



Treasurer's Report to the Board of Trustees

January 22, 2016

**Tim Brennan
Treasurer & Chief Financial Officer**



Agenda

- FY16 2nd quarter forecast
- Audit: certification p. 70
- Spending policy: UUA assets, trust assets
- Facilities Condition Assessment (FCA)
- Reserve for major maintenance
- UU Common Endowment Fund, LLC
- Preliminary FY17 revenue forecast



2nd Quarter Forecast

- See p. 71 of packet
- Headline: projecting breakeven for the year
- APF projected to be 2.7% below budget, or \$180K
- Friends and other unrestricted gifts \$85K below budget
- Offset against contingency with \$90K remaining



Facilities Condition Assessment

- Systems: roof, windows, masonry, HVAC, pumps and flood protection, fire/safety, elevators
- \$3.1 mm needed 2016-2023
- Analysis updated each year
- Budgeted amount set aside in reserve account



UU Common Endowment Fund

- Transition to LLC January 2016
- New subscription agreements for 400+ accounts
- New agreements with 15 managers and several service providers
- Of \$174mm, 37 accounts representing \$1.9mm remain to be documented



UUCEF Investment Performance

Periods ending 12/31/15

	1 Month	1 Year	3 Years	5 Years
Gross return	-1.8%	-2.4%	4.4%	5.1%
Net return	-1.8%	-3.3%	3.4%	4.0%
Benchmark*	-1.2%	-1.4%	4.9%	4.7%

* *Weighted average of underlying benchmarks for each asset class*



Top Priorities

- Complete transition to LLC
- FY 17 budget
- Sabbatical – April through June 2016