

**NORTH SCOTT EDUCATIONAL FOUNDATION
ANNUAL REPORT
June 30, 2009**

NSEF Board of Directors

Diana Vollbeer, President	Mary Lou Engler
Randy Siemsen, Vice President	Kathy Kilen
Diane Pumphrey, Secretary	Chris Porter
Jim Tank, Treasurer	Butch Richlen
Scott Campbell	Deb Shannon
Carmen Darland	Barry Lahann

2007-2008 Scholarships Chosen (Money awarded in 2008-2009 fiscal year)

(4) \$6000 Arp Scholarships	\$24,000
(2) \$6000 Schlunsen Scholarships	\$12,000
(2) \$4000 Schlunsen Scholarships	\$ 8,000
(2) \$2500 Stevens Scholarships	\$ 5,000
(5) \$1000 Schaff Scholarships	\$ 5,000
(1) \$2500 Bennett Scholarship	\$ 2,500
(3) \$ 750 NSEF Scholarships	\$ 2,250
(4) \$ 500 Keppy Scholarships	\$ 2,000
(2) \$ 750 Heiler Scholarships	\$ 1,500
(2) \$ 750 Zabel Scholarships	\$ 1,500
(1) \$1000 Sierk Scholarship	\$ 1,000
(1) \$1000 Tank Scholarship	\$ 1,000
(1) \$1000 Oles Scholarship	\$ 1,000
(1) \$1000 Stevens Science Scholarship	\$ 1,000
(2) \$ 500 Porter Scholarships	\$ 1,000
(1) \$ 800 Brockhouse Scholarship	\$ 800
(2) \$ 400 Mohr Nursing Scholarships	\$ 800
(1) \$ 600 Richlen Scholarship	\$ 600
(1) \$ 575 Van De Wiele Scholarship	\$ 575
(1) \$ 500 Schneckloth-Darland Schol.	\$ 500
(1) \$ 500 Moreland Scholarship	\$ 500
(1) \$ 500 Sievers Scholarship	\$ 500
(1) \$ 500 Miller Scholarship	\$ 500
(1) \$ 500 IA Bus. Off. Scholarship	\$ 500
(1) \$ 300 Mitchell Scholarship	\$ 300
Total of 44 New Scholarships	\$ 71,825
Additional Grants	\$ 1,000

2008-2009 Scholarships Chosen (Money to be awarded in 2009-2010 fiscal year)

(2) \$10,000 Arp Scholarships	\$20,000
(2) \$ 6,000 Schlunsen Scholarships	\$12,000
(2) \$ 4,000 Schlunsen Scholarships	\$ 8,000
(2) \$ 2,000 Stevens Scholarships	\$ 4,000
(5) \$ 1,000 Schaff Scholarships	\$ 5,000
(1) \$ 2,500 Bennett Scholarship	\$ 2,500
(4) \$ 500 Keppy Scholarships	\$ 2,000
(3) \$ 500 NSEF Scholarships	\$ 1,500
(3) \$ 500 Porter Insurance Scholarships	\$ 1,500
(2) \$ 600 Heiler Scholarships	\$ 1,200
(2) \$ 600 Zabel Scholarships	\$ 1,200

(1) \$ 1,000 Sierk Scholarship	\$ 1,000
(1) \$ 1,000 Tank Scholarship	\$ 1,000
(1) \$ 1,000 Science Faculty Scholarship	\$ 1,000
(1) \$ 980 Oles Scholarship	\$ 980
(1) \$ 650 Brockhouse Scholarship	\$ 650
(1) \$ 600 Richlen Scholarship	\$ 600
(2) \$ 300 Mohr Nursing Scholarships	\$ 600
(1) \$ 550 Van De Wiele Scholarship	\$ 550
(1) \$ 500 Dose Scholarship	\$ 500
(1) \$ 500 NS Wrestling Scholarship	\$ 500
(1) \$ 500 Schneckloth-Darland Schol.	\$ 500
(1) \$ 500 Moreland Scholarship	\$ 500
(1) \$ 500 Sievers Scholarship	\$ 500
(1) \$ 500 Miller Scholarship	\$ 500
(1) \$ 500 Jacobs Scholarship	\$ 500
(1) \$ 500 CCT Scholarship	\$ 500
(1) \$ 300 Mitchell Scholarship	\$ 300
(1) \$ 250 Grissom Scholarship	\$ 250
 Total of 47 New Scholarships	 \$69,830

Total Scholarships awarded since the creation of the Foundation (1986-2008)

Total of 414 Scholarships	\$719,198
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Highlights of the Year

One new board member, Barry Lahann, joined the Board of Directors for the Foundation in 2008. We are happy to have his expertise and valuable input.

The Foundation received a total of \$174,050 in gifts and memorials in 2008-2009. \$100,000 of that amount was a result of a life insurance policy on Mickey McArthur. He took out the policy several years ago and named the North Scott Educational Foundation as the beneficiary. Mickey was a great supporter of the Foundation from the start. He helped establish the Foundation in 1985 and has offered his wisdom, experience and expertise along the way. He was one of our biggest financial backers; this insurance policy was one more way of showing his support. The Foundation owes a lot to Mickey McArthur and we will miss him. Next year there will be a Mickey McArthur Memorial Scholarship established in his memory. NSEF established three new scholarships this year: The Dr. Tim Dose Memorial Scholarship (a \$500 annual scholarship from a \$10,000 endowment), The Virgil Grissom PTA Scholarship (a \$250 annual scholarship from a \$5,000 endowment) and a \$500 annually funded North Scott Wrestling Club Scholarship.

The PR/Marketing committee is working on a new tri-fold brochure for the organization. We continue to update our website www.northscottef.org.

The Strategic Plan for the Foundation was reviewed and updated by the Long Range Planning Committee.

The Finance committee reviewed our scholarship levels and presented a plan to balance our overall scholarship distribution in the light of financial markets that rise and fall. Because of the downturn in the markets, many of our endowed scholarship amounts were adjusted down for the interim. The committee and the board continue to meet annually with our fund managers from US Bank.

Our Scholarship committee completed the selection process for this year's scholarship recipients. When the applications were distributed, NSEF Board members met with NS High School seniors to encourage students to apply and to answer questions or concerns with the application process. 92 applications were accepted. The Foundation funded 44 scholarships to North Scott graduates and \$1000 in grants for a total of \$72,825 in distributions this fiscal year. And the Board chose 47 new scholarship winners for scholarships totaling \$69,830 to be awarded in the 2009-2010 fiscal year.

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Financial Summary as of June 30, 2008

- 1) **Market Value** of combined funds as of June 30, 2008...\$885,552
- 2) **Market Value** of combined funds as of June 30, 2009...\$815,360
(Our fiscal year runs from July 1-June 30)
- 3) Change in total fund market value...- \$70,192
- 4) Total donations, gifts and memorials made in 2008-2009...\$174,050
Total interest/dividends...\$17,373
Total Revenue in 2008-2009...\$193,292
- 5) Total expenses for 2008-2009...\$7,340
Total investment fees...\$7,778
Total distributions (scholarships and grants)...\$72,825
Total expenditures in 2008-2009...\$87,942
- 6) The strategy of the NSEF's investments is to hold 65% in stocks and 35% in bonds.
 - The markets are currently in a downward cycle. Our strategy is to remain invested over the long term. Positive returns year by year are desired, but we recognize the possibility of negative returns as well.
 - All donations made to the Foundation, which will be awarded as scholarships within the year, are put into a money market account within the Scholarship fund so that the money stays liquid and there is no possibility of an investment loss on those funds.
 - US Bank manages our funds and provides our investment service and expertise.