

Trustees of the Presbytery of Baltimore

Report to the 894th Gathering of the Presbytery of Baltimore
March 10, 2022

The Trustees of the Presbytery of Baltimore, Inc. is a not-for-profit Maryland Corporation created by the Presbytery in 1890 to hold and manage assets for the Presbytery's purposes.

The Bylaws of the Corporation require the Trustees, each year, to submit to the Presbytery the audited financial statements of the previous year, and to make an oral report to the Presbytery meeting on the contents of that audit.

To facilitate reporting in this pandemic year of online meetings, we make this written report, as well.

Audit

Because of the upheaval created by the 2020 coronavirus pandemic, in which office work-schedules and many ordinary routines were reinvented, the Trustees and the Presbytery determined to conduct the audit for 2019 and 2020 simultaneously.

The audit for 2019 and the audit for 2020 was conducted in 2021 by the independent accounting firm Weyrich, Cronin and Sorra in Hunt Valley, Maryland. The results were presented to the Trustees at our December 2021 meeting.

Per the auditor's recommendation, the audit was a consolidated audit of the Presbytery itself (an unincorporated association) combined with the Trustees of the Presbytery of Baltimore, Inc. (the Presbytery's consolidated affiliate).

Financial Statements

Attached are unaudited summary financial statements for the Trustees of the Presbytery of Baltimore, Inc. as of the end of calendar year 2021.

Investments

Morgan Stanley is the Trustees' investment advisor. It reports that, even amid volatile conditions, they were able to carry out the investment mission in a methodical manner, and that the overall decisions benefited the Presbytery. Calendar year 2021 closed with the Trustees overseeing \$17,197,917 of assets.

Support of the Presbytery's Mission

The assets held by the Trustees are held in trust for the Presbytery of Baltimore and for the Presbyterian Church (USA). These assets are used to support the mission, ministry and work of the Presbytery in a variety of ways.

Each year, a significant amount of the Presbytery's annual budget is funded by a transfer from the Trustees. This amount is calculated as a percentage of the average assets held over a specified period of time, using a formula determined by long-standing policy.

The Trustees also hold and manage assets which are owned by various congregations in the Presbytery, paying out quarterly to those congregations from the generated earnings. This is beneficial to the Presbytery and also to the congregations, in that we are able to secure better investment service by virtue of the larger, pooled invested amounts. There are six congregations invested in the Pooled Investment Fund.

The Trustees hold some tracts of land and buildings which were acquired for new church development, or which returned to the Presbytery when a congregation closed.

Some funds managed by the Trustees provide monies for the Enduring Witness Fund, the Emergency Assistance Property Repair Fund, and several Scholarships.

The Trustees provide loan guarantees for congregations which have borrowed money from the Presbyterian Investment and Loan Program (PILP).

The Trustees have also provided some smaller loans directly to congregations at the request of the Presbytery's Property and Loan Commission.

For over 130 years, the Trustees have held the duty to acquire and hold money or real or personal property of every kind and description; to manage and invest the same; and to sell, grant, or dispose of the same in an expedient manner as they deem proper for its corporate purposes in service to the Presbytery. (*paraphrased from the 1971 Restatement of Charter, Section 3*). We look forward to continuing this service to the Presbytery.

-- Edward J. Gilliss, President

TRUSTEES OF THE



MS Investment Fund/Trustee Fund Reconciliation December 2021

MS Cash/Inv Balance-PIF		Trustee Funds	
Santa Barbara	16,579,394.26	NET ASSETS WITHOUT DONOR RESTRICTIONS	
Blackstone REEF	11,431.28	UNDESIGNATED	11,927,415.04
Blackstone REIT	607,092.19	POB DESIGNATED	
ICM	0.19	MISSION	355,101.35
Total MS-Pooled Income Fund	17,197,917.92	URBAN (1981)	1,574,594.67
		PRESBYTERY OF BALTIMORE	92,734.91
		COM ORDINATION/INSTALLATION	112,283.52
		POB DESIGNATED TOTAL	2,134,714.45
		NET ASSETS WITH DONOR RESTRICTIONS	
Total MS-PIF @ 12/31/2019	14,732,401.08	RESTRICTED	
Total MS-PIF @ 03/31/2020	12,254,634.24	J. J. SMITH CANDIDATES (CPM)	480,426.07
Total MS-PIF @ 06/30/2020	13,654,299.76	ROBERT TURNER MEMORIAL FUND	136,901.49
Total MS-PIF @ 09/30/2020	14,430,571.96	PETER NORD SCHOLARSHIP	17,608.28
Total MS-PIF @ 12/31/2020	15,954,568.92	RESTRICTED TOTAL	634,935.84
Total MS-PIF @ 03/31/2021	16,308,384.98	ENDOWMENT	
Total MS-PIF @ 06/30/2021	17,033,058.88	BURROUGHS (HdG)	15,160.56
Total MS-PIF @ 09/30/2021	16,755,529.39	SILVER (HdG)	403,916.56
		HELEN SMITH (1/3) (HdG)	70,193.95
		GEBLEIN	7,883.69
		FRANCE	531,078.09
		BOGERT PRESBYTERY	132,410.79
		BOGERT NCD - PRESBYTERY	149,496.54
		HAINES (Hope)	92,139.61
		HARVEY (Northminster)	16,259.55
		HELEN SMITH (2/3) (PCUSA)	140,386.70
		SMITH CHESTNUT GROVE	329,137.00
		VALENTINE	132,136.07
		R&M FERGUSON	28,768.45
		KOREAN UNITED PC of BALTIMORE	451,885.03
		ENDOWMENT TOTAL	2,500,852.59
		TOTAL NET ASSETS	17,197,917.92
MS Cash/Inv Balance Other			
Enduring Witness 66%	432,490.67		
Emer Asst Property Fund 17%	169,991.70		
Lakeland	176,033.18		
R&R Ferguson Sch	88,047.23		
Total MS Other	866,562.78		
*66% of proceeds from closed churches to be transferred to Enduring Witness Fund			
*17% of proceeds from closed churches to be transferred to Emer Asst Property Fund			
*17% of proceeds from closed churches to be transferred to Undesignated Fund			