

ABINGTON QUARTERLY MEETING

Incorporated Trustees Annual Report

October 7, 2018

Continuing our regular practice, the Trustees met twice this past year, on the fourth Sunday of April and September at Foulkeways.

At our meeting on September 23 we received the Audit for our fiscal year ending June 30, 2018. Our Independent Auditors, "Bee, Bergvall and Company" issued a so-called "clean" opinion stating that our records "present fairly, in all material respects, the assets, liabilities and net assets" of the Trustees. The Trustees continue to prepare our statements using cash rather than accrual method of accounting, which we believe, is an appropriate measure of our condition. The sub-committee that received the Audit met separately with the Auditor without the Treasurer and Assistant Treasurer present as is our practice to ask for comments about their records; we are glad to report that the Auditors had no issues to report. The Audit Partner in charge of the audit, Craig Burton, said that Daniel Hazleton and the new manager of the audit worked well together. Dan continues to be assisted by Robert Reiff who is Assistant Treasurer. We thank them both for their continued work on our behalf. In about a week we will receive the customary Management Letter from the Auditors, and we have been assured that there are no issues of note.

The Investment Committee continued the investments in Friends Fiduciary Consolidated Fund and Green Fund. We continued to recognize as a total return 4% of a trailing 12-quarter value as this smoothens distributions from these investments.

The Trustees received reports from the Home and Care Committee. We want to acknowledge their attention to detail and outreach to members of Abington Quarterly Meeting. You may be aware that Nancy Gold has resigned as Clerk of the Home and Care Committee to be succeeded by co-Clerk Bonnie Miller. Rebecca Cratin, and the entire Home and Care Committee continue their important work. Smooth functioning continued between Home and Care and the Treasurer to help with the range of ways that Committee through Rebecca Cratin as Administrator is able to assist members of the Quarterly Meeting.

We passed a Minute of Appreciation for Helen File, a long-time member of the Trustees who had served faithfully in many leadership positions, and was a gentle presence in so many ways.

We continue to work on streamlining our Governing Documents and to bring them into compliance with current laws. Allowing some flexibility in the number and naming of Trustees is important as some Monthly Meetings have found it difficult to suggest names for Trustees.

The Nominating Committee suggested the following names for Officers for 2019: Thomas Armstrong, President; Russell Bishop, Vice President and Clerk of the Investment Committee; Karen Russell, Secretary; Daniel Hazleton, Treasurer; and Robert Reiff, Assistant Treasurer.

Respectfully Submitted, Robert Taylor, President

Treasurer's Report for year July 1, 2017 through June 30. 2018

INCORPORATED TRUSTEES OF ABINGTON QUARTERLY MEETING OF FRIENDS

General Information - The Trustees have the responsibility for treasury and investment functions related to the funds under their care. Decisions with respect to assistance from the following funds are the responsibility of the Home and Care Committee in furtherance of the purposes of the funds: General Fund for Aging, elderly members of the Quarter wherever residing; F. Palin Spruance Fund, members entering or residing at Foulkeways; Enabling Fund, assistance to members and their dependents of all ages. Decisions concerning the use of the Abington Quarterly Meeting Fund are the responsibility of Abington Quarterly Meeting.

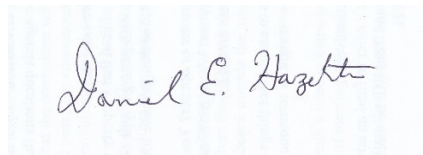
Current Funds represent accumulating investment returns, interest and other income and returned assistance, net of expenditure. Grants from current funds of the General Fund for Aging and Spruance Fund are subject to Letters of Intent requiring the return of assistance received as preferred claims on the estates of grantees, or their surviving spouses, to the extent of the net assets of their estates. Under the Prescription Program, the obligation to return assistance is limited to 10% of the net assets of the estates of those assisted. Assistance grants or portions of assistance grants, which cannot be repaid are recognized as being uncollectable and are written off.

Endowment Funds represent gifts and bequests that require principal to be maintained in perpetuity, as well as funds designated as endowment where principal may be used, but is being retained.

General Fund for Aging Trustees Designated Endowment Fund represents gifts and bequests without restrictions on maintaining principal that will serve as endowment unless pressing needs make transfers from it to the Current Fund of the General Fund for Aging necessary and appropriate.

Abington Quarterly Meeting Fund - represents gifts and bequests given to Abington Quarterly Meeting without restrictions on the use of the funds.

Determination of Investment Return. As permitted by 20 PA S 8113, the Trustees have adopted a total return investment policy and annually determine the investment return designated for current operations to be transferred for spending from the Combined Investment Fund to related current funds. For the year ended June 30, 2018, the return approved was 4.00% applied to the average quarterly market value of the Combined Investment Fund for the preceding three years.

A handwritten signature in cursive script that reads "Daniel E. Hazelton". The signature is written in black ink on a light blue, lined background.

Sep 23, 2018

Daniel E. Hazelton, Treasurer

Treasurer's Report for the Period July 1, 2017 through June 30, 2018
Incorporated Trustees of Abington Quarterly Meeting of Friends

Audited						
	General Fund for Aging	F. Palin Spruance Fund	Total Elderly Care Funds		Enabling Fund	Abington Quarterly Meeting Fund
Revenue						
Investment income & interest	\$262,571	\$49,842	\$312,413		\$10,358	\$9,847
Contributions	\$0	\$0	\$0		\$0	\$0
Return of assistance	\$13,967	\$0	\$13,967		\$560	\$0
Excess of investment returns over amount defined as income	\$200,086	\$19,563	\$219,650		\$6,326	\$9,100
Total revenue	\$476,624	\$69,405	\$546,030		\$17,245	\$18,947
Expenditures						
Assistance Grants	\$63,704	\$67,200	\$130,904		\$762	\$0
Operating expenses	\$23,269	\$0	\$23,269		\$36	\$0
Total Expenditures	\$86,974	\$67,200	\$154,174		\$799	\$0
Change in net assets - current funds						
July 1, 2013 - June 30, 2014	\$577,565	\$41,965	\$619,530		\$12,878	\$38,719
July 1, 2014 - June 30, 2015	\$78,663	\$2,167	\$80,831		\$6,290	(\$10,229)
July 1, 2015 - June 30, 2016	\$264,606	(\$38,823)	\$225,783		(\$2,017)	(\$18,072)
July 1, 2016 - June 30, 2017	\$360,915	\$23,301	\$384,216		\$20,189	\$22,664
July 1, 2017 - June 30, 2018	\$389,650	\$2,205	\$391,856		\$16,446	\$18,947

Fund Balances

Current Funds				% chg		
June 30, 2014	\$4,377,667	\$518,465	\$4,896,132	14.5%	\$131,913	\$17,619
June 30, 2015	\$4,456,330	\$520,632	\$4,976,962	1.7%	\$138,203	\$4,887
June 30, 2016	\$4,720,936	\$481,809	\$5,202,746	4.5%	\$136,187	\$8,149
June 30, 2017	\$5,081,851	\$505,110	\$5,586,961	7.4%	\$156,376	\$5,702
June 30, 2018	\$5,471,502	\$507,315	\$5,978,817	7.0%	\$172,822	\$15,589
Funds acting as endowment						
June 30, 2014	\$713,911		\$713,911	12.3%		\$270,165
June 30, 2015	\$712,296		\$712,296	-0.2%		\$272,668
June 30, 2016	\$683,675		\$683,675	-4.0%		\$251,334
June 30, 2017	\$744,170		\$744,170	8.8%		\$276,445
June 30, 2018	\$780,027		\$780,027	4.8%		\$285,505
Endowment						
June 30, 2014	\$1,305,511	\$825,993	\$2,131,504	12.3%	\$136,423	
June 30, 2015	\$1,302,558	\$824,125	\$2,126,683	-0.2%	\$136,115	
June 30, 2016	\$1,250,220	\$791,010	\$2,041,230	-4.0%	\$130,646	
June 30, 2017	\$1,360,846	\$861,003	\$2,221,850	8.8%	\$142,206	
June 30, 2018	\$1,426,416	\$902,489	\$2,328,905	4.8%	\$149,058	

Letters of Intent Outstanding Balances

				% chg	#
June 30, 2013	\$720,095	\$512,945	\$1,233,040	-9.7%	
June 30, 2014	\$805,346	\$567,945	\$1,373,291	11.4%	
June 30, 2015	\$874,568	\$616,545	\$1,491,113	8.6%	
June 30, 2016	\$375,052	\$680,445	\$1,055,498	-29.2%	
June 30, 2017	\$666,985	\$747,645	\$1,414,630	34.0%	
June 30, 2018	\$716,722	\$607,645	\$1,324,367	-6.4%	20 Active LOI

An F.Palin Spruance Assistance Grant account closed 6/28/2018 - \$207,200 written-off
A \$289,700 swing loan granted April, 2017 was repaid August, 2018 - not included in this report

Receipts and Disbursements								
Year ended 6/30/18								
Unaudited								
	----- ACTUAL -----				----- BUDGET -----			
	2014-15	2015-16	2016-17	2017-18	2015-16	2016-17	2017-18	2018-19
Receipts								
Interest and dividends	\$48	\$0	\$0	\$0	\$0	\$0	\$0	\$0
MM contributions used for AQM	\$17,500	\$17,500	\$17,500	\$17,500	\$17,500	\$17,500	\$17,500	\$17,500
MM contributions used for PYM	\$101,093	\$102,606	\$100,216	\$94,769				
AQM Grant for co-ordinator	\$0	\$0	\$0	\$0				
Other contributions	\$0	\$0	\$0	\$0				
Total receipts	\$118,641	\$120,106	\$117,716	\$112,269	\$17,500	\$17,500	\$17,500	\$17,500
Disbursements								
Enabling Fund	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Insurance (AQM share)	\$626	\$938	\$827	\$859	\$1,100	\$1,100	\$900	\$900
JFC/MSFC support	\$11,270	\$13,286	\$12,134	\$13,618	\$18,000	\$18,000	\$15,800	\$15,800
Program	\$786	\$755	\$388	\$394	\$900	\$900	\$800	\$800
Co-ordinator	\$0	\$0	\$0	\$0	\$20,000	\$20,000	\$0	\$0
Total Disbursements for AQM	\$12,682	\$14,979	\$13,349	\$14,871	\$40,000	\$40,000	\$17,500	\$17,500
PYM assistance from meetings	\$101,093	\$102,606	\$100,216	\$94,769				
Total Disbursements	\$113,775	\$117,585	\$113,565	\$109,640	\$40,000	\$40,000	\$17,500	\$17,500
Receipts less disbursements	\$4,866	\$2,521	\$4,151	\$2,629	(22,500)	(22,500)	0	0
Changes in Assets								
	General Fund	JFC Scholarship	Total					
Balance July 1, 2017	\$15,043	\$2,388	\$17,431					
Receipts	\$112,269	\$0	\$112,269					
Disbursements	\$109,640	\$0	\$109,640					
Balance June 30, 2018*	\$17,671	\$2,388	\$20,059					*Balance reflects 2018 JFC/MSFC fees received after 6/30/18
Junior Friends/Middle School Friends Conference								
Sources and Uses of Funds								
Sources								
	2014-15	2015-16	2016-17	2017-18				
Support by AQM	\$11,270	\$13,286	\$12,134	\$13,618				
Conference fees*	\$15,230	\$16,575	\$18,271	\$13,682				
Scholarship	\$0	\$350	\$0	\$0				
AQM Fund Grant for JFC/MSFC	\$2,000	\$2,000	\$3,000	\$3,000				
Total sources	\$28,500	\$32,211	\$33,405	\$30,300				
Uses								
Facilities rental*	\$9,951	\$13,229	\$15,993	\$12,347				*charges reflect change of location back to George School
Payroll	\$13,725	\$14,425	\$14,371	\$13,079				
Program/Supplies	\$3,791	\$3,424	\$1,949	\$3,777				
Insurance (JFC/MSFC Share)	\$1,032	\$1,133	\$1,092	\$1,096				
Total uses	\$28,500	\$32,211	\$33,405	\$30,300				
Scholarship Fund Increase/Decrease	\$0	\$75	\$0	\$0				
Surplus or (shortfall)	\$0	\$0	\$0	\$0				

TREASURER'S REPORT AS OF June 30, 2018
 INCORPORATED TRUSTEES OF ABINGTON QUARTERLY MEETING OF FRIENDS
 Statement of Cash and Cash Equivalents and Investments
 Audited

Current Funds				
Cash and Cash Equivalents	General	F. Palin		Combined
	Fund For	Spruance	Enabling	Current
	Aging	Fund	Fund	Funds
Phoenixville Federal Savings - Interest Checking			\$ 35,197.55	\$ 35,197.55
Phoenixville Federal Savings - Money Market		\$ 37,746.70		\$ 37,746.70
QNB - Non profit checking	\$ 368,064.51	\$ -	\$ -	\$ 368,064.51
Total Cash Equivalents	\$ 368,064.51	\$ 37,746.70	\$ 35,197.55	\$ 441,008.76
Investments				
Friends Fiduciary Corporation Consolidated Fund	\$ 2,676,625.20	\$ 251,934.33	\$ 137,624.11	\$ 3,066,183.64
Friends Fiduciary Corporation Quaker Green Fund	\$ 2,427,584.67	\$ 217,634.39	\$ -	\$ 2,645,219.06
Total Current Funds	\$ 5,472,274.38	\$ 507,315.42	\$ 172,821.66	\$ 6,152,411.46
Funds Serving as Endowment				
Friends Fiduciary Corporation Consolidated Fund	\$ 780,026.92			\$ 780,026.92
Permanent Endowment Funds				
Friends Fiduciary Corporation Consolidated Fund	\$ 1,426,416.14	\$ 902,489.33	\$ 149,057.84	\$ 2,477,963.31
			Endow	\$3,257,990.23
			AQM Fund Endow	\$285,504.96
			Total Endow	\$3,543,495.19
Abington Quarterly Meeting Fund				
Current Funds				
QNB Non-profit checking	\$ 15,589.26		Current Funds	\$6,152,411.46
Total Current Funds	\$ 15,589.26		AQM Fund Funds	\$15,589.26
			Total Current	\$6,168,000.72
Funds Serving as Endowment				
Friends Fiduciary Corporation Quaker Green Fund	\$ 285,504.96		Total All Funds	\$9,711,495.91
			Fiduciary	\$9,254,897.89
			Banks	\$456,598.02
				\$9,711,495.91