

**UNITARIAN UNIVERSALIST FELLOWSHIP OF LOS GATOS
UUFLG ENDOWMENT FUND REPORT TO THE MEMBERSHIP FOR
JULY 1, 2008 TO JUNE 30, 2010**

Background Information

The UUFLG Endowment Fund is invested in the UUA General Investment Fund. Dividends are reinvested. 5% of the market value of our shares is sent to us annually in quarterly distributions. This income is accumulated during the fiscal year and is allocated to non-budget items during the first quarter of the next fiscal year. The Endowment Committee has the responsibility to recommend use of the annual income to the Board for their approval.

The UUFLG Endowment Fund consists of five separate funds, four of which have specific restrictions. The income from three of the restricted funds requires matching funds be provided to support our partner church in Transylvania, a child in Central America and a student going to a community college respectively. Any income from those three restricted funds not used for the designated restriction may be allocated to a non-budgeted use by the Social Action Committee. During this fiscal year, a new restricted Building Endowment fund was donated to build funds to expand our current building or purchase a new one. No income will be taken from the Building Endowment Fund in order to maximize its rate of growth. Income from the Unrestricted Fund may be allocated to any non-budgeted use.

<u>Amount in each fund as of:</u>	<u>6/30/08</u>	<u>6/30/09</u>	<u>6/30/10</u>
Partner Church Fund	\$6,680	\$4,692	\$6,383
Central America Child Fund	\$3,341	\$2,347	\$3,193
Community College Fund	\$3,341	\$2,347	\$3,193
Building Fund			\$7,175
Unrestricted Fund	<u>\$10,762</u>	<u>\$7,559</u>	<u>\$10,285</u>
Total Endowment Fund	\$24,124	\$16,945	\$30,229

Income distributed during the fiscal year

During the 2008/2009 fiscal year, \$693 received during the previous fiscal year from the three restricted funds was put in a Social Action Holding Fund for use by the Social Action Committee. Of the \$558 received from the Unrestricted Fund during the previous year, \$390 was allocated to a pay increase for a child-care worker, and \$168 was added to the collection made to pay part of our PCD-UUA dues.

During the 2009/2010 fiscal year, \$670 received during the previous fiscal year from the three restricted funds was added to the Social Action Holding Fund. \$540 received during the previous year from the Unrestricted Fund was put in a Building and Grounds Maintenance Holding Fund for use by the Building and Grounds Committee.

It was decided to forgo the 5% annual income from the endowment funds beginning in FY10 until the economy improves.

Submitted by Irving Yabroff, Treasurer