

Appendix A Endowment investment Policy  
For St. Paul's United Methodist Church

Definitions:

1. The term "Historic Value", as used in this policy is the total of the original amount of each gift or bequest.
2. The term "earnings", as used in this policy, is any income, dividends, interest or other gain from the entire amount invested.

The Endowment Fund's investment objectives are:

1. Conservation of the "Historic Value" for the effective maintenance of purchasing power.
2. Regular earnings at a reasonable rate.
3. Growth of earnings and principal over and above that necessary to offset rises in the cost of living.
4. Investment of assets in institutions, companies, corporation, or funds which make a positive contribution toward the realization of the goals outlined in the Social Principles of the Church.

All gifts received by The Endowment Fund shall be invested through one or more accounts to be established with the California-Nevada United Methodist Foundation or bank that is FDIC insured. The accounts are subject to the approval of the Endowment Committee. The specific purpose of each account shall be stated in order to maintain the continuity of the investment objectives stated above. The trust agreement with the Foundation or bank shall provide that the invested funds be administered in accordance with this policy statement, which may be modified only upon a ¾ vote of a Charge Conference.

A record of each gift will be maintained. This record should include where the donor would like the gift to be used and the amount of the gift.

CHANGE IN INVESTMENT POLICY

Any transfer of the Endowment Fund management and assets must be approved by a majority vote of the Charge Conference. The Endowment Committee, the Board of Trustees, and the Church Council of St. Paul's United Methodist Church must all recommend these changes before the matter is referred to the Charge Conference for final approval.