

NCYM, Inc.
7th Annual Meeting
November 2, 2024

NCYM, Inc.

Terri Harris, Clerk

Called “to serve, not be served”

Excerpted from Matthew 20:28
(The Message)

Devotions

Edith Shepherd

North Carolina
Friends Disaster Service
2023

NCYM, Inc.

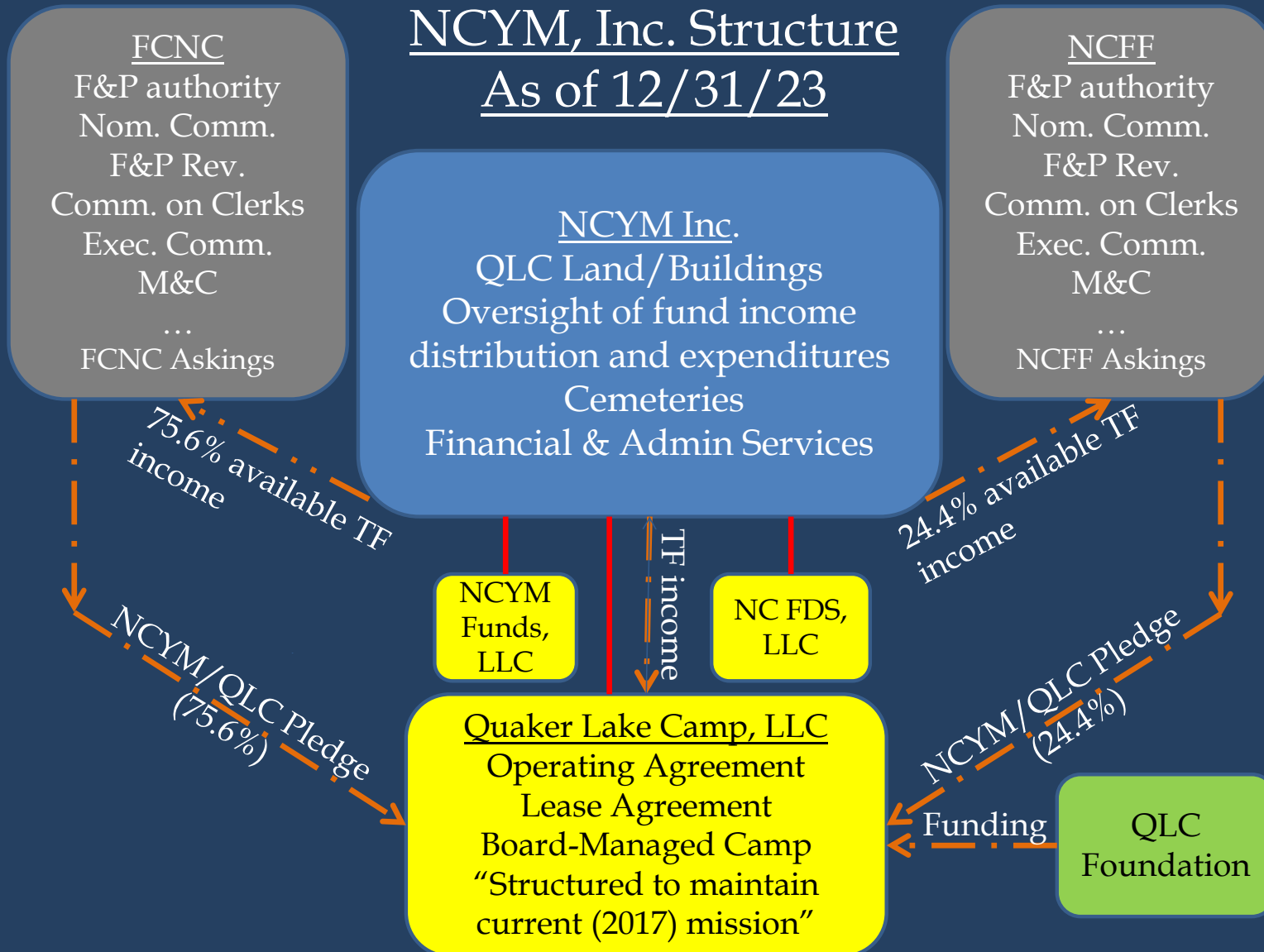
Terri Harris, Clerk

Responsibilities of NCYM, Inc.

It was approved at the NCYM, Inc. 2022 Annual Meeting that, effective the NCYM, Inc. 2023 Annual Meeting, the NCYM, Inc. Board report will address only ongoing activities, not those activities completed by the initial NCYM, Inc. Board during their five-year term.

Also, many of the annual affirmations of conformance to bylaws or operating agreements by NCYM, Inc. and the associated entities are available for posting on the NCFF and FCNC websites.

NCYM, Inc. Structure As of 12/31/23



NCYM, Inc. Board 2023

- ▣ Bill Davis
- ▣ Terri Harris
- ▣ Quinn Jordan
- ▣ Frank Massey
- ▣ Carolyn McPherson
- ▣ Carl Semmler
- ▣ David Briles
- ▣ Don Farlow
- ▣ Julie Hatchel
- ▣ Judy Ritter
- ▣ Kevin Smitherman
- ▣ Kay Coltrane

2023 NCYM, Inc. Board Officers

- ▣ Clerk – Terri Harris
- ▣ Assistant Clerk – Don Farlow
- ▣ Recording Clerk – Carolyn McPherson
- ▣ Assistant Recording Clerk – Judy Ritter
- ▣ Treasurer – Kay Coltrane
- ▣ Assistant Treasurer – Quinn Jordan

*Terms of officers end last day of calendar year. Board selects officers annually.

Board Rotations

For NCYM, Inc., NCFF, FCNC, QLC, NC FDS and NCYM Funds, LLC, one of the most important roles is to assure successor board members/trustees are in place each year.

The NCYM, Inc. Bylaws and the Operating Agreements clearly define the role of all the entities in this process (available on request).

Regarding Amendments to Bylaws and Operating Agreements

The bylaws for NCYM, Inc., financial plan adopted August 5, 2017, and operating agreements for Quaker Lake Camp, LLC, NCYM Funds, LLC, and North Carolina Friends Disaster Service, LLC, may be amended, repealed or new bylaws adopted by approval of the NCYM, Inc. Board, if such changes have been approved in writing by each Association (North Carolina Fellowship of Friends and Friends Church of North Carolina), if each entity is still in existence.

NCYM, Inc. Board Rotation

NCFF

Class of 2023*

- ▣ Bill Davis
- ▣ Frank Massey

Class of 2024*

- ▣ Carl Semmler
- ▣ Quinn Jordan

Class of 2025*

- ▣ Terri Harris
- ▣ Carolyn McPherson

FCNC

Class of 2023*

- ▣ Judy Ritter
- ▣ Don Farlow

Class of 2024*

- ▣ David Briles
- ▣ Kevin Smitherman

Class of 2025*

- ▣ Kay Coltrane
- ▣ Julie Hatchel

*Terms of “Classes” end last day of calendar year.

NCYM, Inc. Board Rotation

NCFE

Class of 2026*

- ▣ Edith Shepherd
- ▣ Dottie Hobbs

Class of 2027*

- ▣ Bill Davis
- ▣ Bill Eagles

FCNC

Class of 2026*

- ▣ Janet Robbins
- ▣ Pat Hurley

Class of 2027*

- ▣ Ryan Beeson
- ▣ Brent McKinney

*Terms of “Classes” end last day of calendar year. Classes appointed/approved by the respective Associations.

NCYM, Inc. Board meeting schedule for 2023/2024:

- 1/7/23
- 4/15/23
- 7/15/23
- 9/30/23
- 11/4/23 – NCYM, Inc. Annual Meeting at Quaker Lake
- 2/10/24
- 5/4/24
- 8/17/24
- 11/2/24 – NCYM, Inc. Annual Meeting at Quaker Lake

2024 NCYM, Inc. Board Officers

- ▣ Clerk – Terri Harris
- ▣ Assistant Clerk – Carl Semmler
- ▣ Recording Clerk – Carolyn McPherson
- ▣ Assistant Recording Clerk – Janet Robbins
- ▣ Treasurer – Kay Coltrane
- ▣ Assistant Treasurer – Quinn Jordan

*Terms of officers end last day of calendar year. Board selects officers annually.

NCYM, Inc. Unified Audit and Financial Review

Judith Cranford
NCYM, Inc. Financial Manager

NCYM, Inc. Unified Audit

The NCYM, Inc. Unified Audit includes:

- ❑ NCYM, Inc.
- ❑ North Carolina Fellowship of Friends
- ❑ Friends Church of North Carolina
- ❑ NCYM Funds, LLC
- ❑ North Carolina Friends Disaster Service, LLC
- ❑ Quaker Lake Camp, LLC

Auditor's Opinion

NCYM, Inc. 2023 Fiscal Year Unified* Audit

Auditor's Opinion
NCYM, Inc. 2023 Fiscal Year Unified* Audit

Additional Comments

“We noted no transactions entered into by the Organizations during the year for which there is a lack of authoritative guidance or consensus. All significant transactions have been recognized in the financial statements in the proper period.”

Councilman, Farlow, Marlowe and Co., PLLC
Certified Public Accountants and Advisors

*Unified audit includes NCYM, Inc. and all related entities.

Auditor's Opinion

NCYM, Inc. 2023 Fiscal Year Unified* Audit

Additional Comments

“The financial statement disclosures are neutral, consistent, and clear.”

“We encountered no significant difficulties in dealing with management in performing and completing our audit.”

Councilman, Farlow, Marlowe and Co., PLLC
Certified Public Accountants and Advisors

*Unified audit includes NCYM, Inc. and all related entities.

2023 NCYM, Inc. Budgeted Expenses

An initial annual operating expense budget of \$99,000 for NCYM, Inc. was approved in NCYM Representative Body 6/3/17, including the cost for rental of an office for the Financial Manager in lieu of utilizing QLC.

2023 NCYM, Inc.

Fees Approved vs. Received for Financial Management Costs

<u>Entity</u>	<u>%-age</u>	<u>2023 Actual</u> <u>Received</u>	<u>2024</u> <u>Budget</u>
FCNC	34.0%	\$33,680	\$33,680
NCFE	11.0%	\$10,870	\$10,870
QLC, LLC	25.0%	\$24,750	\$24,750
NC FDS, LLC	2.7%	\$ 2,700	\$ 2,700
<u>NCYM Funds, LLC</u>	<u>27.3%</u>	<u>\$27,000</u>	<u>\$27,000</u>
Total	100%	\$99,000*	\$99,000*

*Approved in NCYM Representative Body 6/3/17 with revisions approved in Annual Meeting.

2023 NCYM, Inc.
Budget Performance

Income: Budgeted - \$99,000; Actual - \$99,010

Expenses: \$97,435

Available Operating Account Balance 12/31/23: \$107,643

It was approved in the November 5, 2022, NCYM, Inc. Annual Meeting:

- ❑ To address continued cost increases, effective January 1, 2024, the NCYM, Inc. Board may receive funds periodically from NCYM Funds, LLC to maintain the balance of the NCYM, Inc. operating account between \$90,000 and \$100,000.
- ❑ The total received by NCYM, Inc. to meet the costs to support financial management and other services for Quaker Lake Camp, LLC; NCYM Funds, LLC and North Carolina Friends Disaster Service, LLC, in addition to NCYM, Inc., will be reported annually in the NCYM, Inc. Annual Meeting.

Dr. J. R. Williams Grant Refunds

Christian Vocations Loan Repayments

Dr. J. R. Williams Grant Refunds Cumulative 12/31/23

- ▣ Total due from meetings that withdrew - \$337,585
- ▣ Total committed to be repaid ----- \$275,085 (81.5%)
- ▣ Total received ----- \$261,851 (77.5%)
- ▣ Three meetings not repaying ----- \$ 62,500 (18.5%)
(Union Cross, Oak Hill, Pine Hill)

Dr. J. R. Williams Grant Refunds Cumulative 12/31/23

- ▣ Corinth has repaid its obligations.
- ▣ Two meetings (Holly Spring and Poplar Ridge) continue their payment plans to refund their Dr. J. R. Williams grants.

Dr. J. R. Williams Grant Refunds

These funds continue to fulfill the purpose to “enable the Monthly and Preparative Meetings of North Carolina Yearly Meeting of Friends [through its successor organizations] to carry on their ministries of worship, education and fellowship.”

Quote from:

NCYM Representative Body

March 22, 1986

Christian Vocations Loan Repayments

12/31/23

- ▣ All loans outstanding at the time of the reorganization of NCYM have been satisfied as of 12/31/2023 except as follows:
 - Heather Parsons continues repayment of her loan, with a remaining balance of \$4,800.

Christian Vocations Loan Repayments

12/31/23

- For the four loan recipients not serving and not repaying Christian Vocation Loans (loans received prior to reorganization):
 - Total Due ----- \$16,750
 - Total “Acknowledged” ----- \$10,750
 - Total Received as of 12/31/23 -- \$0

Cemeteries Owned/Under the Care of
NCYM, Inc.
(formerly the NCYM Cemetery Committee)

Cemeteries Owned/Under the Care of NCYM, Inc.

- ▣ Bethany (1878; Wayne Co., NC)
- ▣ Bush River (1770; Newberry, SC)
- ▣ Dutchman's Creek (1896; Davie Co., NC)
- ▣ Hollowell-Massey (1800; Wayne Co., NC)
- ▣ Little River (1700; Perquimans Co., NC)
- ▣ Narrows (1700; Elizabeth City, NC)
- ▣ Pearson-Edgerton (1845; Wayne Co., NC)
- ▣ Symons Creek (1699; Pasquotank Co., NC)
- ▣ Woodland (1870; Wayne Co., NC)

Balance Forward: \$8,596

Income: \$7,081

Expenses: \$5,710 (including liability insurance)

Operating Account Balance 12/31/2023: \$9,967

Trust Fund Account Balance 6/30/2024: \$233,872

Symond's Creek CoC Fund: Approximately \$15,000

Future Care of Cemeteries

The NCYM, Inc. Board approved the following on September 30, 2023:

- ▣ With the cash flow currently favorable from year-to-year, continue to care for the cemeteries as currently addressed (hired mowing, volunteers, neighbors), recognizing that as volunteers and neighbors decide not to care for the cemeteries, it will be the responsibility of NCYM, Inc., and
- ▣ As two consecutive years of negative cash flow are experienced, schedule mowing/maintenance not to exceed the available annual income.

NCYM Funds, LLC
(Trustees of Trust Funds)

Carl Semmler

NCYM Funds, LLC Trustees
2023

- ▣ Richard Coe
- ▣ David Edgerton
- ▣ Chris Funk
- ▣ Quinn Jordan
- ▣ Carl Semmler
- ▣ Wilson Sheldon
- ▣ Tom Wright

Ex Officio: NCYM, Inc. Financial Manager; NCYM, Inc. Clerk; NCYM, Inc. Treasurer

NCYM Funds, LLC Trustees
2024

▣ David Edgerton

▣ Don Farlow

▣ Chris Funk

▣ Quinn Jordan

▣ Carl Semmler

▣ Wilson Sheldon

▣ Tom Wright

Ex Officio: NCYM, Inc. Financial Manager; NCYM, Inc. Clerk; NCYM, Inc. Treasurer

NCYM Funds, LLC Board 2023 And Subsequent Rotation

Richard Coe (NCFF)	Class of 2023
David Edgerton (NCFF)	Class of 2024
Carl Semmler (NCFF)	Class of 2025
Quinn Jordan (NCFF)	Class of 2026
Wilson Sheldon (NCFF)	Class of 2027
Tom Wright (NCFF)	Class of 2028
Chris Funk (FCNC)	Class of 2029
Don Farlow (FCNC)	Class of 2030
Richard Wilcox (NCFF)	Class of 2031

*Term of “Class” ends last day of calendar year

2024 NCYM Funds, LLC Officers

- ▣ Chair - David Edgerton
- ▣ Treasurer – Carl Semmler
- ▣ Assistant Treasurer – Don Farlow

General Trust Fund Payout

The General Trust Fund (GTF) payout for a given year is 4% of the difference between the market value of the GTF and the market value of any funds not yet eligible for payout or controlled by donor constraints on June 30 of the prior year.

General Trust Fund Total NCFF/FCNC Payout (only a portion of the total GTF payout)

2019 - \$161,106 (10.5% increase)

2020 - \$180,007 (11.7% increase)

2021 - \$204,907 (13.8% increase)

2022 - \$287,627 (40.4% increase)

2023 - \$277,419 (3.5% decrease)

2024 - \$311,471 (12.3% increase)

2025 - \$354,409 (13.8% increase)

General Trust Fund Payout

“Past performance is no guarantee of future results!”

2025 General Trust Fund payout amounts have been provided by category to NCFF, FCNC, QLC and “Cemeteries” for their budgeting processes.

General Trust Fund Investment Guidance

In the latter half of 2021, with the extraordinary growth and volatility in stock market values, the Trustees of Trust Funds requested the latitude to allow the percentage of equities to grow to 85% of the General Trust Fund, rather than constantly rebalancing to limit equities to 75% of the Fund. This was approved by the NCYM, Inc. Board, with the understanding that, as market conditions return to more typical patterns, equities will again comprise approximately 75% of the General Trust Fund.

General Trust Fund

Due to the changes anticipated in the composition of the Trustees of Trust Funds over the next few years, the Trustees have largely completed a migration from Trustee-selected equities and bonds to TD Ameritrade/Schwab managed funds. The ratio of equities to bonds is being normalized to approximately 75% - 25% in the process.

2023 General Trust Fund Income Payout Review of Expenditures

General Trust Fund Market Value 6/30/23 - \$10,080,143
GTF 2023 Actual Payout - \$401,215

As a part of the NCYM, Inc. Annual Meeting, NCFF, FCNC, QLC and NC FDS will review their projects for which expenditures of General Trust Fund income have been made.

2023 General Trust Fund Income Total Payout

- ▣ Total to FCNC/NCFF - \$277,419
- ▣ Quaker Lake Camp, LLC - \$80,000
- ▣ “Third-Party” - \$43,796
- ▣ Total GTF Distribution - \$401,215

2023 General Trust Fund Income Payout to FCNC and NCFE

Total 2023 Payout to FCNC/NCFE - \$277,419*

- Church Extension - \$76,137*
- Missions - \$55,173*
- Undesignated - \$120,514*
- Ministerial Education and Training - \$16,472*
- Other (C.E., E&O, Pub., Young Friends) - \$9,123*

*Paid proportionately to the two associations (24.4%-75.6%;
NCFE - \$67,690 FCNC - \$209,729)

Unrestricted Investment Account Balances 6/30/24

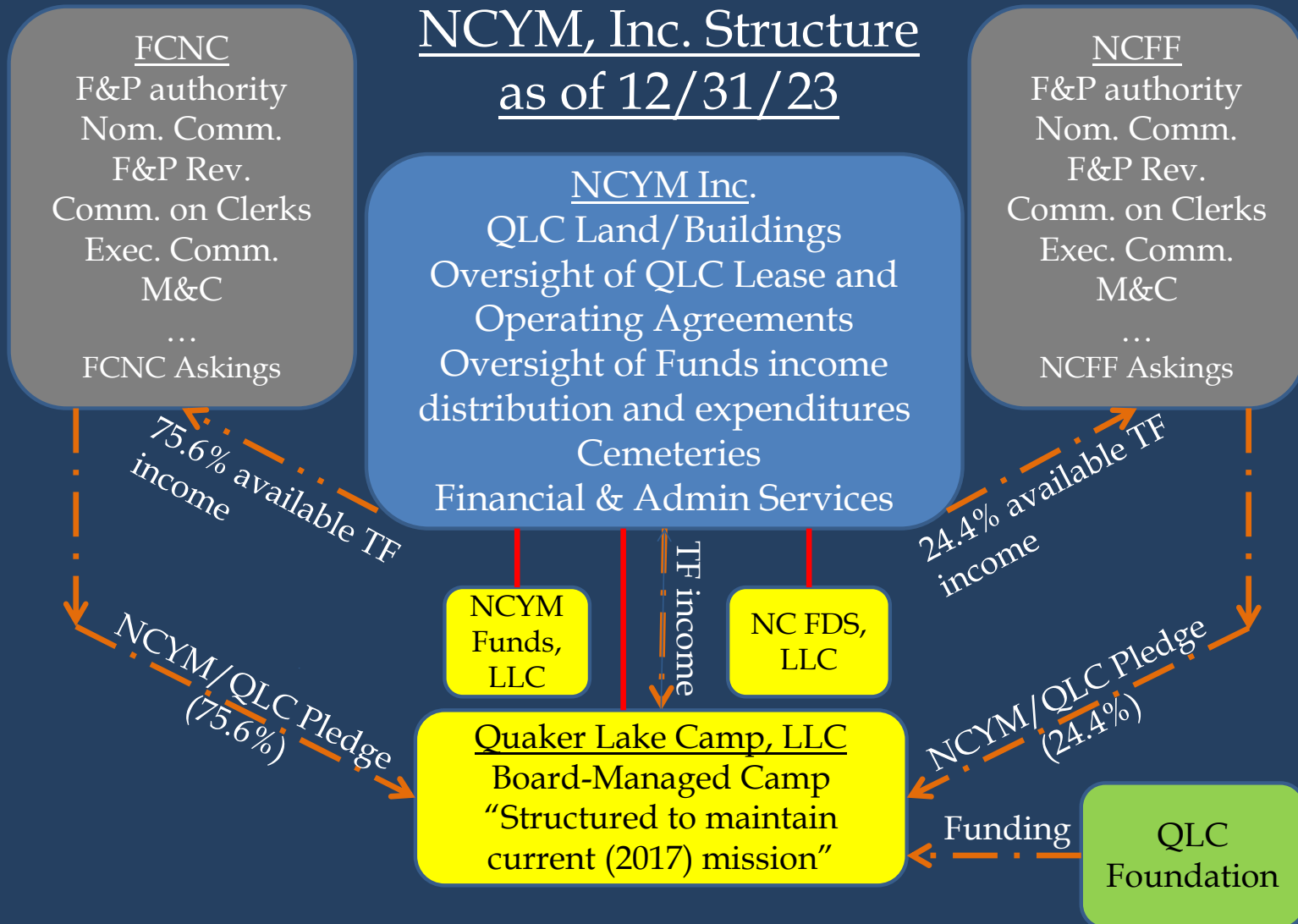
▣ Friends Disaster Service (GIA, Stout, Shore) ----- \$257,775

Emmett C. Edgerton Fund

- ▣ Beneficiaries
 - Salvation Army (31.1%)
 - Bethesda Friends Meeting (23.3%)
 - American Friends Service Committee (15.6%)
 - Retained Earnings (30.0%)
- ▣ The annual distribution is equivalent to net yearly income less 30% retained earnings. The “Aged Ministers” portion of the Edgerton Fund was utilized, with other retirement funds, for the NCYM Pension Plan buyout.
- ▣ Market Value 12/31/23 - \$2,450,000.78

QLC / QLC Foundation Update

NCYM, Inc. Structure as of 12/31/23



NCYM, Inc.
8th Annual Meeting
April 26, 2025