

Foundation
for the
People
of the
Roman Catholic
Diocese of
Springfield
in Illinois



Annual Report 2009



Mission

The purpose of the *Foundation for the People of the Roman Catholic Diocese of Springfield in Illinois* is to further the religious, charitable, educational and social ministries of the Church in the Diocese of Springfield in Illinois and to receive and administer funds for the above stated purpose.

*As each one has received a gift,
use it to serve one another
as good stewards of God's varied grace.
— 1 Peter 4:10*

Letter of Introduction



Dear Foundation Members,

We have just completed our 17th year of operation as the Foundation for the People of the Roman Catholic Diocese of Springfield in Illinois. It is with great satisfaction we report to you the progress that has been made on your behalf as fund members. This report encompasses the Foundation's activity as of June 30, 2009.

Endowments represent good stewardship of our assets as it renews itself through responsible investing, while protecting the original investment. Endowments truly are the gifts that keep on giving.

We wish to assure you we will continue to uphold sound investment policies. Through the guidance of our board and investment professionals the funds in our care have realized growth even in these volatile times. We pledge to be good stewards exercising financial responsibility and transparency.

We invite you to support the Foundation and its mission through your gifts of prayer and financial resources. We pledge to work faithfully to ensure a bright future for our fund members and their beneficiaries.

May God bless you,
Sincerely in Christ,

Monsignor Carl A. Kemme
Diocesan Administrator of the Diocese of Springfield in Illinois
President of the Foundation for the People
of the Roman Catholic Diocese of Springfield in Illinois



Leadership

**Reverend Monsignor
Carl A. Kemme**
President

Mr. John J. Maxwell
Treasurer

Mr. Shaun A. Riedell
Secretary

Mrs. Jean L. Johnson
Member

Advisory Board (as of January 2008)

Mr. John Gibbons
Edwardsville, Illinois

Deacon Ronald Hesson
Highland, Illinois

Mr. David Knepper
Barry, Illinois

Deacon Frank Maynerich
Virden, Illinois

Ms. Clare McCulla
Charleston, Illinois

Mr. Thomas Pavlik, Jr.
Springfield, Illinois

Mr. Charles Scholz
Quincy, Illinois

Mr. Jeff Stauffer
Springfield, Illinois

**Very Reverend
Kenneth Venvertloh, V.F.**
Jacksonville, Illinois

Investment Managers

NWQ Investment Management Company, LLC
Eagle
Clearbridge

Auditors

Eck, Schafer & Punke CPA, Springfield



Profile

The Foundation for the People of the Roman Catholic Diocese of Springfield in Illinois is a **not-for-profit corporation** of the state of Illinois, legally separate from the Diocese of Springfield in Illinois. It was incorporated on October 14, 1992. Its purposes are to further the ministries of and to receive funds for the religious, charitable, educational and social purposes of the diocese within the meaning of section 501 (c) (3) of the internal revenue code.

In practice the Foundation will manage **endowed monies** on behalf of parishes, parish schools, diocesan entities and purposes.

The members of the Board of Directors of the Foundation are diocesan officials: the diocesan bishop (its president), the Vicar General/Moderator of the Curia (its vice-president), the Diocesan Finance Officer (its treasurer), the director of the Office for Stewardship and Development (its secretary) and the Superintendent of Catholic Schools.

The bylaws of the Foundation require that the President of the Board of Directors appoint an advisory board to offer advice on any matter handled by the Foundation. Each member of the advisory board serves for a three-year term, which is renewable. It is required to meet annually, though in practice it meets more frequently.



Criteria, Policies and Guidelines

The following are the criteria and guidelines governing participation in the Foundation:

- Any diocesan entity may establish an endowment in the *Foundation for the People of the Roman Catholic Diocese of Springfield in Illinois* with a contribution of \$1,000 or more.
- Donors may add any amount to an existing endowment within the Foundation at any time throughout the year.
- The beneficiaries of the Foundation shall be the parishes and parish schools of the Roman Catholic Diocese of Springfield in Illinois and those diocesan entities or purposes specifically designated as the beneficiaries of the Foundation by the diocesan bishop (e.g., the formation of the seminarians, the continued formation of priests, the health care of priests, the pension of priests, etc.).
- The “representatives” for any execution of forms or for any decisions to be made by beneficiaries shall be the pastors (or their equivalents in canon law) of the parishes and parish schools which are beneficiaries, and the diocesan bishop of the diocesan entities and purposes which are beneficiaries.
- Each beneficiary shall have a local advisory board whose bylaws are approved by the Board of Directors. This advisory board will advise the representatives of the beneficiary on the disbursement of earnings. Parishes may choose to select an existing group to fulfill this role.
- Distributions from the Foundation are made annually. Beneficiaries have the option of taking full payment of any earnings, reinvesting those earnings, placing those funds in a deferred account for later disbursement or any combination of the above.
- The Foundation is audited once a year in accordance with standard accounting practices.

Financial Highlights

Statements of Financial Position

	June 30 2009	June 30 2008
Assets		
Investments	\$ 23,954,091	\$ 28,384,396
Total Assets	\$ 23,954,091	\$ 28,384,396
Liabilities and Net Assets		
Liabilities	\$ —	\$ —
Unrestricted	\$ (1,473,090)	
Temporarily Restricted	\$ 1,093,667	\$ 4,167,924
Permanently Restricted	\$ 24,333,514	\$ 24,216,472
Total Net Assets	\$ 23,954,091	\$ 28,384,396
Total Liabilities and Net Assets	\$ 23,954,091	\$ 28,384,396

Statements of Activities and Change in Net Assets

Support and Revenue

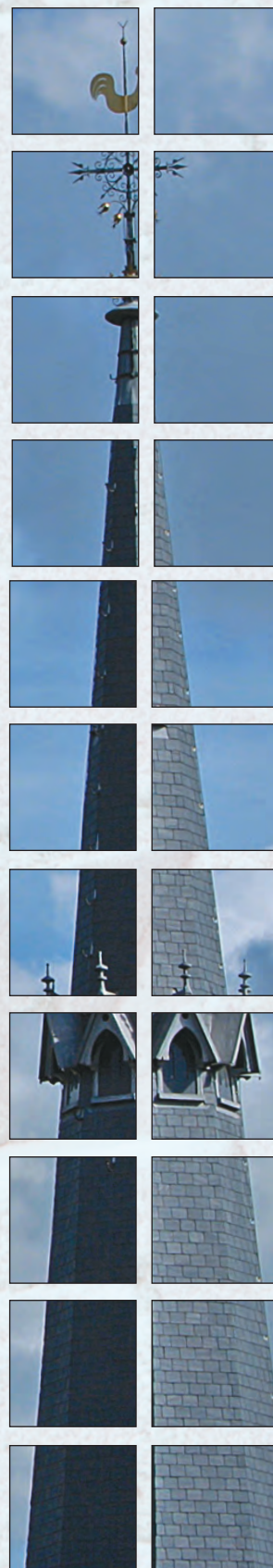
Contributions	\$ 360,429	\$ 249,602
Investment income	\$ 737,959	\$ 836,762
Gain/Loss on sale of investments	\$ (2,628,070)	\$ 901,412
Change in unrealized loss on investments—net	\$ (1,476,292)	\$ (4,007,552)
	\$ (3,005,974)	\$ (2,019,776)

Expenses

Supporting services		
Investment management fees	\$ 270,399	\$ 349,887
Program Services		
Distribution to beneficiaries	\$ 1,153,932	\$ 1,066,866
	\$ 1,424,331	\$ 1,416,753

Change to net assets	\$ (4,430,305)	\$ (3,436,529)
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Net assets at year's beginning	\$ 28,384,396	\$ 31,820,925
Net assets at year's end	\$ 23,954,091	\$ 28,384,396





Providing For The Needs Of Our Parishes

Keeping a parish functioning is a full time job. Several of our parishes have endowments in the Foundation to help cover the costs of making their parish the best it can be.

Some parishes use their distributions to fund educational or faith enrichment programs whose costs often exceed the amount available in the budget. Building and maintenance issues also rank high on the list. As any home owner knows there will always be something that needs attention in your average home and our churches are no different. Our cemeteries are often the beneficiaries of Foundation funds. Even with volunteer labor there will always be costs with maintaining the resting places of those who have gone before us.

As you can see, these funds are used for a variety of purposes, but they all have one thing in common, all of them touch the lives of our parishioners in some way.





Beneficiaries

Listed alphabetically by city

St. Mary Parish, Alton
St. Augustine Parish, Ashland
Holy Redeemer Chapel, Barry
Ss. Peter & Paul School, Collinsville
Holy Family School, Decatur
Our Lady of Lourdes School, Decatur
St. Patrick Parish, Decatur
Sacred Heart Parish, Effingham
St. Martin Cemetery, Farmersville
St. Ambrose School, Godfrey
St. Elizabeth Parish, Granite City
St. Joseph Cemetery, Highland
Our Saviour Parish, Jacksonville
Holy Family Parish, Litchfield
St. Maurice School, Morrisonville
St. Bartholomew Cemetery, Murrayville
St. Mary School, Paris
Blessed Sacrament Parish, Quincy
St. Dominic School, Quincy
Blessed Sacrament School, Springfield
Little Flower School, Springfield
St. Aloysius Parish, Springfield
St. Michael School, Staunton

Marquette Catholic High School, Alton
St. Mary Cemetery, Assumption
St. Charles Borromeo Parish, Charleston
Holy Family Parish, Decatur
Our Lady of Lourdes Parish, Decatur
Our Lady of Lourdes Parish-St. Teresa H.S.
St. Mary School, Edwardsville
Sacred Heart School, Effingham
St. Cecilia Parish, Glen Carbon
Holy Family School, Granite City
St. Paul Parish, Highland
Routt Catholic High School, Jacksonville
Our Saviour School, Jacksonville
St. Ubaldus Cemetery, Livingston
St. Francis DeSales Parish, Moweaqua
St. Louis School, Nokomis
St. Nicholas Parish, Pocahontas
St. Anthony of Padua Parish, Quincy
St. Peter Parish, Quincy
St. Frances Cabrini Parish, Springfield
St. Agnes School, Springfield
St. Joseph School, Springfield
Forty Martyrs Parish, Tuscola

Diocesan Endowments

St. John Neumann School, Maryville
St. Joseph Home, Springfield
Care for Infirm and Retired Priests
St. Patrick School, Springfield
Priests' Retirement and Healthcare
Seminarian Fund
Westhoff Priestly Vocation Endowment

Educators Endowment
Catechist Formation Endowment
Ordained Ministers Endowment
Catholic Charities Endowment
Bishop's Stewardship Endowment
Tuition Assistance Endowment
(List current as of January 2010)



Ways to Give

Giving During Your Lifetime

Outright gifts of cash and securities are welcomed by the Foundation. Donors who make gifts during their lifetime also enjoy the benefit of witnessing the immediate results of their generosity.

Giving In The Future

Many gifts to the Foundation can be made through legacy arrangements.

Bequests may be cash or property. Provisions for gifts to the Foundation from an estate may be for a specified amount or a percentage of the remainder after all other bequests and obligations have been satisfied.

Life insurance gifts can be made naming the Foundation for the People of the Roman Catholic Diocese of Springfield in Illinois as beneficiary.

Retirement plans are valuable gifts to consider. By naming the Foundation as beneficiary of these assets, one can avoid taxation and possibly pass on larger estates to loved ones.

The Foundation for the People of the Roman Catholic Diocese of Springfield in Illinois does not provide legal advice for estate planning purposes. It is recommended that an estate planning professional be contacted for assistance before entering into any charitable giving plan.

How To Establish A Fund With The Foundation

Parishes, schools, individuals, families or organizations can create an endowment. Specific details can be found on page 5 of this report. Gifts may also be made to existing endowments that support the causes most meaningful to donors. The funds are invested and generate ongoing revenue for the parishes, schools, programs and organizations of the Diocese of Springfield in Illinois. Donors may name endowments in memory of or in honor of their family, friends or loved ones. Anonymity is also available.