Community Formulation, how

Oklahoma City Community Foundation 1300 North Broadway Telephone 405-235-5621

OFFICERS

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President
S. N. GOLDMAN
Vice President
MRS. ELEANOR MAURER
Treasurer and Assistant Secretary
C. D. ELLISON
Secretary and General Counsel
ROGER B. CHARLESWORTH
Executive Director

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DEAN A. McGEE
J. B. SAUNDERS
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FISCAL BOARD

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GARRISON BUXTON
City National Bank & Trust Co.
JOHN H. MILLER
First National Bank & Trust Co.
WALDEMAR F. PRALLE
Fidelity Bank, National Association

Oklahoma City
Community Foundation
1972 Annual Report
(for fiscal year ending October 31, 1972)

A message from the President



John E. Kirkpatrick
Oklahoma City Community Foundation
President and Trustee

I'm happy to report that 1972 was another year of continued healthy growth for the Oklahoma City Community Foundation. An increasing number of dedicated citizens who are looking for the best way to perpetuate their interest in the charitable institutions of the Oklahoma City area have turned to the Community Foundation. They are finding, too, that the "public foundation" approach is the best answer to taxes on income and other penalties imposed by the Government on private foundations and charitable trusts.

As you will see from the charts and financial statistics, good progress was made in every phase of the Foundation's work. Our total donations have continued to rise, and the number of donors and the number of Funds in the Foundation have also shown healthy gains.

The increase in our total assets, coupled with efficient management of our pooled assets by the fiscal trustees, produced an increase in net income from investments in 1972 of more than twenty percent over the previous year. This in turn enabled us better to fulfill our basic purpose of making financial grants to deserving charitable, educational and cultural organizations in greater Oklahoma City.

One statistic, not shown in the financial details, that dramatically illustrates one of the advantages of pooling charitable funds under professional management is the growth in value of the total donations made to the Foundation. Since it came into existence in 1969, about \$925,000 has been received from donors. At the end of fiscal 1972, the current market value of these assets had grown to over \$1,100,000. With changing economic conditions, there is, of course, no assurance that such a performance can be duplicated every year.

With continued support and encouragement from the many public spirited citizens of our community, the Community Foundation can look forward to increasing and extending its charitable assistance to deserving tax-exempt institutions and undertakings.

Board Of Trustees

The Community Foundation is operated by a Board of nine Trustees. Under its Articles of Incorporation, six of these must be the heads of specified public institutions or their representatives. These six select the other three trustees.

Shown below and on the next page are the eight men who, with the President, comprise the Board of Trustees:

Jack Abernathy
President, Big Chief Drilling Co.
Trustee representing the President of the United
Appeal of Greater Oklahoma City.

Chairman of the Board of Dulaney's, Inc.
Trustee representing the President of
Oklahoma City University.

Dr. Leonard P. Eliel
Executive Vice President, Oklahoma University
Health and Sciences Center Affairs.
Trustee serving in the above capacity.

Harvey P. Everest
Honorary Chairman of the Board of
Liberty National Bank & Trust Co.
Trustee representing the City Council
of Oklahoma City.

S. N. Goldman
Chairman of the Board of Goldman Enterprises.
Trustee and Chairman of the Fiscal Board.

Dean A. McGee
Chairman of the Board and Chief Executive
Officer of Kerr-McGee Corporation.
Trustee.













J. B. Saunders

Member of the Board of Directors and the
Executive Committee of Kerr-McGee Corporation.

Trustee.

Stanton L. Young
President, Pepsi-Cola Bottling Company.
Trustee.





The Fiscal Board Of The Foundation

The members of the Fiscal Board are selected by the Presidents of the banks that serve as fiscal trustees of the Foundation's assets.

W. K. Bonds
Executive Vice President and Senior Trust Officer,
Liberty National Bank & Trust Co.

Garrison H. Buxton
Executive Vice President and Trust Officer,
City National Bank & Trust Co.



John H. Miller
Senior Vice President and Trust Officer,
First National Bank & Trust Co.



Waldemar F. Pralle Senior Vice President and Trust Officer, Fidelity Bank, N. A.



What Is The Community Foundation And What Does It Do?

Because the Foundation is so new, many people reading this report for the first time may wonder what the Foundation's purpose is and how it fills this purpose. For this reason a brief description of what the Foundation is and what it aims to accomplish is presented here.

The Foundation is a non-profit, tax exempt corporation designed to help meet the charitable and educational needs of Oklahoma City. It was founded in 1969.

It provides a means through which funds can be accumulated, invested and managed collectively, rather than separately, in order to maximize their effectiveness.

So far, most of its assets have come as direct gifts from individuals, corporations and other foundations. As the Foundation grows older, it is expected that more will come from wills and trusts.

The funds of the Foundation are managed by four banks, called the "fiscal trustees." Each bank selects an individual to represent the Foundation's interest. These men compose the Fiscal Board of the Foundation. They have the responsibility for insuring that the maximum benefit is derived from the assets over the years.

Each year the income from investments held by the banks is distributed to a variety of charitable and educational organizations. Some of these distributions are made to conform with the requests of individual donors. Other grants are made at the discretion of the Trustees.

The Foundation is governed by a board of nine Trustees. Six of these must be the heads of specified local institutions or individuals selected by them as representatives of those institutions. The other three Trustees are elected by those six individuals. The officers, in turn, are selected by the Trustees.

The day-to-day operation of the Foundation is done largely by volunteer workers and part time help. In 1972, operating costs, including fees of the fiscal trustees for managing the assets, amounted to \$7,843, about 3/4 % of the value of the Foundation's assets.

It will be noted that in many cases the Donor of a Fund has specified how the earnings of his fund shall be distributed. The Trustees will follow these recommendations as long as practicable. If the stated beneficiary should go out of business or substantially change its character, the Trustees are free to direct the income to an alternative charity that more nearly meets the Donor's intent. This is one of the many advantages of giving through a public Foundation.

You will note, too, that in most cases a Fund is named after the donor, but it may also be designated in honor or memory of another.

Gifts to the Foundation may be made in the form of a check, stock certificates, real estate deed, or almost any other kind of property. Gifts may also be made by will.

Also, a trust may be established wherein the donor and his survivor, too, if he wishes, receives income for life, after which time the assets of the trust pass to the Foundation.

The Foundation welcomes gifts of any size, no matter how small. Where the gift is at least \$1,000, a separate Fund may be established under the name of the Donor or any appropriate designation. Gifts may also be applied to existing Funds.

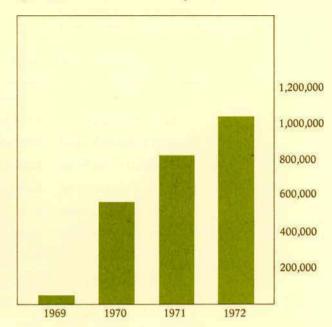
Total Number Of "Funds" In Community Foundation At Year End

40 30 20 10

1970

1969

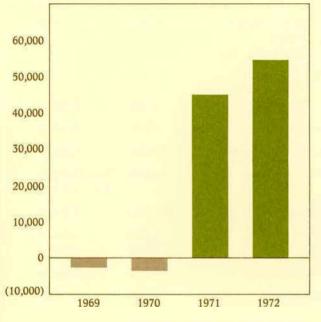
Foundation Assets (at end of each fiscal year)



Net Income From Investments*

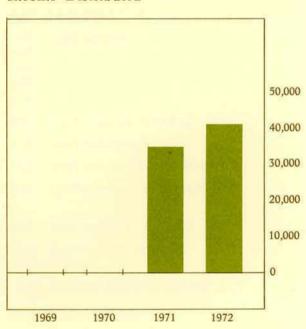
1972

1971



* Income from investments less operating expenses.

Foundation
Income Distributed*



* Grants made in following year from income for years shown.

"Funds" Established In Oklahoma City Community Foundation Through October 31, 1972

Jasper D. Ackerman Fund (Others) Loyd Benefield Fund Loyd Benefield Loyd Benefield 1,000 Howard J. Bozarth Fund Howard J. Bozarth Jack T. & Gillett Conn Fund Luther T. Dulaney Fund Luther T. Dulaney B. D. Eddie Fund Jasper D. Ackerman \$ 25,000 1,000 \$ 1,000 \$ 1,000 Luther T. Dulaney 15,000 B. D. Eddie Fund B. D. Eddie 1,000	Liberty Liberty Liberty Liberty Fidelity Fidelity First
Howard J. Bozarth Fund Howard J. Bozarth 1,000 Jack T. & Gillett Conn Fund Jack T. & Gillett Conn 1,000 Luther T. Dulaney Fund Luther T. Dulaney 15,000 B. D. Eddie Fund B. D. Eddie 1,000	Fidelity Fidelity
Jack T. & Gillett Conn FundJack T. & Gillett Conn1,000Luther T. Dulaney FundLuther T. Dulaney15,000B. D. Eddie FundB. D. Eddie1,000	Fidelity
Luther T. Dulaney Fund Luther T. Dulaney 15,000 B. D. Eddie Fund B. D. Eddie 1,000	
B. D. Eddie Fund B. D. Eddie 1,000	First
C F.H. F. 1 C F.H.	Liberty
Gene Eddie Fund Gene Eddie 1,000	Liberty
Everest Fund Jean I. Everest 1,000	Liberty
E. K. Gaylord E. K. Gaylord 10,400	Liberty
Alfred D. Goldman Fund Alfred D. Goldman 1,000	First
Monte H. Goldman Fund Monte H. Goldman 1,000	Fidelity
James G. Harlow, Jr. Fund James G. Harlow, Jr. 1,000	Fidelity
W. W. & Nona Jean Hulsey Fund W. W. & Nona Jean Hulsey 1,000	Liberty
H. I. Josey Fund H. I. Josey 1,000	Liberty
Joullian Fund Mr. & Mrs. E. C. Joullian 10,000 Mrs. E. C. Joullian Mr. & Mrs. Richard L. Sias Maj. Gen. & Mrs. R. C. Richards, Jr.	First
Donald S. Kennedy Fund Donald S. Kennedy 2,000	Fidelity
Kerr Foundation Fund Kerr Foundation 5,000	Fidelity
Kerr-McGee Corporation Fund Kerr-McGee Corporation 50,000	Fidelity
	Fidelity, Liberty
John E. Kirkpatrick Fund John E. Kirkpatrick 455,000	Liberty
Lyric Theater Fund Lyric Theater 5,000 John E. Kirkpatrick 5,000	Liberty Liberty
L. A. & Pansy Macklanburg Fund Pansy E. Macklanburg 81,047	Liberty
R. A. Macklanburg, Jr. Fund R. A. Macklanburg 1,000	City

Fiscal

			Fiscal Trustee
Name Of Fund	Name Of Donor	Amount	(Note "A")
Dean A. McGee Eye Institute Fund	Dean A. McGee	106,683	Fidelity
Oklahoma Allergy Clinic Fdn. Fund	Oklahoma Allergy Clinic	1,500	Liberty
Oklahoma City Opera Association Fund	Oklahoma City Opera Assn.	12,876	Fidelity
Oklahoma Westerners	John E. Kirkpatrick (Others)	1,000 950	Liberty Liberty
Wayne A. Parker Fund	Wayne A. Parker	1,000	Fidelity
Margaret K. Replogle Fund	Margaret K. Replogle	1,000	Liberty
J. B. Saunders Fund	J. B. Saunders	1,000	Liberty
Carrie Shirk Fund	George Shirk	2,000	City
John K. Speck Family Fund	John K. Speck	1,000	Liberty
George Miksch Sutton Fund	Kirkpatrick Foundation George M. Sutton (Others)	5,000 1,000 50	Liberty Liberty Liberty
M. A. Swatek Foundation Fund	Judge Luther T. Bohanon	1,000	Liberty
Morrison G. Tucker Fund	Morrison G. Tucker John E. Kirkpatrick malah	1,000 1,000	Liberty Liberty
Herman & Mary Wegener Fdn. Fund	Herman & Mary Wegener Fdn.	20,000	Liberty
Ben K. West Family Fund	Ben K. West	1,000	Liberty
Florence O. Wilson Fund	Florence O. Wilson	50,000	Liberty
R. A. Young Fund	R. A. Young	1,000	Liberty
General Fund		1,000	Liberty

Note "A":
Liberty — Liberty National Bank & Trust Co.
Fidelity — Fidelity Bank, N. A.
City — City National Bank & Trust Co.
First — First National Bank & Trust Co.

Oklahoma City Community Foundation Endowment Funds

Many donors express preferences as to how the income of their individual Funds shall be expended. To accommodate these preferences, Endowment Funds have been established in which individual Donor Funds are grouped according to these preferences. Additional Endowment Funds will be established from time to time as required to meet Donor desires.

Where Donors have not expressed preferences, the Trustees will expend the earnings of the individual Funds for the benefit of greater Oklahoma City according to their discretion.

Summarized below are the Endowment Funds in existence at the end of fiscal 1972:

Allied Arts Foundation Endowment Fund Florence O. Wilson Fund	\$ 10,000
Hospital and Health Care Endowment Fund Luther T. Dulaney Fund	15,000
Last Frontier Council Boy Scouts of America Endowment Fund Joullian Fund	10,000
Dean A. McGee Eye Institute Endowment Fund Dean A. McGee Eye Institute Fund	106,683
National Cowboy Hall of Fame Endowment Fund Jasper D. Ackerman Fund Florence O. Wilson Fund	25,000 10,000
Oklahoma Christian College Endowment Fund L. A. & Pansy Macklanburg Fund	40,000
Oklahoma City Theaters Endowment Fund Lyric Theater Fund	10,000
Oklahoma Zoological Society Endowment Fund George Miksch Sutton Fund Florence O. Wilson Fund	6,050 10,000
Young Men's Christian Association Endowment Fund Florence O. Wilson Fund	10,000
Young Women's Christian Association Endowment Fund Florence O. Wilson Fund	10,000

Distribution Of Foundation Earnings

At the end of the fiscal year, October 31, 1972, approximately \$41,000 was available for making grants to charitable, educational, and cultural organizations in the Oklahoma City area.

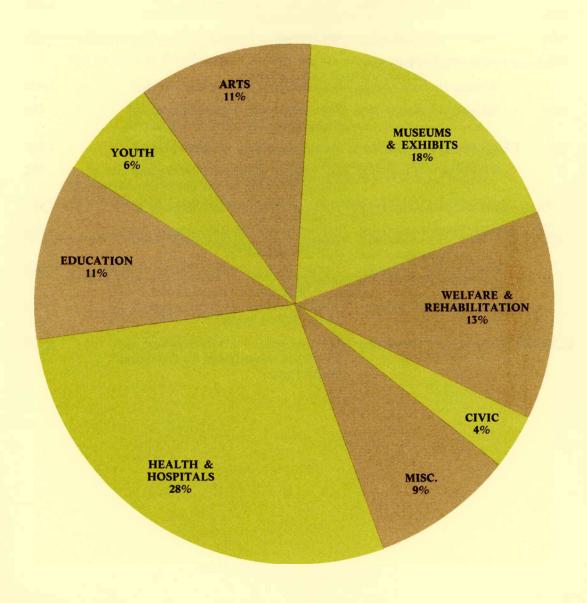
As a basis for making recommendations to the Board of Trustees, a Distribution Committee of Dean McGee, Stanton Young, and Dr. Leonard Eliel reviewed:

- Requests of Donors as to the expenditure of the earnings of the Funds they had established,
- Requests for grants received by the Foundation during the year, and
- Specific recommendations of individual Trustees.

Following review and approval of the recommendations of this committee by the Board of Trustees, grants shown on the following pages were made from 1972 earnings.

Shown below is the distribution of these grants by general categories:

How The Foundation Income For 1972 Was Distributed



Oklahoma City Community Foundation Grants Made From 1972 Income

Allied Arts Fund	For joint campaign for Art Center, Science and Arts Foundation, Oklahoma Theater Center, and Symphony.	5,000
Boy Scouts of America	For the general purposes of the Last Frontier Council.	500
Children's Convalescent Hospital	For a reading machine for the special education department.	250
Dean A. McGee Eye Institute	Toward construction of an eye institute or clinic.	1,251
Institute of International Education	To help bring foreign exchange students to Oklahoma City.	100
Junior Achievement	To purchase shop machinery for expanded program.	1,000
Mercy Hospital	Toward construction of new hospital building	5,000
National Cowboy Hall of Fame and		
Western Heritage Center	For additions to permanent exhibits.	3,000
Oklahoma Ballet Society	To purchase tape recorder-player for rehearsals and lecture demonstrations.	250
Oklahoma Christian College	For undergraduate scholarships.	1,800
Oklahoma City Beautiful	For printing booklet on planting and care of trees suitable for the Oklahoma City environment	500 t.
Oklahoma City Opera Assn. Fund	For benefit of opera in Oklahoma City.	863
Oklahoma City Police Department	For membership in Southwestern Law Enforcement Institute.	1,000
Oklahoma City University	Toward establishment of Master of Music program.	1,000
Oklahoma Halfway House	Toward purchase of juvenile facility at 440 N. E. 14th Street.	500
Oklahoma Health Science Foundation	For development of integrated sign and directional signal system for Oklahoma Health Center.	2,500

Oklahoma Medical Research Center	For rehabilitation of building used for training handicapped children.	2,500
Oklahoma Theater Center	For stipends for college students in Professional Semester Plan.	1,500
Oklahoma University Foundation	For Gaylord Scholarship loans for students in school of medicine.	1,000
Oklahoma Zoological Society	Toward construction of Amazonian Rain Forest exhibit.	2,000
Opportunities Industrialization Center	To purchase teaching equipment for electronics classes.	1,000
Pathways Child Development	Toward equipment for planned third school.	500
Salvation Army	To help pay for bus for Boys Club.	1,000
Sunbeam Home and Family Service	For training program for volunteer workers.	1,000
Taft Institute of Government	To help pay for seminar at Oklahoma City University for local teachers on United States government.	500
Touchstone School	Toward purchase of Montessori equipment for use in sensorial and mathematics areas.	250
World Neighbors	For development of educational material for students in Oklahoma City area on inter- relationships with underdeveloped nations.	1,000
Young Men's Christian Association	Toward endowment fund for major building and equipment repairs.	550
Young Women's Christian Association	Toward Residents Program for girls that cannot otherwise afford membership.	550
Youth Counseling and Child Development Center	To help pay for indigent patients requiring psychiatric treatment.	100
For Uncommitted Grants		2,782
Total Grants		\$40,746

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, 1972 and the related statement of revenues, expenditures and changes in 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 extend our examination of donations beyond the donations 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, 1972, 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 20, 1972

Oklahoma City Community Foundation, Inc. Balance Sheet

October 31, 1972

ASSETS

Cash			\$	1,228
Trust accounts (Note 3): Liberty National Bank and Trust Company Fidelity Bank N.A. City National Bank and Trust Company The First National Bank and Trust Company		\$746,795 195,107 13,950 36,620		992,472
7% note receivable (Notes 4 and 5)			\$1.	50,000 043,700
LIABILITY AND FUND BALANCES	5			
7% note payable (Notes 4 and 5) Fund balances (Note 1): Funds available for contribution Funds held for investment		\$ 40,746 952,954		50,000 993,700 043,700
STATEMENT OF REVENUES EXPENDITURES AND CHANGES IN FUND BALANCES Year Ended October 31, 1972	1	Funds available for contribution		nds held for estment
Revenues:				
Donations (Note 1):	\$148,579	\$	•	148,579
Common stock Cash	51,835	15	Ψ	51,835
Cast	200,414			200,414
T. A. C. A.	30,216	30,216		
Interest Dividends	11,319	11,319		
Gain on sale of corporate stocks	11,313	11,315		
and bonds (Note 1)	22,334	7,918		14,416
Total revenues	264,283	49,453	- 2	214,830
Expenditures:				
Contributions (Note 1)	34,613	34,613		
General and administrative expenses Interest expense	7,843 1,167	7,843 1,167		
Total expenditures	43,623	43,623	5	
Excess of revenues over expenditures	220,660	5,830	-	214,830
Fund balances at beginning of year	773,040	34,916		738,124
Fund balances at end of year (Note 1)	\$993.700	\$40,746	_	952,954
rand balances at end of year (Note 1)	3773.700	\$40,740	4	772,774

See accompanying notes.

Oklahoma City Community Foundation, Inc. Notes To Financial Statements

October 31, 1972

1. Accounting policies

Basis of financial statements—The accompanying financial statements 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, 1972 would not have a material effect on the financial position of the Foundation or the results of operations for the year then ended.

Donations—Certain donations made to the Foundation have been designated for a particular purpose by their donor. It is the expressed intention of the Board of Trustees to honor the designations of donors, however, the Board of Trustees reserves the power to exercise final control over all funds.

Contributions—It is the Board of Trustees' policy to accumulate long-term capital gains and donations received as funds held for investment. Funds available for contribution are available for distribution for puposes pertaining to the community of Greater Oklahoma City, Oklahoma.

2. Organization

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.

Oklahoma City Community Foundation, Inc. Notes To Financial Statements

October 31, 1972

3. 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, 1972:

	Trust accounts				
	Liberty National Bank and Trust	Fidelity Bank	City National Bank and Trust	The First National Bank and Trust	
	Company	N.A.	Company	Company	Total
Cash	\$ 49,728	\$ 3,380	\$ 3,950	\$10,656	\$ 67,714
Savings accounts	5,517	4,058	_		9,575
Corporate securities:					
Stocks	385,630	106,682			492,312
Bonds	265,920	11,825		_	277,745
U.S. government securities, at					
cost, which approximates market	_	19,162	10,000	_	29,162
Common Trust Equity Fund units of					
The First National Bank and Trust					
Company of Oklahoma City, at cost			_	25,964	25,964
Real estate undeveloped	40,000	50,000			90,000
	\$746,795	\$195,107	\$13,950	\$36,620	\$992,472
				-	

Corporate securities and real estate undeveloped are stated at cost if purchased or market value at the date of gift if donated. Aggregate market value of corporate stocks and bonds at October 31, 1972 was \$595,544 and \$291,211, respectively.

Oklahoma City Community Foundation, Inc. Notes To Financial Statements

October 31, 1972

4. 7% note receivable

The 7% note receivable is due from The Mummers Theatre, Inc. and 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 Mummers 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.

The last payment received was in February 1972. The Foundation expects that the note receivable will be paid either by someone acquiring The Mummers Theatre, Inc., which is no longer in operation, or by repossessing the mortgaged assets. In the event that this does not occur, the note receivable would be written off as a contribution in the future.

5. 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.

The Foundation has not made a payment on the note payable since February 1972, the date of the last payment received on The Mummers Theatre, Inc. note receivable.

If you would like more information about the Oklahoma City Community Foundation or if you know someone who might like to receive a copy of this report, please write, call, or visit us at our business office.

1300 North Broadway Oklahoma City, Oklahoma 73103 Telephone 405-235-5621

Roger B. Charlesworth Executive Director

