



The Analytical Psychology Foundation of Chicago

9-1-2022

To: CSJA and the Institute Board

From: Arlo Compaan, President
The Analytical Psychology Foundation of Chicago

RE: Annual Report

This past May, I made a more extensive report on significant changes that the Foundation Board made to the process of making the annual disbursements, namely, that 1) the disbursements would not require any prior explanation of how the funds would be used, 2) the upper limit of the disbursements was raised from 3% to 4%, 3) the basis of determining the amount of disbursement would be the amount of the total investments of the Foundation as of Jan 31 of each year, and 4) a joint committee of representatives of the Institute and the Foundation would meet annually in January to assess the Institute and the Foundation's financial situations. Also, I reported on the work the Foundation Board to clarify its understanding of its Fiduciary Responsibility to remain faithful to the CSJA intent and purpose in creating the Foundation.

In recent years, a concern existed about the Institute and the Foundation becoming competitive in fund raising. So, a joint committee was created to develop a "Memorandum of Understanding" (MOU) regarding the fund-raising activities of each organization. The most recent draft of this document is attached. The input of the CSJA and the Development Committee of the Institute is desired before it goes to each respective Board for approval. An Institute concern exists about the confidentiality of donor records, since the privacy statement of the Institute does not include the Foundation as an affiliated/subsidiary organization with whom donor information can be shared. Changing the privacy statement is under consideration to enable the Institute to include the Foundation in fund raising materials. Then when a donor is identified who wishes to contribute to the Institute's endowment that is readily possible. Please review the attached MOU so we can modify it to include your concerns.

After many years of double digit increases in the growth of the investments in the Foundation, this past year has seen double digit declines in the total investment portfolio. On Dec 31, 2021, the total funds for the Foundation were \$ 2,074,277. On August 31, 2022, the total funds are

\$ 1,706,101.31, a decline of 17.7%. This percentage includes the 4% disbursement to the Institute in July, 2022. The increase in the disbursement percentage to 4% (\$ 78,975 this year) comes at a difficult time since the markets are dropping significantly. The Foundation Board, however, felt that the need of the Institute, the long-term history of the annual gains, and the likelihood of recovery in the markets all supported increasing the disbursement percentage. The Foundation Board will continue to monitor all factors related to the disbursements.

For all the years since 2012, the Foundation has disbursed a small amount of funds annually to the Jung Center of Evanston (between \$5,000 and 7,000, or about 0.5% of the total investments) and also disbursed about \$2,000 to the IAAP to enable routers to attend the International conference. Some questions have arisen among the membership of the Institute about this practice, wondering if the disbursements should be limited to the Institute. The By-laws of the Foundation adopted by the CSJA in 2012, restrict disbursements to “Jungian organizations, primarily the C. G. Jung Institute of Chicago.” The Board’s rationale for providing some grant money to the Center arises out of the belief that the Center is doing some important Jungian education and providing sliding-scale clinical services from a Jungian perspective. Also, a number of our ATP candidates and members were therapists and educators at the Center. To an important degree, the Institute has benefited from the Center. However, supporting the Center is rightly more an Institute issue than a Foundation issue. If the CSJA prefers that the Foundation restrict disbursements to the Institute, it will be helpful for the Foundation Board to know. So, we are asking for your opinions.

The Foundation Board thanks you for your continued support of the Foundation—the Institute’s endowment arm.

Cordially,

Arlo Compaan, President

On behalf of the Board:

George Hogenson, Treasurer

Jim Fidelibus, Secretary

Ashok Bedi

David Dalrymple

Lisa Debbeler

Mary Dougherty, non-voting advisor from the Institute Board

Boris Matthews, non-voting advisor from the Institute Board