

**“Blending
of two
Cultures”**



**The Oklahoma City
Community Foundation, Inc.
1971 Annual Report**

LuCelia
Dunn

"Blending of two Cultures"



The painting reproduced on the cover reflects the fact that the "End of the Trail" came for the Nomadic Indian as a way of life, but not the end of his contributions to the culture and progress of his state and nation.

The "End of the Trail," eighteen-foot high statue created by sculptor James Earle Fraser, is now in the National Cowboy Hall of Fame and Western Heritage Center, Oklahoma City, Oklahoma.

We gratefully acknowledge permission to use "Blending of Two Cultures" courtesy Oil Originals by Lu Celia, Inc.

“To give away money is an easy matter, and in any man’s power. But to decide to whom to give it and how large and when, and for what purpose and how, is neither in every man’s power — nor an easy matter.”

Aristotle

THE OKLAHOMA CITY COMMUNITY FOUNDATION, INC.

1300 North Broadway
Oklahoma City, Oklahoma 73103
Area Code 405 - 235-5621

Established January 1, 1969

History

As early as 1964 the desirability of creating a Community Foundation was given serious consideration by community leaders. Many established Community Foundations across the country were researched and studied. It was decided a Community Foundation could contribute substantially to the needs of the rapidly growing and developing community of Oklahoma City.

Articles of Incorporation were drafted and signed by nine community leaders who were to constitute its first Board of Trustees. They were filed January 1, 1969 and The Oklahoma City Community Foundation, Inc. came into existence. Tax-exempt status was promptly granted by the Internal Revenue Service under laws then in effect. The Revenue Act of 1969 relating to Foundations was passed later in the year by Congress. Although it had substantial effect on "private" foundations, it required only minor changes in the planned operations of "Public" Foundations such as the Community Foundation.

By the end of the Foundation's first fiscal year, October 31, 1969, its total assets amounted to \$45,299. It was not until 1970 that the Foundation began to receive substantial support from a relatively large number of individuals and corporations in the Oklahoma City area. By the end of its second year, October 31, 1970, gifts to the Foundation had grown to \$556,275, largely in non income producing assets. By the end of its third year, October 31, 1971 its total assets were \$823,040, largely income producing.

The total net income for the year ending October 31, 1971 was \$45,440, including capital gains. The amount available for distribution by January 15, 1972 was \$34,916 which included ordinary income and short term gains. Long term gains are retained in the portfolio of investments.

Leadership

BOARD OF TRUSTEES

An organization is only as strong and capable as its leaders. Since the Oklahoma City Community Foundation, Inc. is a "Public Foundation" the public must be represented. The Foundation is controlled and operated by a Board of nine Trustees. The six community activities which will always appoint one trustee each are:

1. United Fund of Oklahoma City
2. Chamber of Commerce of Oklahoma City
3. Oklahoma City University
4. Oklahoma University Medical Center
5. City Council of Oklahoma City
6. The Banks who are actually handling the Trust funds of the Foundation as Fiscal Trustees.

Three additional trustees are elected by these representative trustees. We are therefore assured of a continuing Board of Trustees composed of individuals well known to the community, respected, capable and civic oriented.



MR. CHARLES L. BENNETT — Managing Editor of The Daily Oklahoman and Oklahoma City Times, was selected to serve by the President of The United Appeal of Greater Oklahoma City. Mr. Bennett has served on many boards and committees, some of them being the Areawide Health Planning Organization, Community Council, Lyric Theater, Men's Dinner Club, Oklahoma Art Center, Oklahoma City Chamber of Commerce and Oklahoma City University.



MR. LUTHER T. DULANEY — Chairman of the Board of Dulaney, Inc., was selected to serve by the President of Oklahoma City University. Mr. Dulaney is Chairman of the Board of the Oklahoma City Industrial & Cultural Trust and a Director of Industrial Authority. He is a director of the Frontiers of Science Foundation, Director of the Lay Advisory Board of St. Anthony Hospital and Vice President of the Board of Trustees, National Cowboy Hall of Fame. He has been a member of the Executive Committee of the State Fair of Oklahoma since 1950 and served as President of the Board of Directors, 1956, 1957, 1958. Mr. Dulaney is a past President of the Greater United Appeal of Oklahoma City, a past director of the Better Business Bureau of Oklahoma City and past director of the Oklahoma County Red Cross.



LEONARD P. ELIEL, M. D. — Selected to serve as Director of the University of Oklahoma Medical Center. Dr. Eliel served as President of the Oklahoma City Symphony Society, 1968-69. He is a member of the Board of Directors of Oklahoma Division, American Cancer Society and a member of Presbyterian Medical Center in Oklahoma City.

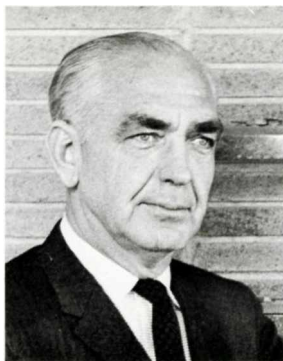


MR. HARVEY P. EVEREST — Honorary Chairman of the Board and Director Emeritus of The Liberty National Bank and Trust Company and the Liberty National Corporation, was selected to serve by the City Council of Oklahoma City.

Mr. Everest is also Chairman of the Executive Committee of Phillips University, Enid, Oklahoma. He was one of the founders of Oklahoma Medical Research Foundation and now serves as Vice-Chairman of the Executive Committee. He founded both the Mid-Continent News Company and Publishers News Company. Mr. Everest is a director of The Frontiers of Science Foundation of Oklahoma, Inc., the Chamber of Commerce, YMCA, St. Anthony Hospital, Oklahoma City Symphony and various other charitable and civic organizations.



MR. S. N. GOLDMAN — Chairman of the Board of Goldman Enterprises, was selected to serve by the Fiscal Committee of the Foundation. Mr. Goldman is the founder of Humpty Dumpty Supermarkets and the inventor of the grocery shopping cart. He also invented the airport personal luggage cart. He is a director of the Oklahoma Zoological Society, Boy Scouts of America, YMCA, and a trustee of Mercy Hospital Advisory Council.



MR. JOHN E. KIRKPATRICK — Owner of Kirkpatrick Oil Company, was selected to serve by the Board of Trustees. Mr. Kirkpatrick is a lifetime director of the Oklahoma City Chamber of Commerce, President of the Oklahoma Zoological Society, a trustee of Presbyterian Hospital, trustee of the National Cowboy Hall of Fame, President of Lyric Theater of Oklahoma City and Vice Chairman of the Advisory Board for Mercy Hospital.



MR. DEAN A. MCGEE — Chairman of the Board and Chief Executive Officer of Kerr-McGee Corporation was selected to serve by the Board of Trustees. Mr. McGee is a Director of General Electric Company, Oklahoma Natural Gas Company and American Petroleum Institute. He serves as Trustee for the California Institute of Technology, Midwest Research Institute, Oklahoma City University and National Cowboy Hall of Fame. He is President of the State Fair of Oklahoma, Vice President of Frontiers of Science Foundation, Chairman of the Executive Committee for the Oklahoma Health Sciences Foundation, Inc., and Director and Second Vice President for the Oklahoma Medical Research Foundation.



MR. J. B. SAUNDERS — Member of the Board of Directors and the Executive Committee of Kerr-McGee Corporation, was selected to serve by the Board of Trustees. Mr. Saunders is a member of the Economic Club of Oklahoma, a director of Oklahoma City Beautiful, Inc., Trustee and member of the Executive Committee of Oklahoma City University and is on the President's Board of Oklahoma Christian College.



MR. STANTON L. YOUNG — President of Pepsi-Cola Bottling Company, was selected to serve by the Chamber of Commerce of Oklahoma City. Mr. Young is a director of the Independent Petroleum Association. He is President of the Presbyterian Medical Center of Oklahoma, a member of the Executive Committee of OCU Board of Trustees, a member of Executive Committee of Oklahoma Health Sciences Foundation, President of Neighborhood Services Organization and treasurer of Community Council of Central Oklahoma.

Fiscal committee

A Fiscal Committee of five is in direct charge and supervision of the management and investment of funds belonging to the foundation. This committee consists of individuals designated by each of the four banks now handling the funds of the Foundation and one appointed from the Board of Trustees. Presently they are:

1. Mr. Garrison Buxton, Executive Vice President and Trust Officer of the City National Bank and Trust Company.
2. Mr. Earl Sneed, President of the Liberty National Corporation.
3. Mr. Charles B. Stuart, Vice President and Trust Officer of The Fidelity Bank, N.A.
4. Mr. John H. Miller, Senior Vice President and Trust Officer of First National Bank and Trust Company.

It would seem inappropriate not to mention and acknowledge the hours of time and effort spent by the Officers and Trust Officers of the participating banks toward the planning and development of the Foundation.

OFFICERS

Mr. John E. Kirkpatrick
President

Mr. S. N. Goldman
Vice President

Mr. C. D. Ellison
Secretary and General Counsel

Mrs. Eleanor J. Maurer
Treasurer and Assistant Secretary

Advantages of public community foundations

Giving through "private foundations" was substantially affected, and in some ways limited by the Revenue Act of 1969. Operations of private foundations became subject to a large number of restrictions and limitations, including an excise tax on investment income, income tax limitations on gifts, types and retention of investments, accumulation of income for future uses, methods of selection of beneficiaries, etc. Because of these additional burdens on their operations, many private foundations have already found substantial advantages in the transfer, or preparation to transfer, all or a part of their assets to the "public" Oklahoma City Community Foundation, Inc.

While the law does not permit a donor to retain an absolute "legal" power to determine the beneficiaries of his contribution, the identity of the donor can be retained and included in all reports of the public foundation. The use to which said funds are placed can be stated as a preference by the donor, either specifically or generally, and the Board of Trustees will be guided accordingly to carry out the expressed desires of the donor.

The Community Foundation provides the most economical means for management of investments by permitting the merging of funds for investment and administration. The costs involved in the creation, management and accounting for small trust funds would be prohibitive.

Apart from the economic aspects, it is usually rather a complicated task for an individual to create a charitable endowment fund since the donor would be required to select the specific beneficiaries, make provisions for a change in the event of changed circumstances or needs, select the trustees to manage and account for the particular fund, provide the succession of trustees to make such decisions, etc. The Oklahoma City Community Foundation provides a simple means for accomplishing all these objectives. Preferences as to use of funds may be stated, generally or specifically. Substantial changes in social or economic needs need not result in meaningless distributions of money.

The Trustees of the Foundation are free from partisan, sectarian or commercial control. Because of the method of their selection, the men will always be men with broad, comprehensive knowledge of the community's needs. The problems of fiscal management of moneys and investments, and the combined judgment of the Trustees in the years to come will be as sound and wise as that obtainable from any source.

The Foundation serves the individuals who feel Oklahoma City has been good to them, and to their families, and who desire to do something further to perpetuate their interest in the community by name and by gifts to assist in making Oklahoma City a better and finer community during their lifetimes and for future generations.

Funds Established

IN THE OKLAHOMA CITY COMMUNITY FOUNDATION, INC.

A donor may establish a Fund in his name, or any designated name, by gift, devise bequest or other transfer of \$1,000 or more. As of October 31, 1971, the following Funds have been established.

Mr. Loyd Benefield, October 30, 1970
Mr. Howard Bozarth, August 26, 1970
Jack T. & Gillette Conn, August 28, 1970
Mr. Luther T. Dulaney, April 2, 1971
Mr. B. D. Eddie, August 24, 1970
Mr. Gene Eddie, August 24, 1970
Mr. Jean I. Everest, October 15, 1970
Mr. E. K. Gaylord, December 31, 1970
Mr. Alfred Goldman, April 19, 1971
Mr. Monte Goldman, October 26, 1970
Mr. James G. Harlow, Jr., August 31, 1970
W. W. & Nona Jean Hulsey, October 6, 1970
Mr. Donald S. Kennedy, August 31, 1970
The Kerr Foundation Fund, November 9, 1970
Kerr-McGee Corporation, January 4, 1971
Mr. John E. Kirkpatrick, June, 1968 and November, 1969
L. A. and Pansy Macklanburg, December 29, 1970
Mr. R. A. Macklanburg, August 26, 1970
National Cowboy Hall of Fame, September 11, 1970
Oklahoma City Allergy Clinic Fund, September 15, 1970
Oklahoma City Opera Association, September, 1970
Indian Territory Posse of Oklahoma Westerners Fund, October, 1970
Mr. Wayne A. Parker, August 31, 1970
Mrs. Margaret Replogle, December 16, 1970
Mr. J. B. Saunders, September 1, 1970
The Carrie Shirk Fund, September 15, 1970
The George Sutton Fund, January, 1971
Mr. & Mrs. M. A. Swatek Fund, August 24, 1970
Mr. Ben K. West, September, 1970
Miss Florence O. Wilson, June 24, 1971
Mr. R. A. Young, September, 1970
During the fiscal year 1970-71 three designated funds were established in the Oklahoma City Community Foundation.

The Oklahoma City Opera Association Fund
Established in September, 1970 with an initial contribution of \$12,876. This amount was surplus funds left after the Association had sponsored four seasons of Metropolitan Opera in Oklahoma City. The Opera Association has expressed the hope that the investment of this sum would be handled in such a manner that the fund could grow to approximately \$25,000 thereby making a more meaningful gift to the opera possible.

The National Cowboy Hall of Fame and Western Heritage Center Fund
Established September 11, 1970 by Mr. Jasper D. Ackerman of Colorado Springs, Colorado, and a Trustee of the National Cowboy Hall of Fame and Western Heritage Center. This Fund is held for the principal use and benefit of the National Cowboy Hall of Fame of Oklahoma City, Oklahoma for such use as it shall determine to be in furtherance of its general purposes and objectives.

DONORS:

Jasper D. Ackerman
Ward A. McGinnis

Indian Territory Posse of Oklahoma Westerners

Established in October, 1970 by the Kirkpatrick Foundation. This is an unincorporated association of Oklahoma citizens interested in western history. It is the desire of the Posse that the corpus of this fund remain intact and that the earnings of the fund be available for any tax exempt activity dealing with the promotion of western history as the same relates to the development of the region now comprising the State of Oklahoma.

DONORS:

John E. Kirkpatrick
George H. Shirk
Jordan P. Reaves
James W. Cloud
Dave D. Price
Henry B. Bass
Dr. Berlin B. Chapman
Paul Bennett
Edwin A. Deupree

During the past year, three additional designated funds have been established in the Oklahoma City Community Foundation.

The Luther Dulaney Fund

Established in April, 1971, with an initial contribution of \$10,000. The expressed desire was that the income or principal be used for the Presbyterian Hospital.

Kerr McGee Corporation

Established January 4, 1971, the Kerr McGee Corporation donated a parcel of land appraised at \$50,000 to be used by or for the Oklahoma City Zoo.

The Florence O. Wilson Fund

Established in June, 1971 with an initial contribution of \$50,000. Miss Wilson desires the income from this fund each year be given to the National Cowboy Hall of Fame and Western Heritage Center, the Oklahoma Zoological Society, Inc., YWCA, YMCA, the Oklahoma Science and Arts Foundation and the Oklahoma Art Center.

The remaining funds will be disbursed at the discretion of the Board of Trustees.

Simplicity of making donations

A donor can write a check to the Foundation, endorse and give stock certificates to the Foundation, or make conveyances of Real Estate. A WILL can provide that definite sums be paid to the Foundation or that a percentage of the residue shall pass to the Foundation. This is all that is necessary to complete the contribution.

There is no need for the donor to select trustees or create special trusts. The donor can, as most donors to date have done, rely upon the judgment of the nine Trustees as to how his funds can best be used for the charitable and educational needs of the community. Maximum income and estate tax credits for gifts allowed by law will be obtained. The only limitation as to beneficiaries is that they too be tax exempt entities.

Hopefully, as time goes on, the Foundation will receive more and more contributions from estates desiring to contribute to the future of Oklahoma City with maximum estate and income tax benefits. We have assured expert judgment as to use. We have assured expert management of investments at minimum costs. We have provided utmost simplicity in the making of donations and determining use by reducing the process to a few words or lines.

Distribution committee

A total of \$34,916 was available for distribution for the year ending October 31, 1971. Under the obligations of a Community Foundation, this income must be disbursed to the appropriate recipients as selected or approved by the Board of Trustees.

Tentative procedures, policies and guidelines for the receipt and evaluation of grant requests, grant recommendations and the actual distribution of grants have been adopted. The Board and Distribution Committee are charged with continually refining these policies, procedures and guidelines so that they may be as effective as possible.

As a starting point, the Distribution Committee knows of expressed desires and preferences of some Donors. While donors cannot *control* the distribution of their gifts, their general desires and intentions can and will be followed so long as appropriate to community needs.

Accordingly, and in what is believed to be the spirit intended in the formation of the Oklahoma City Community Foundation, the Distribution Committee, after personal contact with many of the donors, recommended to the Board of Trustees that the following disbursements of 1971 income be approved and made. The Trustees adopted such recommendation.

Childrens Convalescent Hospital	\$ 200.00
Junior League (for projected seminar on environment)	1,500.00
Lyric Theater (Oklahoma City Opera Fund)	500.00
Mercy Hospital	5,000.00
National Cowboy Hall of Fame	3,000.00
National Cowboy Hall of Fame (In trust for publication fund of Indian Territory Posse of The Westerners for publication of original monograph by Ramon Adams)	400.00
Oklahoma Art Center	500.00
Oklahoma Christian College (For scholarships)	2,000.00
Oklahoma City Beautiful	200.00
Oklahoma City Cultural Development Fund (Joint campaign for Art Center, Science and Arts Foundation, Mummies and Symphony)	1,000.00
Oklahoma City University	1,000.00
Oklahoma Halfway House	500.00
Oklahoma Health Sciences Foundation	2,500.00
Oklahoma Science and Arts Foundation	3,000.00
Oklahoma University Foundation (Nucleus for new scholarship loan fund to be established for students at School of Medicine)	1,000.00
Oklahoma Zoological Society (For Condor Cage construction)	2,000.00
Pathways Child Development	1,500.00
Salvation Army	1,000.00
Sunbeam Home and Family Service	1,000.00
Taft Institute of Government	500.00
World Neighbors	1,000.00
Young Men's Christian Association	500.00
Young Women's Christian Association	500.00
Oklahoma Medical Research Foundation	1,000.00
Junior Achievement	1,000.00
Oklahoma City Symphony	500.00
Frontiers of Science — Gaylord Scholarship Fund	1,000.00
Opportunities Industrialization Center	1,000.00
Miscellaneous	116.00
TOTAL	<u>\$34,916.00</u>

ARTHUR YOUNG & COMPANY

1900 LIBERTY TOWER
OKLAHOMA CITY, OKLAHOMA 73102

The Board of Trustees
Oklahoma City Community Foundation, Inc.

We have examined the accompanying balance sheet of the Oklahoma City Community Foundation, Inc. at October 31, 1971 and the related statements of income and fund balances for the year then ended. Our examination was made in accordance with generally accepted auditing standards, and accordingly included such tests of the accounting records and such other auditing procedures as we considered necessary in the circumstances, except that the nature of voluntary contributions to the Foundation is such that it is impractical to audit them and, therefore, our examination of such receipts was restricted to amounts recorded.

In our opinion, except for such adjustments, if any, as might have resulted without the limitation of our examination with respect to voluntary contributions as described in the preceding paragraph, the statements mentioned above present fairly the financial position of the Oklahoma City Community Foundation, Inc. at October 31, 1971, the results of operations and changes in fund balances for the year then ended, in conformity with generally accepted accounting principles applied on a basis consistent with that of the preceding year.

Arthur Young & Company

November 26, 1971

OKLAHOMA CITY
COMMUNITY FOUNDATION, INC.

Balance sheet

October 31, 1971

ASSETS		
Cash		\$ 2,373
Trust accounts (Note 2):		
Liberty National Bank and Trust Company	\$650,426	
Fidelity Bank N.A.	85,908	
City National Bank and Trust Company	12,891	
The First National Bank and Trust Company	21,442	770,667
7% note receivable (Notes 3 and 4)		50,000
		<u>\$823,040</u>

LIABILITIES AND FUND BALANCES

7% note payable (Notes 3 and 4)	\$ 50,000
Fund Balances (Note 1)	773,040
	<u>\$823,040</u>

See accompanying notes.

Statement of income

Revenue:		
Interest		\$27,452
Dividends		3,900
Gain from sale of common stock		21,535
		<u>52,887</u>
Expenses:		
General and administrative expenses	6,931	
Interest expense	516	
		<u>7,447</u>
Net income		<u>\$45,440</u>

See accompanying notes.

OKLAHOMA CITY
COMMUNITY FOUNDATION, INC.

Statement of fund balances

Year ended October 31, 1971

	Unrestricted	Restricted (Note 1)	Total
Balances at beginning of year	\$518,161	\$38,114	\$556,275
Donations:			
Cash	72,950	—	72,950
Common stock	48,375	—	48,375
Undeveloped land	50,000	—	50,000
Total donations	171,325	—	171,325
Net income	42,938	2,502	45,440
Balances at end of year	<u>\$732,424</u>	<u>\$40,616</u>	<u>\$773,040</u>

See accompanying notes.

Notes

TO FINANCIAL STATEMENTS

October 31, 1971

1. Organization and basis of financial statements

The Oklahoma City Community Foundation, Inc. was incorporated December 30, 1968, under the laws of the State of Oklahoma, as a nonprofit organization without capital stock, for charitable and educational purposes pertaining to the community of Greater Oklahoma City, Oklahoma. Contributions made to the Foundation may be restricted as to use by the donor. At October 31, 1971 funds so restricted totaled \$40,616.

The financial statements of the Foundation are prepared principally on a cash receipts and disbursements basis. However, the adjustments necessary to present these statements on an accrual basis at October 31, 1971 would not have a material effect on the financial position of the Foundation and the results of its operations for the year then ended.

2. Trust accounts

The Board of Trustees has entered into agreements with four Oklahoma City banks to act as fiscal trustees of funds and property of the Foundation.

The following summarizes the assets held in trust by the fiscal trustees at October 31, 1971:

	Custodians of Trust Accounts				
	Liberty National Bank and Trust Company	Fidelity Bank N.A.	City National Bank and Trust Company	The First National Bank and Trust Company	Total
Cash	\$ 2,397	\$ 1,334	\$ 945	\$ 465	\$ 5,141
Savings accounts	70,950	3,300	—	—	74,250
Corporate securities:					
Common stock	281,548	—	—	—	281,548
Bonds	255,531	11,825	—	—	267,356
U. S. government securities, at cost	—	19,449	11,946	—	31,395
Common Trust Equity Fund units of The First National Bank and Trust Company of Oklahoma City, at cost	—	—	—	20,977	20,977
Real estate undeveloped	40,000	50,000	—	—	90,000
	\$650,426	\$85,908	\$12,891	\$21,442	\$770,667

Notes

TO FINANCIAL STATEMENTS

October 31, 1971

2. Trust accounts (continued)

Corporate securities and real estate undeveloped are stated at cost if purchased or fair market value at the date of gift if donated.

3. 7% note receivable

The 7% note receivable is due from The Mummies Theatre, Inc., is payable \$292 per month (interest only) to August 5, 1973 then \$449 per month (including interest) from September 5, 1973 to August 5, 1988. This note and a \$400,000 note issued by The Mummies Theatre, Inc. and payable to The Liberty National Bank and Trust Company of Oklahoma City are secured jointly and ratably by a mortgage on real estate.

4. 7% note payable

The 7% note payable to The Liberty National Bank and Trust Company is secured by the 7% note receivable and is subject to required payments equal to the required payments on the 7% note receivable.

Suggested form of bequest

I give (bequeath) the sum of \$ _____ to OKLAHOMA CITY COMMUNITY FOUNDATION, INC. (in cash or assets selected by my Executor of such value at date of distribution) to be held by it in a commingled account known as "The _____ Fund".

—or—

I devise, give, and bequeath _____ % of the rest, residue, and remainder of my estate, prior to payment of estate taxes therefrom, to OKLAHOMA CITY COMMUNITY FOUNDATION, INC., to be held by it in a commingled account known as "The _____ Fund".

I direct that The _____ National Bank and Trust Company of Oklahoma City, one of the Fiscal Trustees of the Foundation, handle all funds and their investment and reinvestment.

INSTRUCTIONS: (Please select one or more).

Subject to any limitations imposed by law or regulation, I direct that:

All income and principal shall be expended as the Trustees of the Foundation deem to be for the best interests of the community.

All income shall be paid to the following tax exempt organization at least annually.

(Name of Organization)

—or—

All income shall be paid to tax exempt entities, operating generally or specifically in the field of:

- Education
- Medical Research
- Underprivileged Children
- Youth Development
- Arts
- Music
- History
- Other _____

Signed _____
Name of Donor

on this _____ day of _____, 19 _____.

