

NCYM, Inc.
6th Annual Meeting
November 4, 2023

Called "to serve, not be served"

Excerpted from Matthew 20:28
(The Message)

NCYM, Inc.
Terri Harris, Clerk

Devotions
David Briles

North Carolina
Friends Disaster Service, LLC

Gary Dodson

North Carolina Friends Disaster Service
Board Rotation

Class of 2024*

- ▣ Walter Shore - FCNC
- ▣ Don Lambe - At large

Class of 2025*

- ▣ Gary Dodson - FCNC
- ▣ Allen Gibson - At large

Class of 2026*

- ▣ Charlie Routh - FCNC
- ▣ Frank Massey - NCFF

*Term of "Class" ends last day of calendar year

North Carolina
Friends Disaster Service, LLC Board
Thru 12/31/23

- ▣ Walter Shore (to complete the term of Wiley Shore)
- ▣ Gary Dodson
- ▣ Charlie Routh
- ▣ Don Lambe
- ▣ Allen Gibson (to complete the term of Dan Allen)
- ▣ Frank Massey

Ex Officio: NCYM, Inc. Clerk and NCYM, Inc. Treasurer or their designees

North Carolina
Friends Disaster Service, LLC
2023 Officers

Coordinators – Walter Shore
Allen Gibson
Gary Dodson
Recording Clerk – Frank Massey
Treasurer - Charles Routh
Assistant Treasurer -

North Carolina
Friends Disaster Service, LLC
2022 Fiscal Year

Balance Forward: \$4,269

Income: \$38,860 (including \$20,000 from the FDS investment account)

Expenses: \$34,598

Operating Account Balance 12/31/2022 - \$8,531

Investment Account Balance 6/30/2023 - \$256,700*

*Accessible as needed



New Bern Area
January 2022

North Carolina
Friends Disaster Service, LLC
2022 Projects



New Bern Area
January 2022





New Bern Area
Cove City
September 2022



New Bern Area
Cove City
September 2022



New Bern Area
Cove City
September 2022



New Bern Area
September 2022



At the Baptists on Mission New
Bern Rebuild Center





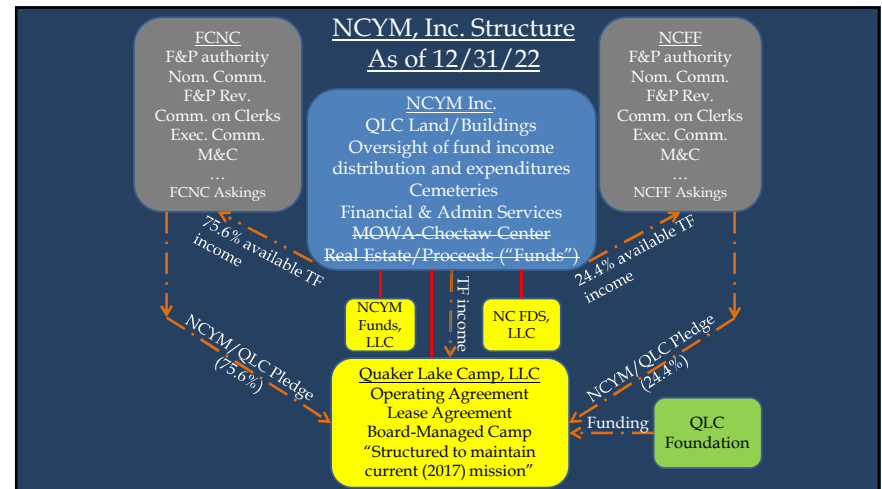
Responsibilities of NCYM, Inc.

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 NCFE and FCNC websites.

NCYM, Inc.

Terri Harris, Clerk



NCYM, Inc. Board 2022

- | | |
|---------------------|----------------------|
| ▣ Bill Davis | ▣ David Briles |
| ▣ Terri Harris* | ▣ Don Farlow |
| ▣ Quinn Jordan | ▣ Mary Anna McCullen |
| ▣ Frank Massey | ▣ Judy Ritter |
| ▣ Carolyn McPherson | ▣ Kevin Smitherman |
| ▣ Carl Semmler | ▣ Kay Coltrane** |
- * Replaced Ken Hill **Replaced Gwen Taylor

2022 NCYM, Inc. Board Officers

- ▣ Clerk – Don Farlow
- ▣ Assistant Clerk – Terri Harris
- ▣ 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.

NCYM, Inc. Board 2023

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

NCYM, Inc. Board meeting schedule for 2023:

- 1/7/23
- 4/15/23
- 7/15/23
- 9/30/23
- 11/4/23 – NCYM, Inc. Annual Meeting at Quaker Lake

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.

Board Rotations

For NCYM, Inc., NCFE, 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).

NCYM, Inc. Board Rotation

NCFE

FCNC

Class of 2023*

Class of 2023*

▣ Bill Davis

▣ Judy Ritter

▣ Frank Massey

▣ Don Farlow

Class of 2024*

Class of 2024*

▣ Carl Semmler

▣ David Briles

▣ Quinn Jordan

▣ Kevin Smitherman

Class of 2025*

Class of 2025*

▣ Terri Harris

▣ Kay Coltrane

▣ Carolyn McPherson

▣ Julie Hatchel

*Terms of "Classes" end last day of calendar year.

NCYM, Inc. Board Rotation

NCFE

Class of 2026*

- ▣ Edith Shepherd
- ▣ Dottie Hobbs

FCNC

Class of 2026*

- ▣ Janet Robbins
- ▣ Pat Hurley

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

NCYM, Inc. Unified Audit and Financial Review

Kay Coltrane
NCYM, Inc. Treasurer

2024 NCYM, Inc. Board Officers

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

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

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. 2022 Fiscal Year Unified* Audit

"We did not identify any deficiencies in internal control that we consider to be material weaknesses."

Councilman, Farlow, Marlowe and Company
 Certified Public Accountants and Advisors

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

Auditor's Opinion
NCYM, Inc. 2022 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 Company
 Certified Public Accountants and Advisors

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

Auditor's Opinion
NCYM, Inc. 2022 Fiscal Year Unified* Audit

"In our opinion, the financial statements ... present fairly, in all material aspects, the assets, liabilities and net assets of The Organizations as of December 31, 2022"

Councilman, Farlow, Marlowe and Company
 Certified Public Accountants and Advisors

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

Auditor's Opinion
NCYM, Inc. 2022 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 Company
 Certified Public Accountants and Advisors

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

2022 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.

2022 NCYM, Inc. Budget Performance

Income: Budgeted - \$99,000; Actual - \$99,503

Expenses: \$92,025

Available Operating Account Balance 12/31/22: \$104,495

2022 NCYM, Inc.

Fees Approved vs. Received for Financial Management Costs

<u>Entity</u>	<u>%-age</u>	<u>2022 Actual</u> <u>Received</u>	<u>2023</u> <u>Budget</u>
FCNC	34.0%	\$33,680	\$33,680
NCFF	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.

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 12/31/22

Three meetings (Corinth, Holly Spring, Poplar Ridge) continue their payment plans to refund their Dr. J. R. Williams grants. The Poplar Ridge \$3,000 payment for 2022 was received 1/3/23 (with this payment, total received is 75.4% of "Total Due"; 92.5% of "Total Committed").

Dr. J. R. Williams Grant Refunds Cumulative 12/31/22

- ▣ Total due from meetings that withdrew - \$337,585
- ▣ Total committed to be repaid ----- \$275,085 (81.5%)
- ▣ Total received ----- \$254,551 (75.4%)
- ▣ Three meetings not repaying ----- \$ 62,500 (18.5%)
(Union Cross, Oak Hill, Pine Hill).

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

12/31/22

- ▣ Loan recipient, Rebecca Gregson, who is no longer serving FCNC/NCFF, completed repayment of her loan in January 2022.
- ▣ All loans outstanding at the time of the reorganization (1/1/2018) of NCYM have been satisfied as of 12/31/2021 except as follows:
 - Heather Parsons continues repayment of her loan, with a remaining balance of \$5,100.

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

Judy Ritter

Christian Vocations Loan Repayments

12/31/22

- 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 12/31/22 -- \$0

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)

Cemeteries Owned/Under the Care of
NCYM, Inc.
2022 Fiscal Year

Balance Forward: \$6,998

Income: \$7,396

Expenses: \$5,798 (including liability insurance)

Operating Account Balance 12/31/2022: \$8,596

Trust Fund Account Balance 6/30/2023: \$217,548

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

Future Care of Cemeteries (cont.)

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.

Future Care of Cemeteries

- ▣ After exploring various options for conveying ownership/care of the cemeteries owned by/under the care of NCYM, Inc. with no success, and,
- ▣ Considering setting off the cemeteries as a separate LLC, but with that option affording little protection, and,
- ▣ Given that NCYM, Inc. has \$2,000,000 of liability insurance and \$15,000 of medical insurance per claim,

NCYM Funds, LLC
(Trustees of Trust Funds)

Dick Coe

NCYM Funds, LLC Trustees
2018 - 2022

- ▣ Richard Coe
- ▣ David Edgerton
- ▣ Quinn Jordan
- ▣ Deets McCullen
- ▣ 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; NCFE - Class of 2023
David Edgerton; NCFE - Class of 2024
Carl Semmler; NCFE - Class of 2025
Quinn Jordan; NCFE - Class of 2026
Wilson Sheldon; NCFE - Class of 2027
Tom Wright; NCFE - Class of 2028
Chris Funk; FCNC - Class of 2029
Don Farlow; FCNC - Class of 2030

*Term of "Class" ends last day of calendar year

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

2023 NCYM Funds, LLC Officers

- ▣ Chair - David Edgerton
- ▣ Secretary/Treasurer - Richard Coe
- ▣ Assistant Secretary/Treasurer - Carl Semmler

Additions to General Trust Fund 2022

- ▣ Dr. J. R. Williams grant refunds ----- \$ 11,000
- ▣ Christian Vocations (Barker) refunds -- \$ 5,300
- ▣ QLC Campership (Morgan) ----- \$ 25
- ▣ Hollowell-Massey Cemetery Fund ----- \$ 2,000

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

2018 - \$145,783
 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; more than 2.1 times 2018)

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 Payout

“Past performance is no guarantee of future results!”

2024 General Trust Fund payout amounts have been provided by category to NCCFF, 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.

2022 General Trust Fund Income Payout Review of Expenditures

General Trust Fund Market Value 6/30/21 - \$11,173,928
GTF 2022 Actual Payout - \$415,623

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.

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 managed funds. The ratio of equities to bonds is being normalized to approximately 75% - 25% in the process.

2022 General Trust Fund Income Total Payout

- ▣ Total to FCNC/NCFF - \$287,627
- ▣ Quaker Lake Camp, LLC - \$80,000
- ▣ "Third-Party" - \$47,996
- ▣ Total GTF Distribution - \$415,623

2022 General Trust Fund Income Payout to
FCNC and NCFE

Total 2022 Payout to FCNC/NCFE - \$287,627*

- Church Extension - \$83,132*
- Missions - \$60,242*
- Undesignated - \$116,527*
- Ministerial Education and Training - \$17,765*
- Other (C.E., E&O, Pub., Young Friends) - \$9,961*

*Paid proportionately to the two associations (24.4%-75.6%;
NCFE - \$70,181 FCNC - \$217,446)

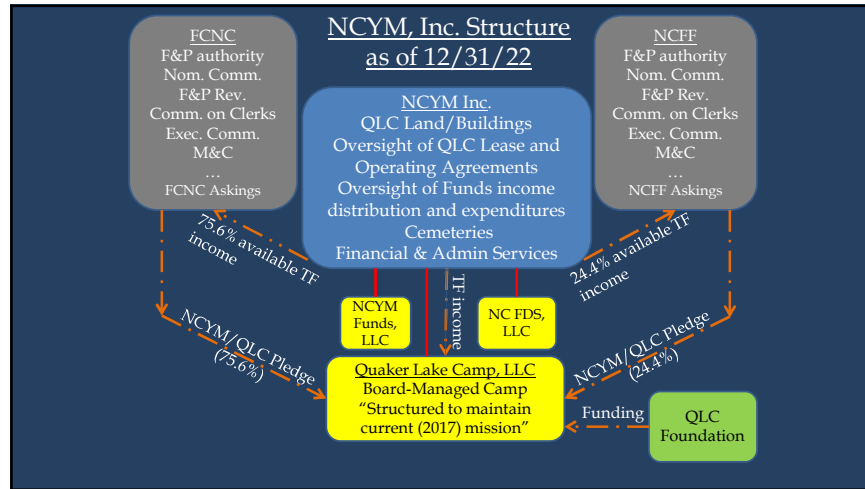
Emmett C. Edgerton Fund

- ▣ 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 12/31/22 - \$1,796,556

Unrestricted Investment Account Balances
6/30/23

- ▣ Friends Disaster Service (GIA, Stout, Shore) ----- \$256,700

QLC / QLC Foundation Update



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