impact Quantitative Portfolio is designed to track the characteristics and returns of the Russell 1000 and focuses explicitly on companies with high sustainability ratings and/or environmental, social, and governance priorities. Impact investors benefit from diversified, low-cost market exposure and opportunities.”



Avoid exposure to companies with significant revenue generated in the following areas:



Adult
Entertainment



Alcohol



Firearms



Gambling



Military
Weapons



Nuclear
Power



Tobacco



Controversies



ENVESTNET[®]
PMC[™]

Environment

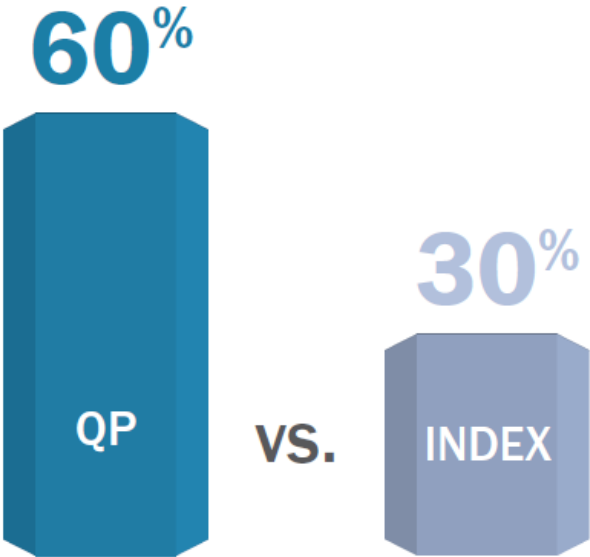
Carbon Emissions

Carbon footprint is **11%**
below the benchmark.



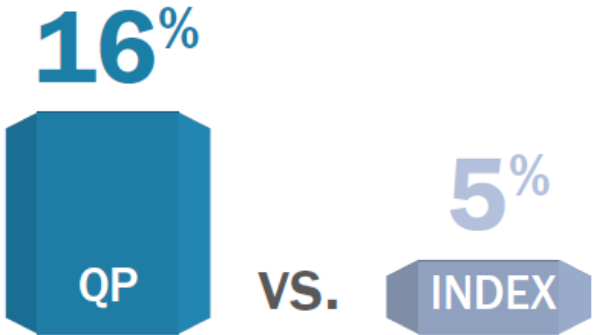
Greenhouse Gas Reduction Program

60% of holdings have a
strong Greenhouse Gas
Reduction Program.



Renewable Energy Use

16% of holdings source
>**25%** of energy from
renewables.



Environment

For the **\$26 Million** invested in the PMC Large Cap Impact Quantitative Portfolio, compared to its benchmark, the Russell 1000, we **save carbon emissions** equivalent to:

- Carbon sequestered by **5460 trees** grown for 10 years, or **390 acres** of US forest in one year ... or
- **37,700 gallons** of gasoline consumed ... or
- **366,600 pounds** of coal left unburned

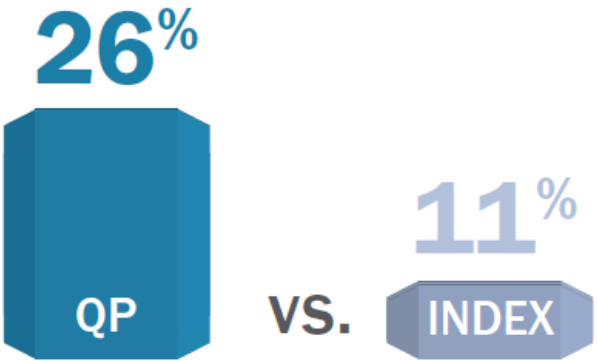
Social

Source:
 ENVESTNET
PMC

 **United Methodist Foundation**
of the Northern Illinois Conference, Inc.

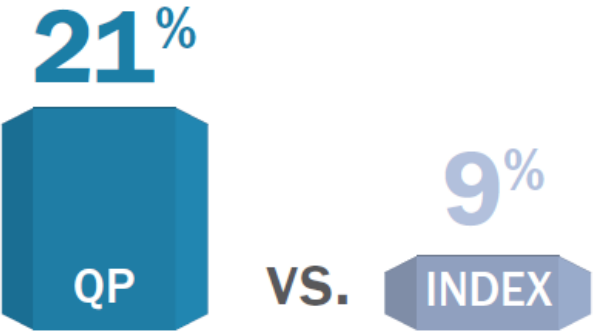
Diversity

**26% of holdings have a
Strong Diversity Program.**



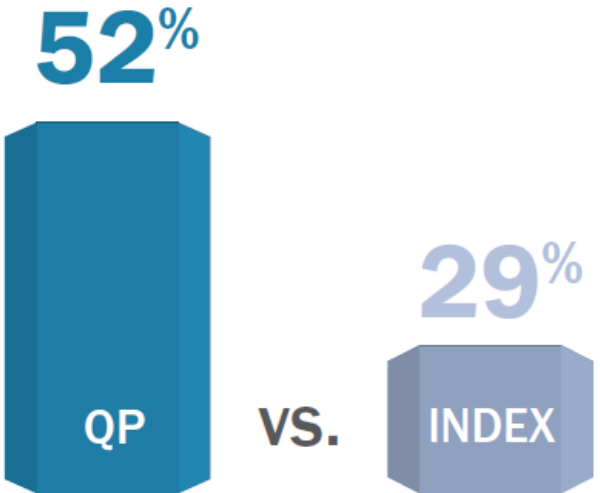
UN Global Compact Signatory

**21% of holdings are
committed signatories to the
UN Global Compact.**



Social Supply Chain Standards

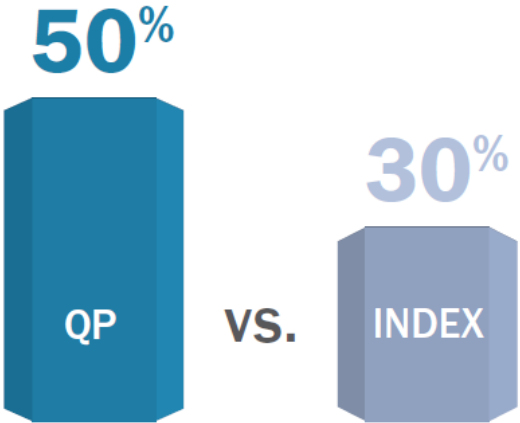
**52% of holdings have
strong social supply chain
standards.**



Governance

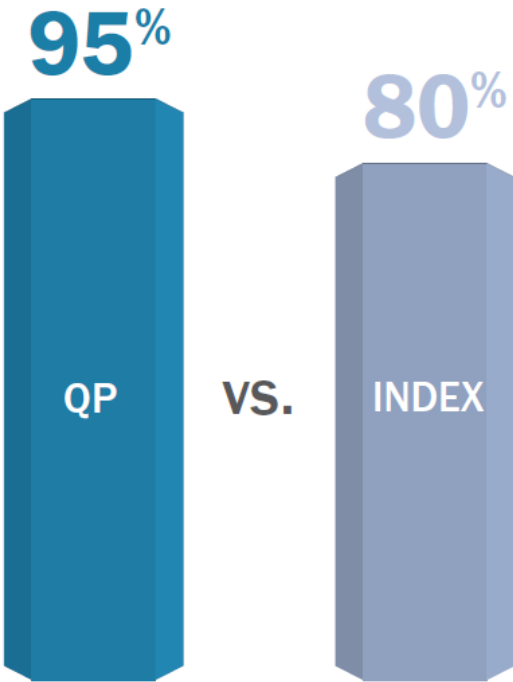
Board Diversity

50% of holdings have Board Diversity (Gender and/or national identity) that is above market practice.



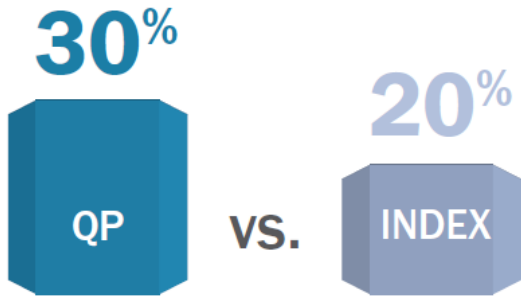
Board Independence

95% of holdings have Board Independence that is in line with regional/national practice.



Lobbying & Political Expenses

30% of holdings made \$0 or <\$500K in political contributions in the last 3 years.



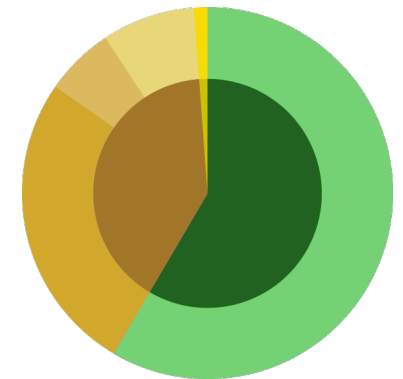
Ex-Carbon 200 Fund



The Moderate Ex-Carbon fund **divests** from **The Carbon Underground 200™ (CU200)**. The **CU200** is the global standard for researching and ranking the fossil fuel reserves of publicly-owned companies by Fossil Free Indexes LLC. The fund is well-diversified, targeting 60% in stocks and 40% in fixed income.



The Foundation invested all Grants Ministry funds into this new model to launch it (about \$750,000). It is now available for all clients of the Foundation at any level of asset allocation.



Grants Ministry



In 2019 the UMF granted **\$30,299** to these 18 ministries:

Arlington Heights: First
Arlington Heights: Church of the Incarnation
Belvidere: First
Bolingbrook: Friendship
Carol Stream: St. Andrew
Chicago: Lincoln
Conference Lay Servant Ministries
Elk Grove Village: Prince of Peace
Freeport: Trinity
Glenbrook Korean
North Prairie, Winthrop Harbor
Oak Park: St. John's
Palatine
Rockford: Court Street
Serena
The Inclusive Collective
United Church of Rogers Park
University Christian Ministry

Arts Ministry/Studio 1903
Public Action to Deliver Shelter (PADS)
The Hood Is My Parish
After School STEM Program
Citizenship Mentoring Program
Youth Health Service Corps – 5+1 to get 20 campaign
Certified Lay Minister Program
Food Backpack Program
Bible Connection
Winter Vacation Bible Study (VBS)
Walk for Life "Plus"
Reaching Out for Evangelism, Discipleship, and Economic Viability
Sonrise Preschool Fatherhood Initiative
Love Rockford
Adult Education Initiative
Justice Pilgrimage
Joyful Noise in Rogers Park
Northwestern University Helps "Stock the Shelves"

Grantee Highlight

Love Rockford LoveRockfordIL.org



Love Rockford reaches out to those in need of physical, emotional and financial support, linking them with available physical and mental health services, food, and clothing. Opportunities are available onsite for residents: counseling for addiction, domestic violence, family therapy, and mental illness support. Love Rockford offers a fresh start to put pieces of life together again.

Grantee Highlight – Love Rockford



Bicycle Repair



Food Distribution

Scholarships



Since 2017 year the Foundation distributed more than ...

\$60,000 for **42** students

for more than **\$160,000** in matched scholarships.



The United Methodist **Dollars for Scholars** program involves matching support from a student's church, UMHEF, participating United Methodist-related schools, and participating **UM Foundations**. Students can apply for the Dollars For Scholars program through UMHEF, and the Foundation will match as many student scholarships as donors can support. This is the first year for the Foundation to participate!

UMHEF.org



With major funding from the Lilly Endowment, the **Excellence in Clergy Leadership** scholarship is designated for full-time, MDiv students enrolled at one of the 13 United Methodist seminaries/schools of theology, pursuing certified candidacy or certified candidate for ministry (elder or deacon), demonstrating merit, progress, and commitment in the candidacy process. The **Northern IL Conference** and the **UM Foundation** are participating in this new scholarship!

GBHEM.org

Scholarship Highlight

Gloria Feliciano Feltman

- Recipient: Excellence in Clergy Leadership Scholarship
- Garrett-Evangelical Theological Seminary, MDiv, 2019
- Loyola University Chicago, MSW, 2019
- Member: Urban Village Church
- Certified candidate for ordination as a Deacon



Financial Planning



The Foundation has collaborated with the Conference Board of Ordained Ministry, Conference Board of Pensions, and the Lilly Endowment to give **\$750** to each of **42 clergy** for participating in the “**Early Career Financial Planning**” workshop, presented by an Ernst & Young trainer at the Wespath campus in August. Participants will learn the fundamentals of personal financial planning: goal setting, budgeting and debt planning, retirement and investment planning, as well as protection planning.

70th Anniversary!



This year we celebrate **70 years of ministry** with a
dinner banquet on **Sunday, October 13, 2019.**

Please save the date. The location will be:

Doubletree Suites & Conference Center
2111 Butterfield Road
Downers Grove, IL 60515

Details forthcoming ...

Special Grants



To celebrate 70 years of ministry, the Foundation will grant **seven \$10,000 grants** in 2020 to small-to-mid-sized nonprofit organizations beyond the local church. We invite you to recommend an organization at UMFNIC.org/grants in the following categories: **Arts, Children & Youth, Education, Health, Homelessness, Seniors & Elderly, and Social Justice**. See the website for more information.

Adjournment



Gracias
감사합니다
Asante
شكراً
Thank you

Website: UMFNIC.org

Gift Planning: UMFGift.org

Facebook.com/UMFNIC