



THE JAMES F. HODGES DIOCESAN INVESTMENT FUND

A Pooled Investment Fund

Report to shareholders, year ending
December 31, 2016

October 2017

2016 Diocesan Investment Fund Committee (DIF)

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Transfer Agent, Registrar and Disbursing Agent
Diocese of Olympia

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2016 Performance Report to Shareholders

2016 was an eventful year for the financial markets. A sharp decline in commodity prices early in the year, concern over the stability of the Chinese economy and financial system, Great Britain's decision to exit the European Union and Donald Trump's surprise U.S. presidential election victory were just a few of the highlights. Throw-in the Federal Reserve's continued attempts to raise interest rates, only to be pulled back from doing so because of market volatility, and both stock and bond investors were ready for 2017 to arrive.

Despite all of this "noise," most asset classes performed reasonably well during the year. Corporate America was able to deliver earnings growth despite the still sluggish economic growth environment. That very economic environment, and low inflation, kept the Fed on hold and bond investors cheering for most of the year, before an election driven rise in rates occurred in Q4. Foreign stocks also turned in a positive year, led by emerging markets.

The S&P 500 gained 12% in 2016. Outside mega-cap U.S. companies, returns were similar as the Russell 3000 Index of small U.S. stocks gained 12.7%. Overseas, the MSCI Developed Market (EAFE) Index gained just 1%, but the MSCI Emerging Markets index rose 11.2%. U.S. bonds, as measured by the Barclays Aggregate Index, rose 2.7% on the year.

The Fund has consistently outperformed the index over the long term. In 2016 the Fund returned 10.1% net of fees and expenses. Over the past three and five years, the Fund returned 5.7% and 9.7% annualized. For comparison, the DIF policy benchmark index returned 8.9% in 2016, 5.7% for the trailing three years, and 9.4% for the past 5 years.

The long-term strategic asset allocation targets are 5% cash, 30% bonds and 65% stocks. At the end of December 2016, the Fund held 4.0% in money market funds, 27.5% in bonds and 68.8% in stocks. The Investment Policy for the DIF calls for rebalancing when the allocation deviates by more than 10% from the strategic target.

Within the stock portfolio the Committee continues to focus on companies with strong fundamentals, sound management, high and/or rising dividend yields, and attractive valuations. Recall that we achieve exposure to small and mid-cap U.S. stocks, foreign and emerging market stocks, and corporate bonds through low-cost mutual funds.

The DIF is managed by a team of seasoned investment professionals and business community leaders that generously volunteer their time, expertise and resources. We believe that a long-term perspective, focused on fundamentals and attention to valuations remain essential in building a sensible portfolio. The fund is a balanced and diversified portfolio with a long term investment horizon. The primary objective is growth; income is a secondary consideration.

<u>Diocesan Investment Fund</u>	<u>Year-End Value Per-Share</u>	<u>Annual Dividend Per-Share</u>	<u>Average Annual Yield Per-Share</u>
12/31/2016	\$246.47	\$7.43	3.21%
12/31/2013 (3 years ago)	\$226.09	\$4.76	2.49%
12/31/2011 (5 years ago)	\$177.13	\$4.54	2.57%

<u>Total Returns</u>	<u>Year ending 12/31/2016</u>	<u>3 Years Annualized</u>	<u>5 Years Annualized</u>
Diocese Investment Fund	10.1%	5.7%	9.7%
Policy Index*	8.9%	5.7%	9.4%
S&P 500 Stock Index	12.0%	8.9%	14.7%

Source: U.S. Bank, Diocese of Olympia, Black Diamond.

* The Policy Index is 5% 90-day T-Bill; 30% Barclays Intermediate Aggregate Government/Credit Bond Index, 45.5% S&P 500 Index, 4.9% S&P Midcap Index, 4.9% Russell 2000 Index, 6.5% MSCI EAFE Index, 3.3% MSCI Emerging Markets Index.

The S&P 500 Index is a market capitalization-weighted index of 500 large, widely-held U.S. stocks. The S&P Midcap Index is a market capitalization-weighted index of 400 medium-sized, widely-held U.S. stocks. The Russell 2000 Index is a market capitalization-weighted index of 2000 small U.S. stocks. The MSCI EAFE Index is a market capitalization-weighted index of developed market stocks. The MSCI Emerging Markets Index is a market capitalization-weighted index of emerging market stocks. The Barclays Intermediate Aggregate Government/Credit Bond Index is a float-adjusted, diversified index of government and corporate bonds with intermediate term maturities.

Performance of the Diocese Investment Fund is presented net of fees and expenses. Returns include the reinvestment of dividends and interest. Investments are not guaranteed or insured. The performance data shows past performance and is not a guarantee of future results. Principal value and investment returns will fluctuate. This report uses information that is considered reliable, but it does not represent that the information is accurate or complete.

The Purpose of the Diocesan Investment Fund

The Diocesan Investment Fund was organized in 1951 as a co-mingled fund for the endowment funds of the Diocese, its parishes, missions and related institutions. This approach allows small endowment funds to be pooled, thereby providing greater diversification and increased investment opportunity.

The primary objective of the Fund is to build share appreciation over time and to provide a return that significantly exceeds the level of inflation. Another very important objective of the Fund is to provide a high level of income for distribution to congregations and other shareholders to help meet their budgetary needs. The Fund is invested in a diversified portfolio of common stocks and fixed income securities. Since long term growth of principal is the primary objective, the allocation between stocks and bonds will generally favor stocks.

The primary motivation for investing in the Fund should be the desire to offset the constant erosion of the value of the dollar caused by inflation. The Fund will fluctuate in market value and the level of income produced from year to year. Over time, however, it is anticipated that the total investment return should be higher than the return produced by shorter term savings vehicles.

This Fund is suitable for investors with a five year or longer time horizon and who are willing to accept the possibility of negative returns in some years. The Investment Committee for the Fund will do its best to meet the objectives of the Fund. No guarantee can be given, however, that the objectives will be met.

Operation of the Fund

Shares may be purchased by the Diocese itself, by parishes of the Diocese, and by diocesan related institutions. No shares may be purchased by individuals or by organizations other than those listed. Because of its long-range objectives, the Fund does not encourage the purchase of shares unless they are to be held for two years or more.

The assets are valued on the last day of each month, and the per share valuation determined at that time.

Any parish or other organization wishing to purchase shares may do so by notifying the diocesan Treasurer's office by the end of the month. When the share value has been determined, the purchaser will be given evidence of the number of shares purchased the following month.

In the event that the owner of the shares wishes to sell all or part of them, the Treasurer's Office must be notified by the end of the month. A shareholder should give notice thirty days prior to the valuation date of intent to sell and the amount of money to be realized. When the valuation is determined, the shareholder will be advised of the number of shares to be redeemed and a check sent in payment.

A shareholder may elect to have dividends from earned income re-invested rather than distributed in cash. If so requested, the Fund will fully invest the dividend and issue evidence of additional shares. Further particulars may be obtained from the Comptroller in the diocesan Treasurer's Office.

Requests for purchases and sales of shares and for investment of dividends should be accompanied by a Vestry or Bishop's Committee resolution authorizing such action.

Dividends are distributed monthly. It is customary to distribute all of the earnings of the Fund to shareholders each month as earned.

Earned income only is distributed; capital gains are reinvested to increase the value of the Fund. A shareholder wishing to convert part or all of their capital gains to cash may do so by selling a portion of the shares owned.

The Fund Investment Committee makes no charge for its share in the management and supervision of the Fund. The only charges are those specifically applicable to the operation, such as the agency fee of US Bank, printing and postage expenses, Committee expense, the annual audit fee of our certified public accountants and \$5000 reimbursement to the operating budget. This permits passing on substantially all of the earnings of the Fund to the shareholders with a minimum of shrinkage for operational costs.

INDEPENDENT AUDITORS' REPORT

Diocesan Council
Diocese of Olympia, Inc.

The James F. Hodges Diocesan Investment Fund
Seattle, Washington

We have audited the accompanying financial statements of the Diocese of Olympia, Inc. -The James F. Hodges Diocesan Investment Fund ("the Fund"), which comprise the statements of assets and liabilities as of December 31, 2016 and 2015, the related schedules of investments and statements of operations and changes in net assets for the years then ended, and the related notes to the financial statements.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audits. We conducted our audits in accordance with auditing standards generally accepted in the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the Fund as of December 31, 2016 and 2015, and the results of its operations and changes in its net assets for the years then ended in accordance with accounting principles generally accepted in the United States.

Peterson Sullivan LLP.

June 13, 2017

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DIOCESE OF OLYMPIA, INC.
THE JAMES F. HODGES DIOCESAN INVESTMENT FUND

STATEMENTS OF ASSETS AND LIABILITIES
December 31, 2016 and 2015

ASSETS	2016	2015
Investment income receivable	\$ 80,240	\$ 90,628
Investments (at fair value):		
Equity securities	46,609,806	41,797,746
Bonds, notes, and other	18,681,737	17,204,507
Cash equivalents	2,738,082	2,328,967
Total investments	68,029,625	61,331,220
Total assets	68,109,865	61,421,848
LIABILITIES AND NET ASSETS		
Participant income payable	194,246	201,261
NET ASSETS	\$ 67,915,619	\$ 61,220,587

See Notes to Financial Statements

DIOCESE OF OLYMPIA, INC.
THE JAMES F. HODGES DIOCESAN INVESTMENT FUND

STATEMENTS OF OPERATIONS
For the Years Ended December 31, 2016 and 2015

	2016	2015
Investment income		
Dividends and interest	\$ 2,069,127	\$ 1,517,270
Securities lending and other income	19,008	15,233
Total investment income	2,088,135	1,532,503
Expenses		
Agency fee	77,686	59,354
Audit	7,400	7,400
Accounting fee	5,000	5,000
Printing and postage	800	1,739
Miscellaneous expense	713	533
Total expenses	91,599	74,026
Excess investment income over expenses	1,996,536	1,458,477
Realized and Unrealized Investment Gain (Loss)		
Net realized investment gain	226,718	1,858,937
Net unrealized investment gain (loss)	3,899,167	(3,333,087)
Net gain (loss) on investments	4,125,885	(1,474,150)
Change in net assets resulting from operations	\$ 6,122,421	\$ (15,673)

See Notes to Financial Statements

DIOCESE OF OLYMPIA, INC.
THE JAMES F. HODGES DIOCESAN INVESTMENT FUND

STATEMENTS OF CHANGES IN NET ASSETS
For the Years Ended December 31, 2016 and 2015

	2016	2015
Change in Net Assets Resulting from Operations	\$ 6,122,421	\$ (15,673)
Distributions of Dividends Paid to Shareholders	(1,998,979)	(1,459,045)
Capital Share Transactions		
Proceeds from shareholder purchases and dividends reinvested	5,400,630	1,687,534
Shareholder redemptions	(2,829,040)	(1,762,613)
Increase (decrease) in net assets resulting from capital share transactions	2,571,590	(75,079)
Change in net assets	6,695,032	(1,549,797)
Net assets, beginning of year	61,220,587	62,770,384
Net assets, end of year	67,915,619	\$ 61,220,587

See Notes to Financial Statements

DIOCESE OF OLYMPIA, INC.
THE JAMES F. HODGES DIOCESAN INVESTMENT FUND

SCHEDULE OF INVESTMENTS
December 31, 2016

Equity Securities	Number of Shares	Fair Value
Abbot Laboratories	9,300	\$ 357,213
AbbVie Inc.	9,300	582,366
Advansix Inc.	284	6,288
Air Products and Chemicals, Inc.	5,700	819,774
Alphabet Inc. Class A	555	439,810
Alphabet Inc. Class C	556	429,132
Apple Inc.	7,700	891,814
Automatic Data Processing	8,600	883,908
Becton Dickinson & Co	5,200	860,860
Berkshire Hathaway Inc. Class B	5,800	945,284
BlackRock Inc.	2,905	1,105,469
Boeing Company	4,750	739,480
Chevron Corp	9,735	1,145,809
Chubb Ltd	6,255	826,411
Coca Cola Company	12,900	534,834
Conagra Foods, Inc.	17,100	676,305
Costco Wholesale, Inc.	7,180	1,149,590
Emerson Electric	8,060	449,345
Enterprise Products Partners LP	27,400	740,896
Exxon Mobil Corp	10,992	992,138
General Electric	27,200	859,520
Gilead Sciences, Inc.	8,000	572,880
Honeywell International, Inc.	7,100	822,535
Intel Corp	12,700	460,629
International Business Machines	4,865	807,541
iShares S&P Mid Cap ETF	23,400	3,868,956
iShares S&P Small Cap ETF	27,575	3,792,114
Johnson & Johnson	5,200	599,092
JP Morgan Chase & Co	15,165	1,308,588
Lamb Weston Holdings Inc.	5,700	215,745
Microsoft	22,900	1,423,006
Nextera Energy Inc.	5,900	704,814
Novartis	7,200	524,448
Omnicom Group Inc.	10,000	851,100
Paccar, Inc.	12,000	766,800
Parametric Tax Managed Emerging Markets	14,938	625,751
Pfizer, Inc.	20,978	681,365
Procter & Gamble Co	10,600	891,248
Qualcomm Inc.	8,700	567,240
Schlumberger Ltd	9,615	807,179
Starbucks Co.	13,620	756,182
Sysco Corp	14,400	797,328
United Technologies	7,500	822,150
Vanguard Developed Markets Index	272,392	3,197,879
V F Corporation	14,884	794,061
Ventas Inc.	7,315	457,334
Verizon Communications, Inc.	21,500	1,147,670
Versum Materials Inc.	2,850	80,000
Walt Disney Co.	9,900	1,031,778
Wells Fargo & Co	17,950	989,225
3M Co	4,530	808,922
Total equity securities		\$ 46,609,806

See Notes to Financial Statements

DIOCESE OF OLYMPIA, INC.
THE JAMES F. HODGES DIOCESAN INVESTMENT FUND

SCHEDULE OF INVESTMENTS
(Continued)
December 31, 2016

BONDS, NOTES, AND OTHER	Rate of Interest	Maturity	Shares or Face Value	Fair Value
Federal Farm Credit Bank Debenture	3.050	7/27/22	\$ 500,000	\$ 524,820
Federal Home Loan Bank Debenture	4.375	6/14/19	1,000,000	1,071,190
Federal Home Loan Bank Debenture	3.125	12/11/20	500,000	525,215
Federal Home Loan Bank Debenture	2.875	12/10/21	500,000	519,005
Federal National Mortgage Association	1.250	7/20/18	900,000	900,018
Federal National Mortgage Association	2.625	9/6/24	900,000	908,712
Fidelity Conservative Income Bond Fund	Variable	n/a	99,701	1,000,000
U.S. Treasury Note	2.250	7/31/21	1,000,000	1,015,660
U.S. Treasury Note	1.750	5/15/23	900,000	876,582
Vanguard GNMA Admiral Fund	Variable	n/a	64,220	676,881
Vanguard Intermediate Term Grade	Variable	n/a	391,854	3,777,473
Vanguard Short Term Investment Grade	Variable	n/a	647,806	6,886,181
Total bonds, notes, and other				\$18,681,737
<hr/>				
CASH EQUIVALENTS				
First America Prime Obligation Fund	Variable	n/a	\$ 2,738,082	\$ 2,738,082
Total cash equivalents				\$ 2,738,082

See Notes to Financial Statements

DIOCESE OF OLYMPIA, INC.
THE JAMES F. HODGES DIOCESAN INVESTMENT FUND

SCHEDULE OF INVESTMENTS
December 31, 2015

Equity Securities	Number of Shares	Fair Value
Abbot Laboratories	9,300	\$ 417,663
Abbie Inc.	9,300	550,932
Air Products and Chemicals, Inc.	5,700	741,627
Apple Inc.	7,700	810,502
Automatic Data Processing	8,600	728,592
Becton Dickinson & Co	5,200	801,268
Berkshire Hathaway Inc. Class B	5,800	765,832
Blackrock Inc.	2,905	989,211
Boeing Company	4,750	686,802
Chevron Corp	9,735	875,761
Chubb Corporation	8,400	1,114,176
Coca Cola Company	12,900	554,184
Conagra Foods, Inc.	17,100	720,936
Costco Wholesale, Inc.	7,180	1,159,570
Emerson Electric	8,060	385,510
Enterprise Products Partners LP	27,400	700,892
Exxon Mobil Corp	10,992	856,826
General Electric	27,200	847,280
Gilead Sciences, Inc.	5,500	556,545
Google Inc. Class A	555	431,795
Google Inc. Class C	556	421,937
Honeywell International, Inc.	5,800	600,706
Intel Corp	12,700	437,515
International Business Machines	4,865	669,521
iShares S&P Mid Cap 400	21,350	2,974,482
iShares S&P Small Cap 600	25,800	2,840,838
Johnson & Johnson	5,200	534,144
Johnson Controls, Inc.	17,220	680,018
JP Morgan Chase & Co	15,165	1,001,345
Microsoft	22,900	1,270,492
Nextera Energy Inc.	5,900	612,951
Novartis	7,200	619,488
Omnicom Group Inc.	10,000	756,600
Paccar, Inc.	12,000	568,800
Parametric Tax Managed Emerging Markets	14,938	567,643
Pfizer, Inc.	20,978	677,170
Procter & Gamble Co	10,600	841,746
Qualcomm Inc.	8,700	434,870
Schlumberger Ltd	7,590	529,403
Starbucks Co.	13,620	817,609
Sysco Corp	14,400	590,400
United Technologies	7,500	720,525
Vanguard Developed Markets Index	272,392	3,219,670
V F Corporation	12,484	777,129
Ventas Inc.	7,315	412,785
Verizon Communications, Inc.	21,500	993,730
Walt Disney Co.	8,300	872,164
Wells Fargo & Co	17,950	975,762
3M Co	4,530	682,399
Total equity securities		\$ 41,797,746

See Notes to Financial Statements

DIOCESE OF OLYMPIA, INC.
THE JAMES F. HODGES DIOCESAN INVESTMENT FUND

SCHEDULE OF INVESTMENTS
(Continued)
December 31, 2015

BONDS, NOTES, AND OTHER	Rate of Interest	Maturity	Shares or Face Value	Fair Value
Federal Farm Credit Bank Debenture	3.050	7/27/22	\$ 500,000	\$ 519,110
Federal Home Loan Bank Debenture	4.375	6/14/19	1,000,000	1,093,360
Federal Home Loan Bank Debenture	3.125	12/11/20	500,000	529,070
Federal Home Loan Bank Debenture	2.875	12/10/21	500,000	520,095
Federal National Mortgage Association	1.250	7/20/18	900,000	896,328
Federal National Mortgage Association	2.625	9/6/24	900,000	909,504
Fidelity Conservative Income Bond Fund	Variable	n/a	99,701	999,003
U.S. Treasury Note	2.250	7/31/21	1,000,000	1,018,750
U.S. Treasury Note	1.750	5/15/23	900,000	876,834
Vanguard GNMA Admiral Fund	Variable	n/a	64,220	684,587
Vanguard Intermediate Term Grade Admiral Share	Variable	n/a	342,447	3,301,188
Vanguard Short Term Investment Grade	Variable	n/a	554,610	5,856,678
Total bonds, notes, and other				<u>\$17,204,507</u>
 CASH EQUIVALENTS				
First America Prime Obligation Fund	Variable	n/a	\$ 2,328,967	\$ 2,328,967
Total cash equivalents				<u>\$ 2,328,967</u>

See Notes to Financial Statements

NOTES TO FINANCIAL STATEMENTS

Note 1. Organization and Significant Accounting Policies

The Diocese of Olympia, Inc. ("the Diocese") is a Diocese of the Domestic and Foreign Missionary Society of the Protestant Episcopal Church in the United States of America ("the Episcopal Church"). The Diocese includes all Episcopal churches in Western Washington.

The James F. Hodges Diocesan Investment Fund ("the Fund") was organized in 1951 as an investment pool for the endowments of the Diocese, its parishes, missions, and related institutions. The Fund's current name was adopted in 1987.

The Fund's investment strategy is to balance the need for current income and growth in asset value to offset inflation by investing in a mixture of equity and debt securities. The securities are currently held by U.S. Bank. The Diocesan Investment Committee makes investment decisions. The funds are not federally insured.

The Diocese has funds other than the Fund, which are called the Operating Funds, Trust Funds, and the Building Loan, Mission Development, and Real Estate Funds. These funds are included in separate financial statements.

Financial Statement Presentation

The Fund follows the accounting policies of an investment pool, in accordance with accounting principles generally accepted in the United States. Securities are valued at fair value based on closing sales prices reported on recognized securities exchanges on the last business day of the year (see Note 2).

Securities transactions are accounted for on a trade-date basis. Realized gains and losses from securities transactions are reported on a specific identification basis. The Fund distributes net cash investment income to shareholders monthly, but net capital gains are reinvested. Shareholders may reinvest dividends, or purchase or redeem shares on a monthly basis only.

Requests for purchases are administered by the Diocese, which collects funds for purchases in the current month and then remits the funds to U.S. Bank in the subsequent month. Shares are purchased at the net asset value at the beginning of the month after U.S. Bank receives the funds. At December 31, 2016 and 2015, the Diocese held \$11,495 and \$637,753 in funds for purchase in January 2017 and 2016, respectively. These amounts are not included in the financial statements until shares are purchased. They are included in the financial statements of the Diocese.

Estimates

The preparation of financial statements requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Actual results could differ from those estimates.

Taxes

The Diocese is exempt from federal income taxes under section 501 (c)(3) of the Internal Revenue Code. It is not required to file a federal tax return.

Subsequent Events

The Fund has evaluated subsequent events through the date these financial statements were available to be issued, which was June 13, 2017.

Note 2. Fair Value Measurement

Fair value is defined as an exit price, representing the amount that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants. As such, fair value is a market based measurement that should be determined based on assumptions that market participants would use in pricing an asset or liability.

The fair value of all investments was determined using Level 1 observable inputs (quoted prices in active markets for identical assets) within the fair value hierarchy using quoted market rates.

Note 3. Unrealized Appreciation

Unrealized appreciation on investments was as follows at December 31, 2016:

	Cost	Fair Value	Unrealized Appreciation
Equity securities	\$ 25,603,462	\$ 46,609,806	\$ 21,006,344
Bonds, notes, and other	17,204,508	18,681,737	1,477,229
Cash equivalents	2,738,082	2,738,082	
	<u>\$ 45,546,052</u>	<u>\$ 68,029,625</u>	<u>\$ 22,483,573</u>

Unrealized appreciation (depreciation) on investments was as follows at December 31, 2015:

	Cost	Fair Value	Unrealized Appreciation (Depreciation)
Equity securities	\$ 24,278,536	\$ 41,797,746	\$ 17,519,210
Bonds, notes, and other	17,206,159	17,204,507	(1,652)
Cash equivalents	2,328,967	2,328,967	
	<u>\$ 43,813,662</u>	<u>\$ 61,331,220</u>	<u>\$ 17,517,558</u>

See Notes to Financial Statements

Note 4. Shareholders

The Fund's investment pool activity is as follows:

	Number of Shares	Per Share Value
Shares outstanding, December 31, 2014	264,925	\$ 237
Shares purchased and dividends reinvested	7,205	
Shares redeemed	(7,419)	
Shares outstanding, December 31, 2015	264,711	\$ 231
Shares purchased and dividends reinvested	22,863	
Shares redeemed	(11,959)	
Shares outstanding, December 31, 2016	275,616	\$ 246

Note 5. Related Party Transaction

The Fund is charged approximately \$5,000 per year for the common expenses paid by the Diocese.

Note 6. Investment Policy: Tobacco Stocks

In accordance with the investment policy recommended by the Executive Council of the Episcopal Church, the Fund does not invest in securities issued by companies that manufacture and distribute tobacco products.

Congregations and Institutions Participating

Aberdeen, St. Andrew

Allyn, St. Hugh of Lincoln

Anacortes, Christ Episcopal Church

Auburn, St. Matthew-San Mateo

Bainbridge, Grace Church

Bainbridge, St. Barnabas

Bellevue, All Saints

Bellevue, Church of the Resurrection

Bellevue, St. Margaret

Bellingham, St. Paul

Bremerton, St. Paul

Burien, St. Elizabeth

Camano Island, St. Aidan

Castle Rock, St. Matthew

Cathlamet, St. James

Cathlamet, St. James Family Center

Chehalis, St. Timothy

Eastsound, Emmanuel Episcopal Parish

Edmonds, St. Alban

Elma, St. Luke

Episcopal Retirement Community Foundation

Federal Way, Church of the Good Shepherd

Hoodspport, St. Germain

Issaquah, St. Michael and All Angels

Kenmore, Church of the Redeemer

Kent, St. James

Kingston, Faith Episcopal

Lacey, St. Benedict

Longview, St. Stephen

Maple Valley, St. George

Marysville, St. Philip

Medina, St. Thomas Legacy Foundation

Mercer Island, Emmanuel Episcopal Church

Montesano, St. Mark

Mount Vernon, St. Paul

Oak Harbor, St. Stephen

Olympia, St. John

Port Angeles, St. Andrew

Port Orchard, St. Bede

Port Townsend, St. Paul

Puyallup, Christ Church

Seattle, Christ Church

Seattle, Church of the Ascension

Seattle, Diocese of Olympia

Seattle, Epiphany Parish of Seattle

Seattle, Little Sisters of St. Clare

Seattle, St. Andrew

Seattle, St. Clement of Rome

Seattle, St. John the Baptist

Seattle, St. Mark Cathedral

Seattle, Cathedral Foundation

Seattle, St. Paul

Seattle, St. Peter

Seattle, Trinity Church

Seaview, St. Peter

Sequim, St. Luke

Shelton, St. David of Wales

Shoreline, St. David Emmanuel

Silverdale, St. Antony of Egypt

Snohomish, St. John

Snoqualmie, St. Clare

South Bend, St. John

Tacoma, All Saints

Tacoma, Annie Wright School

Tacoma, Christ Church

Tacoma, St. Andrew

Tacoma, St. Luke memorial Church

Tacoma, St. Matthew

Vancouver, All Saints

Vancouver, Church of the Good Shepherd

Vancouver, St. Luke

Vashon, Church of the Holy Spirit

Washougal, St. Anne

Palm Springs-CA, St. Paul's of the Desert