

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



Annual Report 2011

Background photo by Cindy Gallo Callan



Parish Fundraiser, Cinco De Mayo Party
Photo courtesy of St. Alexis Parish

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,

This marks our 19th year of operation as the Foundation for the People of the Roman Catholic Diocese of Springfield in Illinois. We currently stand at 75 endowments representing numerous Catholic entities in our diocese. This report encompasses the Foundation's activity as of June 30, 2011.

The ministries of the Church will always be in need of financial support and we here at the Foundation work very hard to ensure a steady income for those ministries.

We invite you to support the Foundation and its mission through your gifts of prayer and financial resources. It is through your prayers and financial support that we will ensure a bright future for our fund members and their beneficiaries.

With best wishes I remain,

Sincerely Yours in Christ,

+ Thomas John Paprocki

Most Reverend Thomas John Paprocki
Bishop of Springfield in Illinois
President, Foundation for the People of the
Roman Catholic Diocese of Springfield in Illinois



WDCH Radio Dedication
Photo by Diane Schlindwein

Leadership

**Most Reverend
Thomas John Paprocki**
President

**Reverend Monsignor
Carl A. Kemme**
Vice President

Mr. John J. Maxwell
Treasurer

Mr. Shaun A. Riedell
Secretary

Mrs. Jean L. Johnson
Member

Advisory Board

Mr. John Gibbons
Edwardsville, Illinois

Deacon Ronald Hesson
Highland, Illinois

Mrs. Polly Wand
Litchfield, Illinois

Father Thomas Meyer
Jacksonville, Illinois

Deacon Frank Maynerich
Virden, Illinois

Ms. Clare McCulla
Charleston, Illinois

Mr. Thomas Pavlik, Jr.
Springfield, Illinois

**(List as of
Jan. 1, 2012)**

Mr. Charles Scholz
Quincy, Illinois

Mr. Jeff Stauffer
Springfield, Illinois

**Reverend Kenneth
Venvertloh**
Quincy, Illinois

Investment Managers

NWQ Investment Management Company, LLC
Eagle
Clearbridge

**Oppenheimer
Neuberger International
Invesco**

Auditors

Eck, Schafer & Punke CPA, Springfield



St. Dominic School, Quincy (Catholic Times file photo)

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 Oct. 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.



Christ the King School, Springfield
(Catholic Times file photo)

Criteria, Policies and Guidelines

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.



by Cindy Gallo Callan



Financial Highlights

Statements of Financial Position

	June 30 2011	June 30 2010
Assets		
Investments	\$ 33,027,513	\$ 26,396,896
Notes receivable	\$ 48,659	\$ 46,844
Total Assets	\$ 33,076,172	\$ 26,443,740
Liabilities and Net Assets		
Liabilities	\$ —	\$ —
Net Assets		
Unrestricted	\$ —	\$ —
Temporarily Restricted	\$ 6,942,359	\$ 2,043,335
Permanently Restricted	\$ 26,133,813	\$ 24,400,405
Total Net Assets	\$ 33,076,172	\$ 26,443,740
Total Liabilities and Net Assets	\$ 33,076,172	\$ 26,443,740

Statements of Activities and Change in Net Assets

Support and Revenue

Contributions	\$ 1,916,629	\$ 66,891
Investment income	\$ 652,749	\$ 633,749
Net gain on sale of investments	\$ 1,073,168	\$ 1,140,805
Change in unrealized loss on investments — net	\$ 4,280,384	\$ 1,037,286
	\$ 7,922,930	\$ 2,878,731

Expenses

Supporting services		
Investment management fees	\$ 390,498	\$ 283,839
Program Services		
Distribution to beneficiaries	\$ 900,000	\$ 105,243
	\$ 1,290,498	\$ 389,082

Change to net assets	\$ 6,632,432	\$ 2,489,649
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Net assets at year's beginning	\$ 26,443,740	\$ 23,954,091
Net assets at year's end	\$ 33,076,172	\$ 26,443,740



*St. Teresa High School, Decatur
(Catholic Times file photo)*

Sound Investing

Placing funds in the Foundation for the People of the Roman Catholic Diocese of Springfield in Illinois makes sense, or perhaps more appropriately dollars and cents!

In a side by side analysis, we can see a substantial difference in returns based on how funds are invested in the long term. The results may surprise you.

For example, your parish invested \$1,000 in 1997 (15 years ago) in a certificate of deposit with your local bank. A good average rate of return on that one year CD today would probably be appropriately one percent interest. At one percent that \$1,000 initial investment would now be worth about \$1,160.

Now we invest that same \$1,000 in 1997 in the Foundation for the People of the Roman Catholic Diocese of Springfield in Illinois. That investment would now be worth over \$2,139! On average, over the last 15 years the Foundation has earned five times more money than you could have earned in a conventional bank account. These figures are based on the actual performance of our Foundation, not a hypothetical model. The figures shown are after expenses and factor in two market downturns, so this shows actual funds available for use.

Detractors will say the market is subject to certain volatility, so there are no guarantees of success. This is true; however, the Foundation has investment strategies in place to minimize our risk, while at the same time maximizing our potential for growth. In long term investing there simply is no better alternative than placing your funds in the Foundation for the People of the Roman Catholic Diocese of Springfield in Illinois. Starting an endowment is quick and easy. Give us a call today!

Beneficiaries

Listed alphabetically by city

St. Mary Parish, Alton
St. John the Baptist Parish, Arcola
St. Augustine Parish, Ashland
St. Mary Cemetery, Assumption
Holy Redeemer Chapel, Barry
St. Charles Borromeo Parish, Charleston
Ss. Peter & Paul School, Collinsville
Holy Family Parish, Decatur
Holy Family School, Decatur
Our Lady of Lourdes Parish, Decatur
Our Lady of Lourdes School, Decatur
Our Lady of Lourdes Parish
-St. Teresa High School, Decatur
St. Patrick Parish, Decatur
St. Mary School, Edwardsville
Sacred Heart Parish, Effingham
Sacred Heart School, Effingham
St. Martin Cemetery, Farmersville
St. Cecilia Parish, Glen Carbon
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
St. Nicholas Parish, Pocahontas
St. Anthony of Padua Parish, Quincy
St. Peter Parish, Quincy
Blessed Sacrament School, Springfield
Little Flower School, Springfield
St. Aloysius Parish, Springfield
St. Joseph School, Springfield
Forty Martyrs Parish, Tuscola



*St. Charles Borromeo, Charleston
(Catholic Times file photo)*

Holy Family School, Granite City
St. Paul Parish, Highland
Roult High School, Jacksonville
Our Saviour School, Jacksonville
St. Ubaldus Cemetery, Livingston
St. Francis DeSales Parish, Moweaqua
St. Louis School, Nokomis
St. Mary Cemetery, Paris
Blessed Sacrament Parish, Quincy
St. Dominic School, Quincy
St. Mary Parish, Ste. Marie
Christ the King School, Springfield
St. Agnes School, Springfield
St. Frances Cabrini Parish, Springfield
St. Michael School, Staunton

Diocesan Endowments

Marquette Catholic High School, Alton
St. Joseph Home, Springfield
Care for Infirm and Retired Priests
Seminarist Fund
Educators Endowment
Ordained Ministers Endowment
Bishop's Stewardship Endowment

St. John Neumann School, Maryville
St. Patrick School, Springfield
Priests' Retirement and Healthcare
Westoff Priestly Vocation Endowment
Catechist Formation Endowment
Catholic Charities Endowment
Tuition Assistance Endowment



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.