

# 2023 Endowment Accounts Report

Hazelden Betty Ford Foundation

## Return Objectives and Risk Parameters

The Foundation has adopted investment and spending policies for endowment assets that attempt to provide a predictable stream of funding to programs supported by its endowment while seeking to maintain the purchasing power of the endowment assets. Endowment assets include those assets of donor-restricted funds that the Foundation must hold in perpetuity or for a donor-specified period(s) as well as board-designated funds. Under this policy, as approved by the governing board, the endowment assets are invested in a manner that is intended to produce results that outperform a custom benchmark (the Allocation Index) consisting of the appropriate indices of each asset class and their proportional weighting in the portfolio.

The Allocation Index is constructed by selecting appropriate indices e.g., S&P 500, Russell 2000, MSCI EAFE, etc. and assigning beginning of the quarter weightings by asset class. The total return of the invested assets is expected to exceed the total return of the Allocation Index.

## Strategies Employed for Achieving Objectives

To satisfy its long-term rate-of-return objectives, the Foundation relies on a total return strategy in which investment returns are achieved through both capital appreciation realized and unrealized and current yield interest and dividends. The Foundation targets a diversified asset allocation that places a greater emphasis on equity-based investments to achieve its long-term return objectives within prudent risk constraints.

## Spending Policy and How the Investment Objectives Relate to Spending Policy

The Foundation has a policy of appropriating for distribution each year 5% of its endowment fund's average fair value over the prior 12 quarters ending September 30, 2022 and 2021, respectively. In establishing this policy, the Foundation considered the long-term expected return on its endowment. Accordingly, over the long term, the Foundation expects the current spending policy to allow its endowment to grow at a rate sufficient to meet the Foundation's spending needs, while maintaining the inflation-adjusted principal of the endowment funds.

# Endowment Accounts Report

Year Ended December 31, 2023 | Hazelden Betty Ford Foundation

Fund Name	Adjusted Fair Market Value of Funds 12-31-22	2022 Activity Net Investment Total Return	Amount Used for Donor Purpose/Other	New Gifts/ Additions to Principal	Adjusted Fair Market Value of Funds 12-31-23
Alan Braun GLBT Scholarship	\$100,973	\$ 15,942	(\$5,692)		\$111,223
Ann Kuhn Patient Aid	114,440	18,068	(6,452)		126,056
Arch W. Shaw III Research	62,898	9,966	(2,976)	20,000	89,888
Arkansas Patient Aid	416,799	65,806	(23,500)		459,105
Baillon Family Research	1,115,892	198,068		1,000	1,314,960
Betty Ford Center Family and Children's Program	529,877	83,659	(29,876)		583,660
Betty Ford Center Legacy Fund Financial Assistance	3,933,406	621,020	(221,788)		4,332,638
Betty Ford Institute	1,017,705	160,679	(57,384)		1,121,000
Bundy Patient Aid	520,731	82,215	(29,360)		573,586
Butler Center for Research	1,764,608	278,603	(99,500)		1,943,710
Center for Public Advocacy	200,809	31,705	(11,324)		221,190
Charles Rechlin Summer Institute for Medical Students	276,486	43,828	(12,740)		307,574
Charlie's Fund for Hazelden Center Youth and Families	44,496	7,025	(2,508)		49,013
Chicago Patient Aid	81,083	12,802	(4,572)		89,313
Continuing Care Patient Aid	5,152	813	(292)		5,673
Cork	2,375,592	375,067	(133,952)		2,616,707
Counselor Training	95,318	15,049	(5,376)		104,991
D. MacMillan Public Education	93,653	14,786	(5,280)		103,159
Daniels Patient Aid	2,082,893	328,855	(117,444)		2,294,304
David H. & Barbara M. Jacob Family Foundation	196,841	31,078	(11,100)		216,819
Evan Keating HCYF Patient Aid	79,328	12,525	(4,472)	553	87,934
Family Center Operations	95,368	15,057	(5,376)		105,049
Fellowship Club St. Paul	101,882	16,086	(5,744)		112,224
General Operations	3,804,382	600,650	(214,512)		4,190,520
General Patient Aid	2,125,714	335,616	(119,860)		2,341,469
George Weller Tiebout Patient Aid	358,181	56,551	(20,196)		394,536
Graduate School	94,362	14,899	(5,316)		103,945
Graduate School Operations	144,916	22,880	(8,172)		159,624
Graduate School Scholarships	148,905	23,510	(8,396)		164,019
Hardy Financial Assistance	2,216,504	391,245	(124,980)	481,256	2,964,025

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Heckman Archives Students	\$ 81,205	\$ 12,821	(\$4,580)		\$89,446
Huss Older Adults Research	432,137	68,227	(24,368)		475,996
J. Waletzky Memorial Patient Aid	162,812	25,705	(9,180)		179,337
James & Alice Roberson African American Student Endowment Fund	66,942	10,586	(3,492)	2,500	76,536
Jerry Moe and Berger Family Children's Program	17,671	2,790	(996)		19,465
Joseph Liftik Renewal Patient Aid	45,435	7,174	(2,560)		50,049
Kate Blackwell Women's Patient Aid	62,083	9,802	(3,500)		68,385
Kirby Extended Care Patient Aid	77,173	12,184	(4,352)		85,005
Lammers Renewal Center	4,583	727	(200)		5,110
Lodge Program Development	64,825	10,235	(3,656)		71,404
Lois Smith Family Patient Aid	921,277	145,454	(51,948)		1,014,782
M. Buseman Sunnyside Patient Aid	79,147	12,499	(4,416)	105	87,335
Mark Christian Graduate Programs	214,620	33,885	(12,100)		236,405
Mott Family Prevention	299,930	47,354	(16,912)		330,371
New York Patient Aid	107,548	16,980	(6,064)		118,464
Nicholas Pappas Patient Aid	69,210	10,927	(3,904)		76,233
Phil Cavanaugh Patient Aid	15,832	2,499	(892)		17,439
Renewal Center	296,578	46,825	(16,724)	1,000	327,679
Richard & Mary Kelly Family Patient Aid	416,138	65,765	(22,428)	18,000	477,475
Robert & Lynne Frey Women's Patient Aid	54,315	8,575	(3,064)		59,826
Robert Phelps Memorial Patient Aid	43,077	6,801	(2,428)		47,450
Rogers Dillon Donnelly Lifesaver Patient Aid	86,468	13,738	(4,876)	1,000	96,330
Schindler Memorial Patient Aid	26,269	4,148	(1,480)		28,937
Starr Foundation for Research and Education	83,336	13,157	(4,700)		91,793
Summer Institute for Medical Students	166,638	26,309	(9,396)		183,551
Thiry Endowed Fund for Fellowship	42,395	6,693	(2,392)		46,696
William & Margaret McNamee Renewal Center	174,071	27,483	(9,816)		191,738
Women's Recovery Patient Aid	222,170	35,077	(12,520)	10,000	254,727
Youth and Family Patient Aid	136,848	21,606	(7,716)		150,738
<b>Total</b>	<b>\$28,669,927</b>	<b>\$4,590,079</b>	<b>(\$1,548,800)</b>	<b>\$535,414</b>	<b>\$32,246,616</b>