



ASHLEY ALLISON
EXECUTIVE DIRECTOR

*Investment
Committee*

MALCOLM DUNCAN,
JR. - CHAIR

- SAM ALLISON
- STEVE CATES
- KYLE DEAVER
- DAVID DICKSON
- MONTE HULSE
- KRIS KAISER OLSON
- BRIAN WEBB

As we wrap up Waco Foundation’s milestone 60th anniversary and head into the next decade of our work, I’m pleased to share a few updates about the Foundation’s current investment position and our vision for an even brighter future.

Waco Foundation was founded with a \$30,000 gift from R.B. and Edith Heinze Parrott in 1958. Just over sixty years later, thanks to generous donors and a sound investment strategy, the Foundation has grown to \$100 million in assets under management – all for the benefit of charitable causes in our community.

Waco Foundation is committed to protecting the long-term value of the assets entrusted to our care. The Foundation’s investment goal is to earn a return that protects our funds’ purchasing power over time and allows for a 5% spend rate to provide a steady stream of income to the organization or cause the fund supports.

Under the direction of the Investment Committee, our current ten-year return of 9.2% is **surpassing all benchmarks and beating CPI + 5% (inflation + 5%) by 220 basis points** – exceeding set goals and adding significant growth to the charitable funds.

The Foundation is honored to partner with our fundholders, donors and nonprofits to safeguard Waco’s charitable assets. Rest assured that funds entrusted to our care will always be protected, both in the value of the fund itself and the charitable purpose for which it was established. We look forward to continuing our work to improve quality of life in McLennan County. **FOR WACO. FOREVER.**

ASHLEY ALLISON
EXECUTIVE DIRECTOR

2019 Investment Report

WACOFFOUNDATION.ORG | 254.754.3404

BOARD OF TRUSTEES

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Co-Founder,
CTW, L.L.C.

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S.R. Ayres & Associates,
Business Consultancy

SOO BATTLE, M.D.

Pediatrician &
Medical Advisor,
Advocacy Center for Crime
Victims & Children

BETTY BAUER

Community Volunteer

STEVE CATES

Community Volunteer

KYLE DEAVER

Partner,
Deaver and Deaver

MALCOLM DUNCAN, JR.

VICE-CHAIR
President,
Duncan Motors, Inc.

MONTE HULSE

Chairman and CEO,
First National Bank of
Central Texas

CHRIS McSWAIN

Photographer &
Community Volunteer

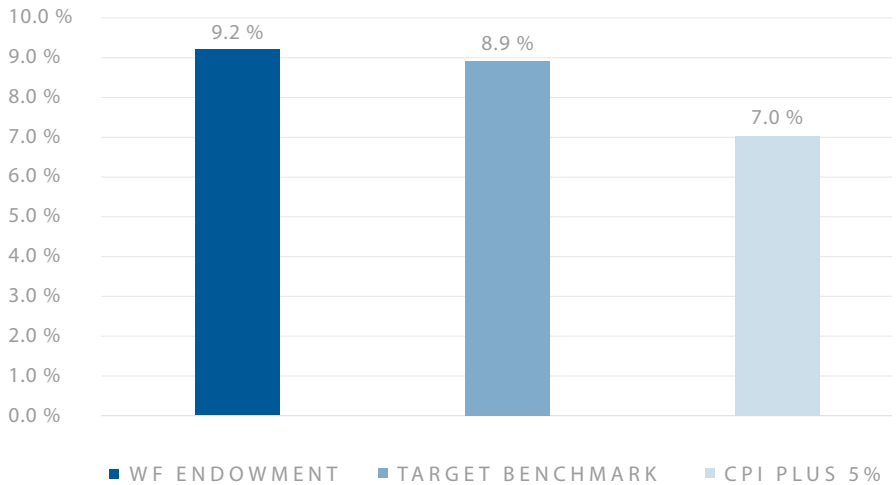
KRIS KAISER OLSON

BOARD CHAIR
Community Volunteer

AARON ZIMMERMAN

Priest,
St. Alban's Episcopal Church

10-YEAR ENDOWMENT RETURN MARCH 30, 2019 (NET OF FEES)



INVESTMENT GOVERNANCE

Waco Foundation's Investment Committee advises the Board of Trustees in providing prudent fiduciary oversight of the Foundation's assets.

The Foundation's goal is to earn a return over time that provides a steady stream of income to allow discretionary funds to distribute 5% of the total fund balance each year without decreasing the purchasing power over time. This is achieved with a carefully-designed, diverse asset allocation strategy which includes both active and passive investment management, and a balanced approach to managing risk and return.

INVESTMENT POOLS

Waco Foundation offers a variety of investment pools to meet the needs of each fund. Whether a donor is looking for steady growth to provide a consistent income stream for their fund over time, or would like their fund to more closely mirror the growth and fluctuations of the market, Waco Foundation works with each donor to find the investment pool that works for them.

ENDOWMENT POOL:

Consistent income over time

SHORT-TERM POOL:

High level of liquidity

INTERMEDIATE-TERM POOL:

Mild level of liquidity - reasonable appreciation

LONG-TERM POOL:

Consistent long-term appreciation

GROWTH POOL:

Mirrors the overall market