



Lighting the Way



**EAST TENNESSEE
FOUNDATION**
2008 Annual Record

Our Mission:

East Tennessee Foundation is a public, nonprofit, community foundation created for the purpose of building charitable resources to make communities stronger and lives better through thoughtful giving.



2008 Board of Directors

Left to Right - Seated : Jenny L. Hines, Bobbie Y. Congleton, Cheryl Massingale, Marian E. Oates, Marie F. Alcorn, Betsey R. Bush - *Second Row:* Bill G. Williams, J. Kenneth Porter, Frank H. Rothermel, Sam F. Fowler, Jr., Frank M. Addicks, Howard Z. Blum, Alice A. Mercer, Lew E. Weems, Cynthia M. Moxley - *Third Row:* Williams E. Arant, Jr., Richard H. Roberts, Fred D. Womack, Charles M. Peccolo, Jr., Larry B. Martin, E. Riley Anderson, Paul G. Willson, Richard A. Davies, A. David Martin

Not Pictured: Stephen C. Arnett, Joseph K. Ayres, Janice Kay Clayton, Edwena L. Crowe, Joseph M. Dawson, Peyton T. Hairston, Jr., Wm. Gregory Hall, Jr., Natalie L. Haslam, Mark A. Jackson, Maribel W. Koella, Sherri P. Lee, Anne M. McKinney, Pace Robinson, B. Fielding Rolston, Oliver S. Thomas, David V. White, Stuart R. Worden

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A Letter from the Board Chair & President



Larry B. Martin
Board Chair



Michael T. McClamroch
President & CEO

*Weathering this storm
will make us stronger,
smarter, more focused and
better able to serve a region
that we love.*

Lighting the Way Through Stormy Times

To say that 2008 was a “stormy” year would truly be an understatement. The declines in the stock markets, the near collapse of our financial system, the rise in mortgage foreclosures, layoffs, and unemployment have given us some very dark days and caused us to compare this economic downturn with the crash of 1929.

It is in this dark and stormy context that we will share some of the Foundation’s statistics. With decreased resources and increased need for our services, we were pressed from both sides and it is more important than ever, that the following numbers be seen as “relative” to the storm and “valued” in terms of the lives we’ve changed for the better.

In 2008, we opened 35 new funds and accepted gifts totaling \$11,535,000, exceeding totals for 2007. Our investment returns on those gifts have of course been disappointing. In a storm that saw the S& P 500 decline 38.49%, all of our funds did out-perform their benchmarks, but our composite return was a negative 22.05%. (Our total assets now stand at \$124,652,561, a “respectable” 14.5% decline from 2007.) An expected reaction to the turmoil at hand might have been for us to cut back on some grantmaking. We did not. With total grants of \$11,379,638, we surpassed 2007.

With an eye toward our own sustainability, we adopted, with the full participation of our staff and board, a more efficient operating budget, that, for the first time in our history is significantly less than the year before and still less than 1% of the reduced assets that we manage. In response to the severe economic downturn and resultant hardships faced by citizens in the region, East Tennessee Foundation (ETF) made \$100,000 in unprecedented year-end grants to human service agencies operating in our 25-county East

Tennessee service area. We increased our communication and outreach to our fundholders and funding partners encouraging them to increase their efforts as well. To help fundholders achieve their philanthropic goals, the Foundation launched DonorCentral, an online service that allows fundholders quick and convenient access to their ETF funds from our Web site.

We encouraged our nonprofit partners to join us in doing internal examinations of core missions, reallocations of resources, and to search for efficiencies and contingency plans to adapt to the challenging environment.

The Great Depression truly shaped a generation. The depression affected not only the chronically poor but also the middle class and some very wealthy people. Although we are far from a depression, this “storm” has had the same effect. We’re fortunate, also, that there is, thanks to years of serious, purposeful charitable giving, a social infrastructure that did not exist at the beginning of the Great Depression.

With a renewed focus on sustainability, we will raise two million dollars for the ETF operating endowment. Such planning has enabled us to not only survive this storm, but to be a much-needed source of light, help, and direction for our region.

Change, constant planning, and nimble decision-making are all vital parts of survival. And survive we will. Weathering this storm will make us stronger, smarter, more focused and better able to serve a region that we love.

Sincerely,

Larry B. Martin, *ETF Board Chair*

Michael T. McClamroch, *ETF President & CEO*

WHAT IS EAST TENNESSEE FOUNDATION?

East Tennessee Foundation is a 501(c)(3) nonprofit, publicly supported community foundation serving 25 counties in East Tennessee. Our mission is to build charitable resources to make communities stronger and lives better through thoughtful giving. To this end, the Foundation serves as a vehicle for philanthropy by connecting donors with the causes they care about most. A wide variety of assets in any amount can be accepted to serve almost any charitable purpose. The Foundation is a collection of hundreds of individual charitable funds and supporting organizations established by individuals, families, businesses, and other nonprofits and foundations.

Established in 1986 through a merger of the Community Foundation of East Tennessee and the Business Trust for the Arts, the Foundation is governed by a volunteer board of directors composed of leaders from throughout the region and managed by a professional staff. Under the watchful eye of the board and staff, assets are wisely invested to provide a valuable source of grantmaking dollars for important projects and programs in our region, as well as elsewhere in the nation and the world.

EAST TENNESSEE FOUNDATION DOES THREE THINGS:

Receives Assets

Anyone can be a donor, and donations can consist of almost any asset of value. Philanthropy doesn't require great wealth, and it doesn't have to be complicated. The Foundation is a collection of hundreds of funds which are both endowed and nonendowed.

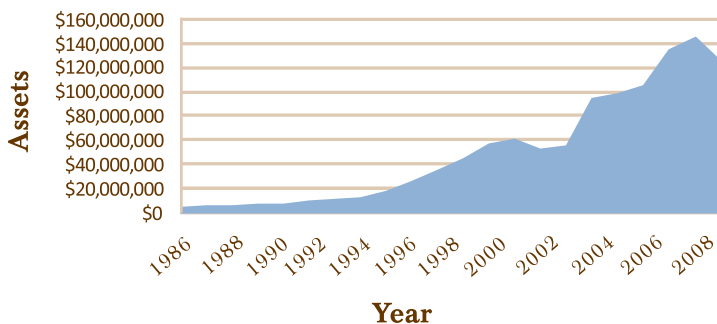
Manages Resources and Invests Money

The assets are pooled and invested by a volunteer board of directors and an investment committee made up of local leaders and investment professionals.

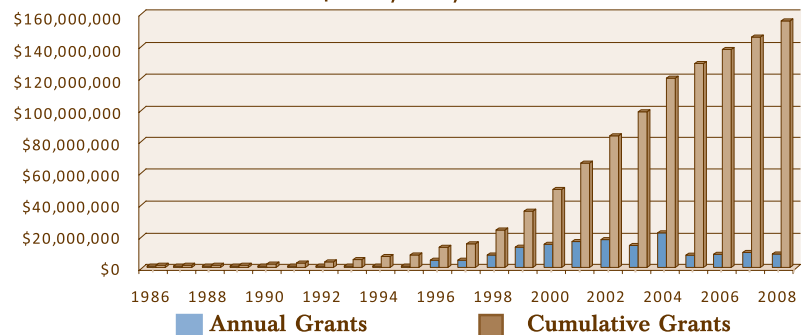
Makes Grants

A portion of the assets makes lives better and strengthens the communities of East Tennessee by providing grant monies for projects and programs of non-profit organizations.

TOTAL ASSETS OF EAST TENNESSEE FOUNDATION
As of 12/31/2008
\$124,652,561



TWENTY-THREE YEARS OF EAST TENNESSEE FOUNDATION GRANTMAKING
Grants Made (1986 - 2008)
\$158,027,027



FUNDS OF THE FOUNDATION



The Butterfly Fund ETF Field-of-Interest Fund

UNRESTRICTED AND FIELD-OF-INTEREST FUNDS

Unrestricted funds are “opportunity” funds, allowing the Foundation board and staff to make strategic grants when an opportunity arises. Most Foundation funds are restricted to a particular county, cause, or nonprofit. Unrestricted funds allow the Foundation to support worthwhile requests when an initiative, special need, or community project is identified.

Field-of-interest funds support a competitive grantmaking process in broad charitable areas such as arts and culture, community development, education or youth-at-risk. These funds allow the Foundation flexibility in serving a particular need that matches donors’ interests.

The following is a listing of all unrestricted and field-of-interest funds during 2008:

Affordable Housing Trust Fund
Arts Fund for East Tennessee
Boyd Youth Education Fund
Butterfly Fund
Frederic and Dorothea King Cady Memorial Trust Fund
Fund for Campbell County
Clinch-Powell Community Fund
Fund for Cocke County
Community Investment Fund
Paul O. Dore, Jr., and Betty B. Dore Unrestricted Fund

Economic Development Fund for East Tennessee
Elizabethton/Carter County Community Foundation Fund
Fund for Etowah and McMinn County
Fowler Operating Endowment
Marilyn L. Frank Opportunity Fund
Fund for Greene County
Fund for Greene County Operating Endowment
John D. Grubb and Louise G. Sumner Fund for Monroe County
Harris Fund for Washington County
Natalie Leach Haslam Fund
Johnson County Community Foundation Fund
Ira O. Johnson Memorial Fund
Kingsport Community Foundation
Leadership Education Fund
Literacy Endowment for East Tennessee
Miles for a Child Fund
Oakley and Bruce Moody Fund
Mount Rest Fund
Neighborhoods Small Grants Program
John D. Ogle Cerebral Palsy Research Fund
Opportunity Endowment Fund
Respiratory Disease Fund
Rogersville/Hawkins County Education Fund
Rural Communities Initiative Fund
Anna G. Schmidt and Barbara M. Landauer Endowment Fund
Lydia Seilez Memorial Fund
Ten Year Plan to End Chronic Homelessness Fund
Fund for Unicoi County
Unrestricted Cash Reserves and Operating Fund
Margaret M. Wachs Youth Leadership Fund
Wildlife Preservation Endowment
Youth Endowment
Youth Endowment Foster Care Scholarship Fund

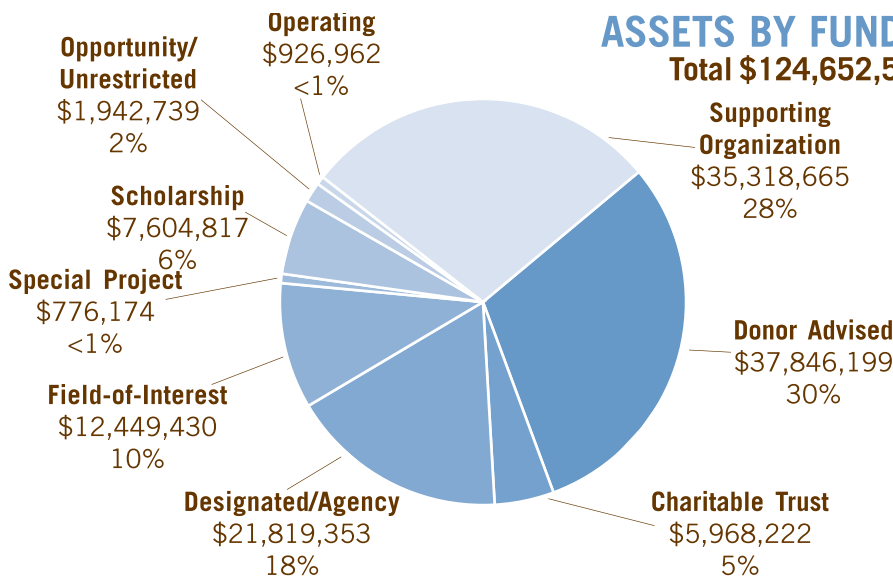
SCHOLARSHIP AND AWARD FUNDS

In 2008, approximately \$498,800 was committed to 56 new scholarship recipients. In addition, over \$362,000 was committed to 35 renewal scholarship recipients who had been selected prior to 2008. The total in committed scholarship funds in 2008 for the next four years is \$860,800 to 91 students, attending 31 different colleges and universities. These scholarship commitments are made possible thanks to donors’ interest in establishing scholarship funds at East Tennessee Foundation. Scholarship funds offer great flexibility for donors. These funds can memorialize a family member, commemorate a graduating class, assist with a particular college major, benefit students from disadvantaged areas, support students from a particular county, and more.

The following is a listing of all scholarship and award funds during 2008:

B & W Y-12 Scholarship Fund
Coach Jack Blair Scholarship Fund
Ruby A. Brown Memorial Scholarship Fund
Vera and Lawrence Carson Scholarship Fund
Karolyn King Carter Scholarship Fund
Gail Clay Scholarship Fund
Gordon W. and Agnes P. Cobb Scholarship Fund
Steven L. Coffey Memorial Scholarship Fund
Craighead Limestone Scholarship Fund
R. G. Crossno Scholarship Fund
Michael Curtin Renaissance Student Memorial Scholarship Fund
Marilyn Davis Music Scholarship Fund
Mickey Forrester Memorial Scholarship Fund
James K. Goldston INFOSEC Scholarship Fund
Greene County Scholarship Program
Michael David Greene Scholarship Fund
Angie Grubb Scholarship Fund
Jack F. and Edith Updyke Harmon Scholarship Fund
John Hogin Scholarship Fund
Mary C. & Joe A. Hollingsworth, Sr. Scholarship Fund
Johnson County Education Growth Scholarship Fund
Johnson County Scholarship Fund
KBA Scholarship Fund
Dr. Richard Forrest and Ella Dudley Kelsey Memorial Scholarship Fund
Dorsey and Betty King Scholarship Fund
Knox Central High Class of '50 Alumni Association Scholarship Fund
Brandy Maples Memorial Scholarship Fund
McMinn County High School Alumni Fund
Miller/Vicars Scholarship Fund
Reuben Louise Cates Mount and the Junior Service League of Blount County Scholarship Fund
Nucleus Knoxville Leadership Scholarship Fund
Stepping-Stone Scholarship Fund
Teen Town “Pride of the Hill” Scholarship Fund
Tennessee Judicial Conference Fund
Debbie Van Cleave Scholarship Fund
James L. and Brilla Mallicoat Young Scholarship Fund

ASSETS BY FUND TYPE Total \$124,652,561



Funds of the Foundation *Continued*

DESIGNATED ENDOWMENT FUNDS

These funds let donors establish endowments for the benefit of their favorite charities. Designated endowments supply an ongoing source of support for East Tennessee's many nonprofit organizations and provide security and stability to enhance the good work of these organizations.

The following is a listing of all designated endowment funds during 2008:

Agape House Endowment Fund
 Thomas M. and Murray (Midge) Ayres Knox Area Rescue Ministries Fund
 Howard Baker Portrait Project Fund
 Bonnie P. Blackburn Joni and Friends Knoxville Fund
 John and Elizabeth Bowen Fund for the benefit of Cumberland College in Williamsburg, Kentucky
 CAC Office on Aging Endowment Fund
 CAC Office on Aging - Mobile Meals Fund
 Community School of the Arts Endowment Fund
 Joseph Delaney Memorial Endowment Fund for the benefit of Volunteers of America
 James A. Dick Endowment Fund for the benefit of Joy of Music School, Historic Tennessee Theatre Foundation, and Knoxville Symphony Society
 Marilyn Dick Endowment Fund for the benefit of Philadelphians, Inc.
 Dobyns-Bennett Baseball Foundation of Kingsport Fund
 Dobyns-Bennett Baseball Foundation of Kingsport Fund #2
 Paul O. Dore, Jr., and Betty B. Dore Community Benefit Fund for the benefit of the United Way of Greater Knoxville, Westminster Presbyterian Church, Venice Presbyterian Church, and Plantation Community Foundation
 Paul O. Dore, Jr., and Betty B. Dore Scholarship Fund for the benefit of Christian Academy of Knoxville
 East Tennessee Technology Access Center, Inc. Endowment Fund
 John H. and Carol R. Evans Fund for Choral Music for the benefit of University of Tennessee School of Music Choral Activities Fund
 Florence Crittenton Agency Endowment Fund/ Julia Anspach
 Russell O. and Fannye Ford Memorial Fund for the benefit of Gloria Dei Lutheran Church and New Prospect Presbyterian Church
 Fulton High School Foundation Endowment Fund
 Fulton High School Foundation Fund
 Betty C. Hinton Fund for the benefit of Ramsey House Endowment Fund, Knox Area Rescue Ministries, and Webb School Library
 Humane Society Fund for the benefit of the Humane Society of the Tennessee Valley
 Johnson City Public Library Foundation Fund
 Byrd and King Jones Memorial Fund #1 for the benefit of Bachman Memorial Home and the Sweetwater Hospital Association

Byrd and King Jones Memorial Fund #2 for the benefit of the Sweetwater Hospital Association and Hiwassee College
 Hayley Kerr Memorial Fund for the benefit of Halls High School
 "Kingsport Renewal: The Spirit Campaign" Fund for the benefit of the K-Play Sports Facilities and the Greater Kingsport Family YMCA
 David Meriwether Lovett Fund for the benefit of the Arts Fund for East Tennessee and the Church of the Ascension
 Maryville College Scholarship Fund
 Sharon Olson Social Ministry Fund for the benefit of the social outreach ministry program at Messiah Lutheran Church
 Recording for the Blind and Dyslexic Endowment Fund
 South Doyle High School Foundation Fund for the Future
 South Knoxville/South Waterfront Planning and Design Fund for the benefit of the East Tennessee Community Design Center
 Stokely Special Arts Endowment Fund for the benefit of the Stokely Gallery of the Knoxville Museum of Art
 Tennessee Homeless Animal Care Fund for the benefit of Friends of the Animal Shelter, Newport, TN



Knoxville Museum of Art Agency Endowment Fund

ORGANIZATION/AGENCY ENDOWMENT FUNDS

These funds are established by nonprofit organizations for their own benefit, supplying them with an ongoing source of support, security and stability.

The following is a listing of all organization/agency endowment funds during 2008:

Arrowmont School of Arts and Crafts Agency Endowment Fund
 Arrowmont Settlement School of Arts and Crafts Endowment Fund
 Boys and Girls Club of the Smoky Mountains Fund
 Children's Center of the Cumberlands Fund
 Children's Museum of Oak Ridge Agency Endowment Fund
 Clinch-Powell Resource, Conservation and Development Council Agency Endowment Fund
 Contact of Oak Ridge Endowment Fund
 Dream Connection Fund
 East Tennessee Area Agency on Aging Fund
 East Tennessee Community Design Center Endowment Fund
 East Tennessee Economic Development Agency Fund
 East Tennessee Historical Society Endowment Fund
 East Tennessee Veterinary Medical Association Fund
 Emerald Youth Foundation Fund
 Facilities Foundation Fund for the benefit of Baptist Collegiate Ministry
 Foothills Land Conservancy, Inc. Fund
 Fort Kid Playground Endowment Fund
 Foundation of Missions Fund for the benefit of Baptist Collegiate Ministry
 Friends of Great Smoky Mountains National Park Endowment Fund
 Friends of the Knox County Library Fund
 Nathanael Greene Museum Agency Endowment Fund

Greenville Arts Council Endowment Fund
 James A. Haslam II/Leadership Knoxville, Inc. Scholarship Fund
 Headmaster's Scholarship Fund
 Alvin Herborg and Jane Ann Evans Nielson Endowment Fund
 Ijams Nature Center Grounds and Garden Endowment Fund
 Interfaith Health Clinic Foundation Fund
 Interfaith Health Clinic Fund
 Johnson City Public Library Endowment Fund
 Junior Achievement - Tri-Cities TN/VA Fund
 King College Fund
 Knox County Association for Retarded Citizens Endowment Fund
 Knox Heritage Preservation Fund
 Knoxville Academy of Medicine Auxiliary Health Discovery Fund
 Knoxville Area Urban League Fund
 Knoxville Chapter of the American Marketing Association Eagle Endowment Fund
 Knoxville Community Recreation Band Advancement Group Fund
 Knoxville Habitat for Humanity Fund
 Knoxville Museum of Art Agency Endowment Fund
 Knoxville Museum of Art Endowment Fund
 Knoxville Zoo Fund
 Legal Aid of East Tennessee Endowment Fund
 Little Theatre of Greeneville Memorial Endowment Fund
 Martin Trust for the benefit of Historic Rugby Maryville City Schools Foundation, Inc. Endowment Fund
 Ronald McDonald House Endowment Fund
 Ronald McDonald House Endowment Fund #2
 Historic Middlebrook Preservation Trust Fund
 Newport Theatre Guild Endowment Fund
 Old Gray Cemetery Endowment Fund



Children's Center of the Cumberlands Fund

REACHS Fund for the Family
 Dr. Alyene Reese Memorial Endowment Fund for the benefit of Mountain Hope Good Shepherd Clinic
 Rocky Mount Museum Agency Endowment Fund
 Rose Center and Council for the Arts Endowment Fund
 Rotary Club of Knoxville Foundation Scholarship Fund
 Historic Rugby Endowment Fund
 Safe Haven Center Endowment Fund
 Second Harvest Food Bank Fund
 Sequoyah School PTA Endowment Fund
 Shangi-La Therapeutic Academy of Riding ("STAR") Endowment Fund
 SOCM Justice Fund for the benefit of Save Our Cumberland Mountains
 United Way of Greater Kingsport, Inc. Endowment Fund

Funds of the Foundation *Continued*

ORGANIZATION/AGENCY

ENDOWMENT FUNDS continued

United Way of Greater Knoxville, Inc. Endowment Fund
 United Way of Greene County Endowment Fund
 Webb School of Knoxville Fund
 Weekend Academy Agency Endowment Fund
 Wellness Community, Knoxville, Inc. Endowment Fund
 James White Fort Endowment Fund
 YMCA of East Tennessee Endowment Fund
 YMCA of Greene County Agency Endowment Fund

DONOR ADVISED FUNDS

Many donors choose a donor advised fund over a family foundation because of the administrative ease and lower cost. Donors also enjoy the opportunity to teach philanthropy to their children, both by example and by involving the family in grantmaking. Donors benefit from the Foundation staff's knowledge of the needs and opportunities for giving in East Tennessee.

The following is a listing of all donor advised funds during 2008:

Advised Fund #2
 Advised Fund #5
 Advised Fund #6
 Advised Fund #8
 Advised Fund #9
 Advised Fund #11
 Advised Fund #12
 Advised Fund #13
 Advised Fund #14
 Akins & Tombras Fund
 Albers Family Charitable Fund
 Albers Family Perpetual Endowment Fund
 Joan D. Allen Fund
 Anderson Family Fund
 Anonymous Fund
 Asante Fund
 AVRI Fund
 David E. Avriett Fund
 Ayers Advised Fund
 BB&T Fund
 Beall Family Fund
 Begalla Family Fund
 Fred D. Benton Advised Fund
 Fred D. Benton Reading Fund
 Bryan and Wilma Jo Blalock Fund
 James and Kati Blalock Fund



Cleverdon Animal Welfare Fund
ETF Donor Advised Fund



Dr. Alyene Reese Memorial Endowment Fund

Sidney A. and JoNelda Williams Blalock Fund
 Boyd Family Fund
 Joyce and William Bricker Fund
 Condon S. and Betsey R. Bush Fund
 Campbell Family Charitable Fund
 C. Howard Capito Donor Advised Fund
 Cardiovascular Research of Knoxville Fund
 Carey Fund
 ChoiceDATA Charitable Fund
 Civitan Club Fund
 Clayton Family Foundation Fund
 Cleverdon Animal Welfare Fund
 Community Projects Trust Fund
 Conner Family Fund
 Consoli Family Foundation Fund
 Edward W. and Kimberly C. Cook Charitable Fund
 Jean and John Cooper Fund
 Craig Foundation Fund
 Culver Family Fund
 Katherine R. Cunningham Family Fund
 Paul O. Dore, Jr., and Betty B. Dore Donor Advised Fund
 Driver Family Fund
 East Tennessee AIDS Fund
 East Tennessee Rural/Medically Underserved and Knoxville Underprivileged Inner-City Youth Fund
 Family Investment Fund
 John J. Faris and Sondra B. Faris Fund
 Marilyn L. Frank Donor Advised Fund
 Freshour-McNabb Children's Fund
 Bruce and Diane Gibson Christian Ministry Fund
 GKTA Donor Advised Fund
 Frank and Anna Gray Family Endowment Fund
 Frank and Anna Gray Family Fund
 Grimes Family Fund
 Mary Louise Waters Hailey Fund
 Harris Family Fund
 Haslam Family Fund
 James A. Haslam, III & Susan B. Haslam Donor Advised Fund
 Natalie and Jim Haslam Charitable Fund
 Michael L. & Leilah M. Hatcher Fund
 Dr. Ray M. and Mrs. Christine G. Hayworth Charitable Fund
 Humphreys Barlow Fund
 Hundred Year Fund
 Hunter Hills Alumni Fund
 Igawaga Fund
 Samuel and Katherine Jones Fund for Youth
 KBA Endowment for the Youth Fund
 Kelleher-Sohn Family Fund
 Imogene A. King Fund
 Knox County Government Foundation Fund for the benefit of Education Summit, First Day Festival, Imagination Library, Read With Me, and Senior Summit
 Knoxville High School Alumni Association Fund
 Grace Sharp Leech Donor Advised Fund
 Lodge Donor Advised Fund
 A. David Martin Charitable Fund
 A. David Martin Endowment Fund
 Martin Charitable Fund

A. C. Masingill, Jr. Fund
 Cheryl and Lynn Massingale Family Fund
 Joe M. McAfee Donor Advised Fund
 McElligott Family Foundation Fund
 Charles and Alice Mercer Family Fund
 Jack and Trish Mills Fund
 Morton Foundation Fund
 Scott M. Niswonger Fund
 Randall Keith Nutt Fund
 Oates Family Trust Fund
 Ben F. and Mary L. Oliver Donor Advised Fund
 Thomas and Susan Overton Fund
 Packard Fund
 Donald H. and Carol A. Parnell Charitable Fund
 Pfferrer-Liles Fund
 Richard B. and Jane M. Ray Fund
 Reeder Fund
 Harry B. Roberts Fund for Education
 Louise H. Roberts Fund for Children
 Richard H. Roberts Fund
 John-David W. Roddy Family Fund
 Katherine Collins Roddy and J. P. Roddy, Sr. Fund
 Patrick M. M. Roddy Family Fund
 Fielding and Joyce Rolston Foundation Fund
 Emily and Morton Rose Fund
 Greg and Susan Roth Fund
 Schrader Fund
 Schroeder Foundation Fund
 Evelyn W. and Arthur G. Seymour Fund
 Shelby Family Charitable Fund
 Edward and Donna Spray Fund
 Stewardship Fund
 Substance Abuse Fund for Education



Jean and John Cooper Fund

Joseph W. Sullivan, III Fund
 Summers Family Fund
 Sustainable Future Fund
 Swain Family Fund
 Dr. Donald and Carole Tarr Fund
 THOM Fund
 Tweed Fund
 Twentieth Century Club Fund
 TYG Fund
 Valentine-Hart Fund for Cocke County
 Blanche P. & Emmet P. Vaughn Fund
 W. J. M. Family Fund
 WALMAC Fund
 David Paine Waters FLP Fund
 John B. and Patsy Waters Fund
 Charlotte S. Watson Charitable Fund
 Welch Family Charitable Fund
 WHAS Fund
 White Fund
 Mr. and Mrs. Kent C. Withers Fund
 Betsy Worden Memorial Arts Fund
 Zellweger Uster, Inc. Fund
 Courtney and Kevin Zirkle Family Fund

Funds of the Foundation *Continued*

CHARITABLE TRUSTS AND GIFT ANNUITIES

Charitable Remainder Trusts provide an income for the donor or a family member while providing an up-front tax deduction for the remainder that will be left to the Foundation. Charitable Lead Trusts provide an immediate gift to the Foundation for a period of years with the remainder going back to the donor or family members. Trusts are drawn up by donors' attorneys, but Foundation staff can assist in determining tax savings and the amount of income available to donors. As with other types of gifts, trust assets can establish any type of fund within the Foundation and can be used to benefit the causes that most touch the donor's heart.

The following is a listing of all charitable trusts and one gift annuity for which the Foundation served as Trustee in 2008 :

- Elyse Adamson Charitable Remainder Unitrust
- Beall Charitable Trust
- Samuel E. Beall, Jr. Charitable Lead Unitrust
- Anne P. Church Charitable Remainder Unitrust
- Credit Bureau of Knoxville, Inc. Charitable Remainder Unitrust
- John Compton French, Sr. Charitable Remainder Annuity Trust
- John M. Jones Charitable Remainder Unitrust
- W. H. Swain Charitable Remainder Unitrust
- Ned Stevenson Williams Gift Annuity



75th Suffrage Anniversary Coalition Fund
An ETF Special Project

SPECIAL PROJECT FUNDS

The following is a listing of all special project funds during 2008:

- 75th Suffrage Anniversary Coalition Fund
- James Agee Park Fund
- Anderson News Co. Literacy Project Fund
- Clothesline of Quilts Across Appalachia Project Fund
- Handmade in America Model Special Project Fund
- Knox Achieves Fund
- Museum of American Presidents Fund
- YWCA of Knoxville Big Read Project Fund

Total Number of Funds of the Foundation
339



Knox Achieves Fund
An ETF Special Project



YWCA of Knoxville Big Read Project
An ETF Special Project

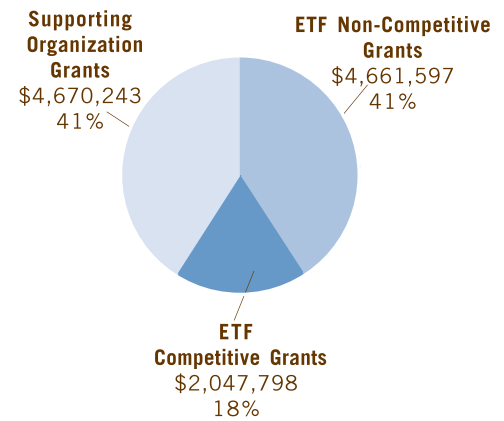


James Agee Park
An ETF Special Project

GRANTS of the FOUNDATION

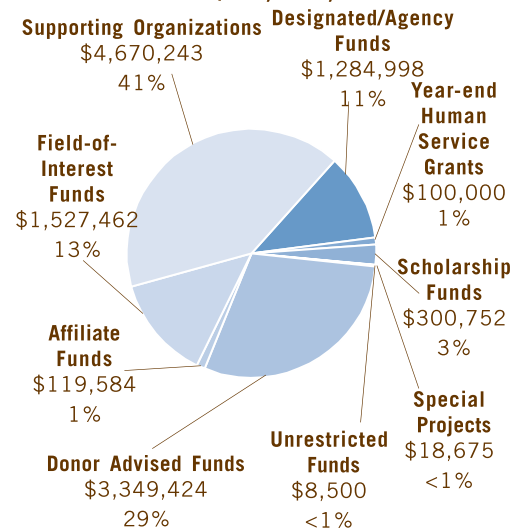
2008 GRANTS BY TYPE

Total \$11,379,638



2008 GRANTS BY CATEGORY

Total \$11,379,638



Friends of Olde Downtown
Harris Fund Grantee

Grants of the Foundation *Continued*

COMPETITIVE GRANTS

Grants from Field-of-Interest Funds

ORGANIZATION

GRANT AMT.

Affordable Housing Trust Fund

Knoxville Area Urban League	\$ 82,500
Knoxville Habitat for Humanity	\$ 100,000
Knoxville-Knox County Community Action Committee	\$ 120,000
Neighborhood Housing, Inc.	\$ 20,000
Total	\$ 322,500



Affordable Housing Trust Fund

Arts Fund for East Tennessee

Actors Co-op, Inc.	\$ 3,000
Appalachian Arts Council	\$ 1,000
Appalachian Ballet Company	\$ 3,000
Arrowmont School of Arts and Crafts	\$ 2,000
Arts Culture Enrichment Council of Hawkins County	\$ 5,000
Blount County Chamber Foundation, fiscal sponsor for Fine Arts Blount	\$ 4,000
Blount Mansion Association	\$ 1,000
Campbell County Historical Society, fiscal sponsor for Campbell Culture Coalition	\$ 3,000
Carpetbag Theatre, Inc.	\$ 5,000
Central Ballet Theatre	\$ 2,000
Children's Museum of Oak Ridge	\$ 2,000
Chuckey Elementary School	\$ 1,500
Circle Modern Dance	\$ 2,000
Community Action Group of Englewood	\$ 1,000
East Tennessee Technology Access Center	\$ 3,000
Girls Incorporated of Johnson City/Washington County	\$ 1,000
Hancock County Historical & Genealogical Society	\$ 2,000
Historic Rugby, Inc.	\$ 1,500
Jubilee Community Arts	\$ 2,000
Jubilee Project, Inc.	\$ 2,000
Kingsport Chamber Foundation	\$ 1,500
Knox County Government (Community Law Office)	\$ 1,500
Knox County Government (Knox County Public Library)	\$ 1,000
Knoxville Choral Society	\$ 1,880
Knoxville Museum of Art	\$ 5,000
Knoxville Symphony Society, Inc.	\$ 2,000
Knoxville Writers' Guild	\$ 5,000
McMinn County Living Heritage Museum	\$ 4,000
Monroe Area Council for the Arts	\$ 1,000
Museum of Appalachia	\$ 2,000
Rockwood 2000, Inc.	\$ 3,000
Rose Center and Council for the Arts	\$ 3,000
Rural Resources	\$ 3,000
Science Hill High School Band Boosters, Inc.	\$ 2,500
Scott High School	\$ 3,000
Sertoma Center, Inc.	\$ 3,000
South Knoxville Arts and Heritage Center, Inc.	\$ 1,000
Sweetwater Valley Citizens for the Arts	\$ 4,000

ORGANIZATION

GRANT AMT.

Arts Fund for East Tennessee *continued*

Telamon Corporation	\$ 1,000
Tennessee Stage Company	\$ 4,000
Theatre Knoxville Downtown	\$ 3,000
Tusculum College	\$ 1,120
WarriorPath Institute of Combat Arts, Inc.	\$ 1,500
Total	\$ 105,000

"Porch Musicians" **Museum of Appalachia** *Arts Fund Grantee*



Boyd Youth Education Fund

Boy Scouts of America/Great Smoky Mountain Council #557	\$ 3,000
Total	\$ 3,000

Mount Rest Fund

Big Brothers Big Sisters of East Tennessee	\$ 8,000
Boys and Girls Clubs of the Tennessee Valley	\$ 5,000
Child and Family Tennessee	\$ 6,000
Crutcher Memorial Youth Enrichment Center	\$ 3,300
East Tennessee Children's Hospital	\$ 5,000
Friends of Tennessee's Babies with Special Needs	\$ 3,000
Helen Ross McNabb Center, Inc.	\$ 3,000
Hospitality Pantries, Inc.	\$ 6,000
InterFaith Health Clinic	\$ 10,000
Knoxville-Knox County Community Action Committee	\$ 7,000
Knoxville-Knox County Council on Aging	\$ 7,000
Ladies of Charity	\$ 7,000
Lisa Ross Birth and Women's Center	\$ 7,000
Mental Health Association of East Tennessee	\$ 2,000
Montgomery Village Child Development Center	\$ 10,000
Montgomery Village Ministries	\$ 6,270
National Alliance of the Mentally Ill of Knoxville	\$ 3,000
Partners for Children	\$ 3,120
Salvation Army	\$ 2,000
Second Harvest Food Bank of East Tennessee	\$ 8,000
YWCA of Knoxville	\$ 9,000
Total	\$ 120,690

Ten Year Plan to End Chronic Homelessness Fund

Knox Area Rescue Ministries	\$ 130,000
Knoxville-Knox County Community Action Committee	\$ 262,522
Salvation Army	\$ 100,000
University of Tennessee	\$ 100,000
Volunteer Ministry Center	\$ 50,000
Total	\$ 642,522



East Tennessee Children's Hospital
Mount Rest Fund Grantee

Grants of the Foundation

Continued

COMPETITIVE GRANTS *continued*

ORGANIZATION

GRANT AMT.

Youth Grants Program

With funding support from the following funds of East Tennessee Foundation:

*Frederic and Dorothea King Cady Memorial Trust Fund
Samuel and Katherine Jones Fund for Youth
Youth Endowment Foster Care Scholarship Fund
Youth Endowment*

ARC of Anderson County	\$	10,000
Boys and Girls Club of the Smoky Mountains	\$	3,000
Carpetbag Theatre, Inc.	\$	10,000
Child and Family Tennessee	\$	15,000
ChildHelp USA Tennessee	\$	5,000
Children's Center of the Cumberland	\$	10,000
Chucky Elementary School	\$	10,000
Community Health of East Tennessee (Formerly REACHS)	\$	15,000
Community House Cooperative	\$	10,000
Community Mediation Services	\$	15,000
Community School of the Arts	\$	7,000
Crutcher Memorial Youth Enrichment Center	\$	5,000
Girl Scouts of Tanasi Council, Inc.	\$	10,000
Good Samaritan Center of Loudon County, Inc.	\$	10,000
Goodwill Industries	\$	8,000
Greeneville Middle School	\$	10,000
Johnson City Schools	\$	14,000
Johnson County Safe Haven, Inc., fiscal sponsor for ACTION Coalition, Inc.	\$	10,000
Jubilee Project Inc.	\$	20,000
Knox County Government (Community Law Office)	\$	5,750
Knox County Government (Knox County Public Library)	\$	9,250
Knoxville Zoological Society	\$	8,000
Lisa Ross Birth and Women's Center	\$	8,920
Madisonville Public Library	\$	15,000
Mental Health Association of East Tennessee	\$	5,000
Metropolitan Drug Commission	\$	10,000
Roane County Health Council, fiscal sponsor for Roane County Anti-Drug Coalition	\$	5,000
Rural Resources	\$	10,000
Safe Haven Center	\$	10,000
SafeSpace	\$	10,000
Second Harvest Food Bank of East Tennessee	\$	10,000
Shangri-La Therapeutic Academy of Riding (STAR)	\$	8,000
Small Miracles Therapeutic Horseback Riding Center, Inc.	\$	10,000
Union County Board of Education	\$	11,830
Total	\$	333,750

TOTAL FIELD-OF-INTEREST FUND GRANTS

(excluding Affiliate Funds) **\$ 1,527,462**

Grants from Affiliate Funds

Fund for Campbell County

Aid to Distressed Families of Appalachian Counties (ADFAC)	\$	1,000
Campbell County Children's Center	\$	1,000
Campbell County Habitat for Humanity	\$	1,000
Campbell County Rural Fire Services, Inc.	\$	500
Campbell Culture Coalition	\$	1,000
CASA of Campbell County	\$	1,000
Community Health of East Tennessee (Formerly REACHS)	\$	1,000
Girl Scouts of Tanasi Council, Inc.	\$	1,000
Jellico Community Hospital Foundation	\$	1,000
Senior Citizens Home Assistance Services	\$	1,000
Senior Citizens of Campbell County, Inc.	\$	1,000
Woodland Community Development Corporation	\$	1,000
Total	\$	11,500

John D. Grubb & Louise G. Sumner Fund for Monroe County

American Red Cross - Monroe County Chapter	\$	3,000
Boys and Girls Club of the Monroe Area	\$	4,000
CASA Monroe	\$	2,000
Coker Creek Economic Development Group	\$	4,000
Douglas-Cherokee Economic Authority, Inc.	\$	8,000

ORGANIZATION

GRANT AMT.

John D. Grubb & Louise G. Sumner Fund for Monroe County *continued*

Florence Crittenton Agency	\$	2,500
Good Shepherd Center	\$	3,000
Hearing and Speech Foundation	\$	2,000
Monroe Area Council for the Arts	\$	2,000
Monroe Area School for the Performing Arts, Inc.	\$	3,950
Monroe County Community Health Access Committee	\$	1,500
Monroe County Habitat for Humanity	\$	4,000
Sequoyah Birthplace Museum	\$	3,500
Spay/Neuter Assistance for Pets, Inc.	\$	4,000
Sweetwater Valley Citizens for the Arts	\$	3,500
Tennessee Overhill Heritage Tourism Association	\$	4,000
Total	\$	54,950

Harris Fund for Washington County

Academy of Strings	\$	2,000
Appalachian Resource Conservation & Development Council, fiscal sponsor for Upper Nolichucky Watershed Alliance	\$	2,300
CASA of Northeast Tennessee	\$	3,000
East Tennessee Public Television	\$	1,900
East Tennessee State University	\$	1,000
Fairmont Elementary School	\$	1,084
First Tennessee Human Resource Agency	\$	4,000
Friends of Olde Downtowne	\$	2,000
Frontier Health	\$	1,800
Girls on the Run of Northeast Tennessee, Inc.	\$	2,000
Hands On! Regional Museum	\$	2,000
Interfaith Hospitality Network of Greater Johnson City	\$	4,000
International Storytelling Center	\$	900
Johnson City Public Library	\$	3,300
Rocky Mount Historical Association	\$	1,700
Science Hill High School Band Boosters	\$	1,700
Total	\$	34,684

Johnson County Community Foundation including Margaret M. Wachs Youth Leadership Fund

Alliance of Citizens Together Improving Our Neighborhoods	\$	600
Heritage Hall, Inc.	\$	1,000
Johnson County Champion Community, fiscal sponsor for Appalachian Native Plant	\$	800
Johnson County Humane Society, Inc.	\$	750
Johnson County School System	\$	500
Johnson County Senior Center	\$	1,000
Mountain City Elementary School	\$	500
Rotary Club of Mountain City	\$	300
Total	\$	5,450



Johnson County Senior Center
Johnson County Community Foundation Grantee

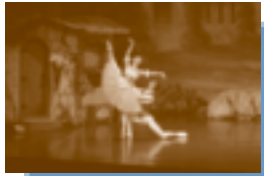
Kingsport Community Foundation

Appalachia Service Project, Inc.	\$	1,000
Arts Council of Greater Kingsport	\$	1,000
Big Brothers Big Sisters of Tennessee Valley	\$	600
Boys and Girls Club of Greater Kingsport, Inc.	\$	1,000
Children's Advocacy Center of Sullivan County	\$	650
Girls Incorporated of Kingsport	\$	1,000
Greater Kingsport Family YMCA	\$	1,500
Junior League of Kingsport	\$	500
Kingsport Ballet	\$	750
Kingsport Chamber Foundation	\$	1,500

Grants of the Foundation

Competitive
Grants Continued

ORGANIZATION	GRANT AMT.
Kingsport Community Foundation <i>continued</i>	
Kingsport Theatre Guild	\$ 750
Small Miracles Therapeutic Horseback Riding Center	\$ 2,000
Symphony of the Mountains	\$ 750
Total	\$ 13,000
TOTAL AFFILIATE FUND GRANTS	\$ 119,584



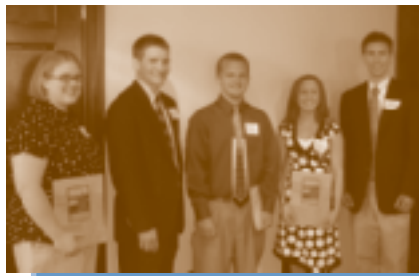
Kingsport Ballet
Kingsport Community Foundation Grantee

Year-end Human Service Grantmaking

In response to the severe economic downturn and resultant hardships faced by citizens in the region, East Tennessee Foundation made unprecedented year-end grants for human service needs from the following funds:

Economic Development Fund for East Tennessee	
Fund for Etowah and McMinn County	
Ira O. Johnson Memorial Fund	
Leadership Education Fund	
Literacy Endowment for East Tennessee	
Natalie Leach Haslam Fund	
Opportunity Endowment Fund	
Respiratory Disease Fund	
Anna G. Schmidt and Barbara M. Landauer Endowment Fund	
Appalachia Habitat for Humanity	\$ 5,000
Children's Center of the Cumberlands	\$ 4,000
Community Health of East Tennessee (formerly REACHS)	\$ 6,000
Community House Cooperative	\$ 3,000
East Tennessee Children's Hospital	\$ 30,000
First Tennessee Human Resource Agency	\$ 5,000
Friends of Literacy, Inc.	\$ 2,000
InterFaith Health Clinic	\$ 6,000
Knox County Association for Retarded Citizens	\$ 3,000
Knoxville-Knox County Community Action Committee	\$ 2,000
Ladies of Charity	\$ 4,000
Land Trust for Tennessee, Inc.	\$ 5,000
Monroe County Senior Citizens and Friends	\$ 4,000
Project GRAD Knoxville, Inc.	\$ 2,500
Rural Resources	\$ 3,000
Second Harvest Food Bank of East Tennessee	\$ 4,000
Second Harvest Food Bank of Northeast Tennessee	\$ 5,000
Tennessee Overhill Heritage Tourism Association	\$ 3,500
Women's Wellness and Maternity Center	\$ 3,000
TOTAL HUMAN SERVICE GRANTS	\$ 100,000

Grants From Scholarship and Award Funds



2008 Cobb Scholars

ORGANIZATION	GRANT AMT.
Austin Peay State University	\$ 7,500
Belmont University	\$ 10,000
Ms. Cheryl Bible (Teacher Award)	\$ 500
Carson-Newman College	\$ 2,000
Cleveland State Community College	\$ 2,000
East Tennessee State University	\$ 40,600
Freed-Hardeman University	\$ 10,000
Iowa Central Community College	\$ 3,000
King College	\$ 15,000
Lee University	\$ 5,500
Lincoln Memorial University	\$ 8,500
Maryville College	\$ 10,600
Middle Tennessee State University Foundation	\$ 11,250
Milligan College	\$ 1,000
Nashville School of Law	\$ 2,000
Northeast State Technical Community College	\$ 1,000
Pellissippi State Technical Community College	\$ 3,191
Roane State Community College	\$ 15,711
Sewanee - University of the South	\$ 10,000
Tennessee Technological University	\$ 4,400
Tennessee Wesleyan College	\$ 1,400
Tusculum College	\$ 2,750
University of Georgia	\$ 1,500
University of Memphis, School of Law	\$ 1,000
University of Tennessee	\$ 96,600
University of Tennessee-Martin	\$ 1,000
Vanderbilt University	\$ 19,500
Virginia Highlands Community College	\$ 1,000
Walters State Community College/Foundation	\$ 4,750
Yale University	\$ 7,500
TOTAL GRANTS FROM SCHOLARSHIPS AND AWARDS	\$ 300,752



Women's Wellness and Maternity Center

ETF Year-end Human Service Grant

TOTAL COMPETITIVE GRANTS - \$2,047,798

NON-COMPETITIVE GRANTS

ORGANIZATION	GRANT AMT.
Grants From Designated/ Organization Funds	
Agape, Inc.	\$ 16,008
Arrowmont School of Arts and Crafts	\$ 3,750
Association for the Preservation of Tennessee Antiquities for the benefit of Ramsey House	\$ 2,865
Bachman Academy	\$ 3,722
Baptist Collegiate Ministry	\$ 18,500
Christian Academy of Knoxville	\$ 2,029
Community School of the Arts	\$ 2,037
Dobyns-Bennett High School	\$ 5,697
East Tennessee Community Design Center	\$ 16,758
East Tennessee Economic Development Agency	\$ 80,000
East Tennessee Historical Society	\$ 5,829
East Tennessee Technology Access Center	\$ 2,265
Emerald Youth Foundation	\$ 5,101
Episcopal Church of the Ascension	\$ 287
Florence Crittenton Agency	\$ 501
Foothills Land Conservancy, Inc.	\$ 1,033
Gloria Dei Lutheran Church	\$ 1,640
Greeneville Arts Council, Inc.	\$ 1,717
Halls High School	\$ 607
Historic Rugby, Inc.	\$ 12,007
Hiwassee College	\$ 2,155
Humane Society of the Tennessee Valley	\$ 2,510
Ijams Nature Center	\$ 316
InterFaith Health Clinic	\$ 4,921
James White's Fort Association	\$ 438
Johnson City Public Library	\$ 202,217
Joni and Friends Knoxville	\$ 6,269
Junior Achievement - Tri-Cities TN/VA	\$ 42,000
Knox Area Rescue Ministries	\$ 4,267
Knoxville Chapter of the American Marketing Association	\$ 2,500
Knoxville Habitat for Humanity	\$ 4,787
Knoxville Museum of Art	\$ 13,236
Knoxville-Knox County Community Action Committee	\$ 651
Leadership Knoxville, Inc.	\$ 5,000
Maryville City Schools Foundation, Inc.	\$ 50,544
Maryville College	\$ 29,135
Messiah Lutheran Church	\$ 5,057
New Prospect Presbyterian Church	\$ 546
Plantation Community Foundation, Inc.	\$ 506
Recording for the Blind and Dyslexic	\$ 2,267
Ronald McDonald House Charities of Knoxville	\$ 115,000
Rose Center and Council for the Arts	\$ 8,786
South Doyle High School Foundation	\$ 2,169
Sweetwater Hospital Association	\$ 5,877
United Way of Greater Knoxville	\$ 5,065
Venice Presbyterian Church	\$ 2,026
Volunteers of America of Tennessee	\$ 4,523
Webb School of Knoxville	\$ 2,865
Weekend Academy, Inc.	\$ 184,479
Wellness Community, Knoxville, Inc.	\$ 20,000
Westminster Presbyterian Church	\$ 2,533
Greater Kingsport Family YMCA	\$ 370,000
Total	\$1,284,998



United Way
ETF Fundholder

Grants of the Foundation *Continued*

NON-COMPETITIVE GRANTS *continued*

ORGANIZATION GRANT AMT.

Grants From Opportunity (Unrestricted) Funds

Association for the Preservation of Tennessee Antiquities for the benefit of Ramsey House	\$	1,000
Center for Rural Strategies	\$	5,000
Community School of the Arts	\$	200
Discover Life in America	\$	500
Johnson County High School	\$	100
Knoxville-Knox County Community Action Committee	\$	1,100
Scott High School	\$	100
Seven Islands Cemetery and Church Association	\$	200
Tennessee Valley Unitarian Universalist Church	\$	100
University of Tennessee	\$	200
Total	\$	8,500

Grants From Special Project Funds

Boys and Girls Clubs of the Tennessee Valley	\$	3,600
YWCA of Knoxville	\$	15,075
Total	\$	18,675

ORGANIZATIONS THAT RECEIVED GRANTS FROM DONOR ADVISED FUNDS

4 Market Square
 Alzheimer's Association, Eastern TN Chapter
 American Cancer Society-Knoxville
 American Heart Association
 American Red Cross
 American Rivers, Inc.
 Appalachian Regional Healthcare Foundation
 Arthritis Foundation, East Tennessee Branch
 Big Brothers Big Sisters of East Tennessee
 Bijou Theatre Center
 Birmingham-Southern College
 Black Mountain Center for the Arts
 Blount County Chamber Foundation
 Blount County Habitat for Humanity
 Blount Mansion Association
 Blount Memorial Foundation for Medical Care, Inc.
 Boy Scouts of America/Great Smoky Mtn. Council #557
 Boys and Girls Club of Greeneville
 Boys and Girls Club of the Smoky Mountains
 Boys and Girls Clubs of the Tennessee Valley
 Buffalo Ridge Baptist Church
 Cable Center
 California Missions Foundation
 Campus Crusade for Christ, Orlando
 CARE - Southeast Region
 Carson-Newman College
 Casa de Sara
 CASA of East Tennessee, Inc.
 Catholic Charities of East Tennessee
 Cedar Springs Presbyterian Church
 Central Baptist Church of Bearden
 Cerebral Palsy Center for Handicapped Adults, Inc.
 Child Advocacy Center of the Third Judicial District
 Child and Family Tennessee
 Children's Center of the Cumberlands
 Christian Academy of Knoxville

Christian Leadership Concepts (CLC)
 Church of the Savior - United Church of Christ
 Church Street United Methodist Church
 Coalition for Kids, Inc.
 Community Foundation of Greater Chattanooga, Inc.
 Community Health of East Tennessee (formerly REACHS)
 Community School of the Arts
 Community Shares
 Conservation Fund
 Cornerstone Schools Association
 Council of American Ambassadors
 The Cross (Greek Christian Ministries)
 Cumberland Communities Communications Corp.
 Cure Finders
 Delta Kappa Gamma, Xi State Vision Foundation
 Dogwood Arts Festival
 East Tennessee Children's Hospital
 East Tennessee Community Design Center
 East Tennessee Historical Society
 East Tennessee Public Communications Corporation
 East Tennessee State University Foundation
 Emerald Youth Foundation
 Episcopal School of Knoxville
 Farragut Christian Church
 First Baptist Church, Concord
 First Baptist Church of Knoxville
 First Baptist Church of Sevierville
 First Christian Church, Cumming, GA
 First Cumberland Presbyterian Church, Knoxville
 First Presbyterian Church - Knoxville
 Florence Crittenton Agency
 Focus on the Family
 Foothills Land Conservancy, Inc.
 Fort Loudon Lake Association
 Fort Sanders Foundation
 Friends of Great Smoky Mountains National Park
 Friends of Literacy, Inc.
 Friends of the UT Gardens
 Geneva School of Boerne
 Girl Scouts of Tanasi Council, Inc.
 Great Smoky Mountains Institute, Inc.
 Greeneville Arts Council, Inc.
 Greeneville Cumberland Presbyterian Church
 Heifer Project International
 Helen Ross McNabb Center, Inc.
 Helen Ross McNabb Foundation
 Hill Country Daily Bread Ministries
 Historic Tennessee Theatre Foundation
 Hiwassee College
 Holy Ghost Catholic Church
 Hope Center
 Hope Community Church of Knoxville, Inc.
 Hope Resource Center
 Hospitality Pantries, Inc.
 Hotchkiss School
 Ijams Nature Center
 InterFaith Health Clinic
 International Republican Institute
 Intervarsity Christian Fellowship/USA
 Intrepid Fallen Heroes Fund
 The JESUS Film Project
 John C. Campbell Folk School
 Jonesville Methodist Church
 Joni and Friends Knoxville
 Joy of Music Youth Music School
 Jubilee Community Arts
 Junior League of Knoxville, Inc.
 Juvenile Diabetes Research Foundation/East Tennessee Chapter
 Keep Knoxville Beautiful
 Knox Area Rescue Ministries
 Knox Heritage, Inc.
 Knox Youth Sports, Inc.
 Knoxville Botanical Gardens & Arboretum
 Knoxville Habitat for Humanity
 Knoxville Leadership Foundation
 Knoxville Museum of Art

Knoxville News-Sentinel Charities, Inc.
 Knoxville Opera Company
 Knoxville Symphony Society, Inc.
 Knoxville Zoological Society
 Knoxville-Knox County Community Action Committee
 Knoxville-Knox County Office on Aging Leadership Sevier, Inc.
 Love Kitchen, Inc.
 Maryville College
 Mayo Clinic
 McCallie School
 Methodist Medical Center Foundation
 Michigan State University
 Mountain Hope Good Shepherd Clinic, Inc.
 Murray State University Foundation
 Museum of Appalachia
 National Kidney Foundation Serving East Tennessee
 National Trust for Historic Preservation
 Nativity Pageant of Knoxville
 Nature Conservancy, North Carolina Chapter
 Nature Conservancy, Tennessee Chapter
 New Hope Academy
 Niswonger Performing Arts Center
 Ol Malo Foundation
 Old Gray Cemetery Educational, Historic, and Memorial Association
 Oneida Special School District
 Orbit Village Project
 Our Lady of Mercy Community Outreach Services, Inc.
 Pace Academy, Inc.
 Paulist Fathers
 Pellissippi State Foundation
 Philadelphians, Inc.
 Plateau Home School Learning Center
 Presbytery of East Tennessee
 Project GRAD Knoxville, Inc.
 Remote Area Medical Foundation
 Royal Oak Foundation
 Safe Harbor Child Advocacy Center, Inc.
 Safe Space
 Salem Baptist Church
 Salvation Army
 Scott High School
 Sea Island Habitat for Humanity
 Second Harvest Food Bank of East Tennessee
 Second Presbyterian Church
 Senior Citizens Home Assistance Service, Inc.
 Sequoyah Elementary Foundation
 Sequoyah Hills Presbyterian Church
 Sevier County Children's Shelter
 Sevier County Food Ministries
 Sevier County High School Alumni Association
 Sevier County Volunteer Emergency Rescue Squad
 Sevier County Volunteer Fire Department, Inc.
 Sigma Alpha Epsilon Foundation
 South Knoxville Arts and Heritage Center, Inc.
 Southern Appalachian Highlands Conservancy
 Southern Environmental Law Center
 St. James Episcopal Church
 St. John's Cathedral
 St. Mary's Foundation
 St. Thomas the Apostle Parish
 St. Thomas Episcopal Church
 Susan G. Komen Breast Cancer Foundation (Knoxville Affiliate)
 TennCorp Community Services, Inc.
 Tennessee Clean Water Network
 Tennessee Scenic Rivers Association
 Tennessee Stage Company
 Theatre Knoxville Downtown
 Thompson Cancer Survival Center Foundation
 Thursday Connection

Grants of the Foundation

Non-Competitive Grants Continued

ORGANIZATIONS THAT RECEIVED GRANTS FROM DONOR ADVISED FUNDS *continued*

Timber Ridge Presbyterian Church
Trinity Children, Inc.
Trinity Classical School, Inc.
Tulane University
Tusculum College
Union Theological Seminary
United States Pony Club
United Way of Blount County
United Way of Greater Knoxville
United Way of Greene County, Inc.
United Way of Sevier County
University Health System, Inc.
University of Michigan UCLL
University of Notre Dame
University of Tennessee
University of Texas Foundation, Inc.
Vision 21 of Cocke County, Inc.
Volunteer Ministry Center
Walters State Community College Foundation
Wears Valley Ranch
Webb School of Knoxville
Wellness Community, Knoxville, Inc.
Wesley House Community Center
West End Academy
Western Carolina University Foundation
Westminster School, Inc.
Winrock International
World Vision, Inc.
Worldwide Discipleship Association, Inc.
YMCA of East Tennessee
Young Life of Greater Knoxville
Young Life of Murfreesboro
Young Life of Williamson County
Young-Williams Animal Center
YWCA of Knoxville

Total Grants from Donor Advised Funds - \$3,349,424

**TOTAL -
NON-COMPETITIVE
GRANTS - \$4,661,597**

**Total Grants from Funds of the Foundation
(excluding Supporting Organizations)
\$6,709,395**

GRANTS FROM SUPPORTING ORGANIZATIONS

Blalock Family Foundation	\$	2,600
Chapman Family Foundation	\$	45,000
Clayton Foundation	\$	300,000
Cornerstone Foundation of Knoxville	\$	4,028,827
Education Consumers Foundation	\$	36,000
Knoxville Jewish Community Family of Funds	\$	112,781
Legacy Parks Foundation	\$	142,535
Public School Forum of East Tennessee	\$	2,500
Total	\$	4,670,243

**TOTAL GRANTS IN 2008
FROM EAST TENNESSEE
FOUNDATION & ITS SUPPORTING
ORGANIZATIONS
\$11,379,638**

The amount of total grants listed in this section of the Annual Record does not agree with "Grants and contributions" in "Program Services" expenses on the audited Statement of Activities (page 18) due to year-end audit adjustments made in order to comply with financial accounting standards that apply to financial statement presentation for not-for-profit organizations.

NEW SCHOLARSHIP RECIPIENTS FOR 2008

B & W Y-12 Scholarship Fund
Courtney Turman, *Pellissippi State Technical Community College*

Coach Jack Blair Scholarship Fund
Devan McIntyre, *Tusculum College*

Ruby A. Brown Memorial Scholarship Fund
Leticia Musick, *Walters State Community College (WSCC)*

Vera and Lawrence Carson Scholarship Fund
Jilliane Sexton, *University of Tennessee, Knoxville (UTK)*

Karolyn King Carter Scholarship Fund
Heather Spontak, *East Tennessee State University (ETSU)*

Gordon W. and Agnes P. Cobb Scholarship Fund
Joanna Buxkemper, *UTK*
Matthew Campbell, *Vanderbilt University*
Joshua Ridge Carter, *Maryville College*
Katie Johnson, *UTK*
Harvey Pendall Meyers, III, *Vanderbilt University*

Steven L. Coffey Memorial Scholarship Fund
Jonathan Enix, *Roane State Community College (RSCC)*

Elizabeth Hess, *RSCC*
David Laxton, *RSCC*
Ryan Ratliff, *RSCC*
Jamie Szczygiel, *RSCC*
Lauren Wilson, *RSCC*

Craighead Limestone Scholarship Fund
Michael Hicks, *Lee University*

R. G. Crossno Memorial Scholarship Fund
Lindsay Harber, *RSCC*

Michael D. Curtin Renaissance Student Memorial Scholarship Fund
David Laxton, *RSCC*

Fund for Greene County Scholarship Fund
Adrian Sauceman, *WSCC*

Michael David Greene Memorial Scholarship Fund
Dana Schroeder, *University of Georgia*

Johnson County Education Growth Scholarship Fund
Kechia Eller, *Milligan College*
Amanda Hightower, *ETSU*

Johnson County Scholarship Fund
Nancy Blevins, *King College*
Amanda Charsha, *Lincoln Memorial University*
Amanda Hightower, *ETSU*
Rachel Witt, *Vanderbilt University*

Dr. Richard Forrest and Ella Dudley Kelsey Memorial Scholarship Fund
Bethany Burkeen, *University of Tennessee at Martin*

Dorsey and Betty King Scholarship Fund
Amber Sutton, *Lincoln Memorial University*

Knox Central High Class of '50 Alumni Association Scholarship Fund
Martha Goddard, *UTK*
Jessica Jo Hill, *UTK*
Nancy Beth White, *UTK*
Cheryl Bible, *Winner of H.G. Loy Teacher Award*

Knoxville Business Association Scholarship Fund
Leanna Fraker, *RSCC*
Ashley McCloud, *UTK*
Rose Petzold, *Carson-Newman College*
Nathan Garnett, *UTK*

Brandy Maples Memorial Scholarship Fund
Rachel Branson, *UTK*

Miller/Vicars Scholarship Fund
Kathryn Barber, *Carson-Newman College*

Nucleus Knoxville Scholarship Fund
Samantha Stout, *UTK*
Benjamin Shires, *UTK*

John D. Grubb and Louise G. Sumner Fund for Monroe County
Robert Leslie, *Cleveland State Community College*
Tracy Bugenhagen, *Tusculum College*

Reuben Louise Cates Mount & Junior Service League of Blount County Memorial Scholarship Fund
Callie Crye, *Tennessee Tech University*

Teen Town "Pride of the Hill" Scholarship Fund
Jennifer Darden, *UTK*
Haijing Wu, *Vanderbilt University*

Tennessee Judicial Conference Fund
Chad Cox, *Nashville School of Law, Judge Joseph S. Daniel Award*

Anne B. Davis, *University of Memphis School Of Law, Judge William H. Williams Award*

Stephanie Frey, *Nashville School of Law, Suzanne G. Keith Award*

Tyler Hagenbuch, *Vanderbilt University Law School, Justice Frank F. Drowota, III Award*

Hannah Tippett, *UTK College of Law, Judge Houston M. Goddard Award*

Aaron Chapman, *UTK College of Law, Robert W. Ritchie Award*

2008 GOVERNANCE

Tax Status

The Internal Revenue Service classifies East Tennessee Foundation as exempt from taxation under Section 501(c)(3) of the Internal Revenue Code, as a “publicly supported organization” under Section 170(b)(1)(A)(vi), and not as a private foundation under Section 509(a).

Investment Policies & Procedures

The Foundation’s Investment Committee implements the investment policies authorized by the Board by selecting the investment manager(s) for the commingled fund and all others, as required, setting the asset allocation, and monitoring and evaluating the performance of all funds. The Investment Committee’s members, who are selected for their fiscal and monetary expertise, report quarterly to the Executive Committee and the Board of Directors. The Foundation’s financial statements are audited annually, and the audit report and IRS Form 990 are available to the public.

Fund Distribution

The funds available for distribution are determined on an annual basis and are based on a spending rate for endowment funds set by the Board and other criteria as may be recommended by the donor or the provisions of the gift. All recommendations for allocations and distributions are prepared by staff - in concert with grants panels, donor advisors or committee chairs - for presentation to the Executive Committee and Board of Directors.

East Tennessee Foundation 2008 Board of Directors

Larry B. Martin - *Chair*
Peyton T. Hairston, Jr. - *Vice Chair*
Jenny L. Hines - *Treasurer*
Michael T. McClamroch - *President (ex officio)*
Carolyn Schwenn - *Secretary (ex officio)*
Mark K. Williams - *Immediate Past Chair (ex officio)*

Frank M. Addicks
Marie F. Alcorn
E. Riley Anderson
Williams E. Arant, Jr.
Stephen C. Arnett
Joseph K. Ayres
Howard Z. Blum
Betsey R. Bush
Janice K. Clayton
Edwena L. Crowe
Richard A. Davies
Joseph M. Dawson
Wm Gregory Hall, Jr.
Mark A. Jackson
Maribel W. Koella
Sherri P. Lee
Cheryl Massingale
Anne M. McKinney
Alice A. Mercer
Cynthia M. Moxley
Marian E. Oates
Charles M. Peccolo, Jr.
J. Kenneth Porter
Richard H. Roberts
Pace Robinson
B. Fielding Rolston
Frank H. Rothermel
Oliver S. Thomas
Lew E. Weems
Bill G. Williams
Paul G. Willson
Fred D. Womack

HONORARY LIFETIME MEMBERS

Bobbie Y. Congleton
Sam F. Fowler, Jr.
Natalie L. Haslam
A. David Martin
David V. White
Stuart R. Worden



2008 ETF Board Meeting

ETF Board of Directors’ Committees

Executive Committee
Larry B. Martin - *Chair*
Peyton T. Hairston, Jr. - *Vice Chair*
Frank M. Addicks
Marie F. Alcorn
Howard Z. Blum
Jenny L. Hines
Cheryl Massingale
Charles M. Peccolo, Jr.
B. Fielding Rolston

Advancement Committee
Peyton T. Hairston, Jr. - *Chair*
Howard Z. Blum
Janice K. Clayton
Wm. Gregory Hall, Jr.
Natalie L. Haslam
Sherri P. Lee
Larry B. Martin
Bill G. Williams

Audit Committee
Frank M. Addicks - *Chair*
Stephen C. Arnett
Alice A. Mercer
Pace Robinson
Lew E. Weems

Board Development Committee
Cheryl Massingale - *Chair*
Williams E. Arant, Jr.
Howard Z. Blum
Betsey R. Bush
Richard A. Davies
Jenny L. Hines
A. David Martin
Larry B. Martin
J. Kenneth Porter

Communications Advisors
Bill G. Williams - *Chair*
Cynthia M. Moxley
J. Kenneth Porter

Investment Committee
Charles M. Peccolo, Jr. - *Chair*
Joseph K. Ayres
Michael C. Crabtree
A. David Martin

Management and Budget
Committee
Jenny L. Hines - *Chair*
Joseph M. Dawson
Richard H. Roberts
B. Fielding Rolston
Lew E. Weems
Paul G. Willson

Strategic Planning Committee
Larry B. Martin - *Chair*
Williams E. Arant, Jr.
Anne M. McKinney
Alice A. Mercer
Cynthia M. Moxley
Paul G. Willson



2008 Annual Meeting Attendees

L to R: John Waters, Kay Clayton, Dick Davies, Howard Blum, and Beth Waters



Rural Resources Site Visit

L to R: Julie Goodfellow, ETF Staff, Sally Causey, R.R Executive Director, & Fred Womack, ETF Board Member



Youth Endowment Panel

Left to Right: Front row - Jamie Kridler, Catherine Brunson, Patricia Robledo, Marian Oates, Anne Woodle, Edwena Crowe Back row - William Pratt, Jan Elston, Steve Arnett, Howard Blum, Kenneth Porter, Bill Williams, and Terry Holley



Conozca a Sus Vecinos

Meet Your Neighbors - Latino Convening

ADVISORY BOARDS & GRANTS PANELS



ETF Past Chairs Advisory Group

Left to right: Mark Williams, Joan Allen, David White, Bobbie Congleton, Natalie Haslam, David Martin, Larry Mauldin, Ann Hansen, James Begalla, Lloyd Montgomery

ETF PAST CHAIRS ADVISORY GROUP

In order of service:

- David White
- Natalie Haslam
- John Cooper
- Bobbie Congleton
- Gregg Jones
- Larry Mauldin
- David Martin
- Joan Allen
- Lloyd Montgomery
- James Begalla
- Ann Hansen
- Daniel Pressley
- Mark Williams

ETF AFFILIATE FUND ADVISORY GROUPS AND PANELS

Fund for Campbell County 2008 Board of Advisors

- Peggy Mathews - *Chair*
- Terry Holley - *(ex officio)*
- Regina Blankenship
- Debbie Cole
- Logan Hickman
- Tracy Powers
- Aline Ridenour
- Tommy Stiner
- Bess Stout
- Carol Vinsant
- Nelsie Wooden

Elizabethton/Carter County Community Foundation

2008 Board of Advisors

- Helen Wilson - *Chair*
- Terry Holley - *(ex officio)*
- Thom Burleson
- Evelyn Ellis Elder
- Pat Green
- Pam Huber
- Sam LaPorte

- Peggy Merryman
- Norma Tetrick
- Charles Voncannon
- Donna Whittamore
- Jim Wilson

Fund for Greene County

2008 Board of Advisors

- Kidwell King, Jr. - *Chair*
- Terry Holley - *(ex officio)*
- Carla Bewley
- Benjamin Brooks
- Susan Holzschuh
- Gregg Jones
- Oliver Thomas

John D. Grubb and Louise G. Sumner Fund for Monroe County

2008 Grants Advisory Panel

- Barbara Arwood
- Jean Black
- Patsy Carson
- Laura Hodge
- Terry Holley

Harris Fund for Washington County

2008 Board of Advisors

- Carol Transou - *Chair*
- Terry Holley - *(ex officio)*
- Phillip Carriger
- Carol Ferguson
- Allan Spritzer

Johnson County Community Foundation

2008 Board of Advisors

- Minnie Miller - *Chair*
- Terry Holley - *(ex officio)*
- Betty Brown
- Cloyce Eller
- Joe Herman
- Debbie Humphrey
- Sam Icenhour
- Ollie Phipps
- Jean Ann Savery
- Barbara Seals
- Melanie Shepherd
- Donald Tarr
- Peter Wachs

Kingsport Community Foundation

2008 Board of Advisors

- Fielding Rolston - *Chair*
- Jeff Byrd - *Vice Chair*
- Teresa Estepp - *Secretary*
- Terry Holley - *(ex officio)*
- Julie Bennett
- Wallace Boyd, Jr.
- John Cahill
- Shelbourne Ferguson
- Tony Hewitt
- Patrick Kane
- Cee Gee McCord
- Olan Jones
- Paul Montgomery

Kingsport Community Foundation

2008 Board of Advisors *continued*

Michael Stice
Frederick Wallin
Al Wargo

AFFORDABLE HOUSING TRUST FUND

2008 Advisory Board

Craig Griffith - *Chair*
Jan Evridge - *Vice Chair*
Marie Alcorn
Mark Brown
Terrence Carter
Frank Rothermel
Ray Snyder
Thomas Talley
Becky Wade
Erik Wilson
Annette Winston

ARTS FUND FOR EAST TENNESSEE

2008 Grants Advisory Panel

Jenny Hines - *Chair*
Barbara Arwood
Midori Barstow
Linda Caldwell
Sally Causey
Donna Dixon
Bill Kornrich
Arnold Schwarzbart
Donald Thomas
Fred Womack

MOUNT REST FUND

2008 Grants Advisory Panel

Howard Blum - *Chair*
James Begalla
Catherine Brunson
Kay Clayton
Richard Davies
Peyton Hairston
Alice Mercer
Jen Schroeder
Anne Woodle

YOUTH ENDOWMENT GRANTS PROGRAM

2008 Grants Advisory Panel

Howard Blum - *Chair*
Steve Arnett
Catherine Brunson
Edwena Crowe
Jamie Kridler
Marian Oates
Ken Porter
William Pratt
Patricia Robledo
Bill Williams
Anne Woodle

EAST TENNESSEE FOUNDATION STAFF



Left to right - Back row:
Amanda Gillooly, Julie Goodfellow, Jan Elston, Beth Heller, Jeanette Kelleher, Leanna Brackett, Precy Sturgeon
Front row:
Jackie Lane, Bob Calloway, Carolyn Schwenn, Terry Holley, Mike McClamroch

Leanna Brackett, *Financial and Administrative Officer*.....lbrackett@etf.org
Bob Calloway, *Vice President for Advancement*.....bcalloway@etf.org
Jan Elston, *Senior Program Officer*jelston@etf.org
Dan Foltz-Gray, *Coordinator, Coffey Memorial Scholarship Fund*
Amanda Gillooly, *Advancement Associate*.....agillooly@etf.org
Julie Goodfellow, *Receptionist & Assistant to the President*.....jgoodfellow@etf.org
Beth Heller, *Scholarship & Program Associate*.....bheller@etf.org
Terry Holley, *Senior Vice President for Programs & Regional Development*....tholley@etf.org
Jeanette Kelleher, *Housing & Financial Officer*.....jkelleher@etf.org
Jackie Lane, *Vice President for Communications*.....jlane@etf.org
Michael McClamroch, *President & CEO*.....mmclamroch@etf.org
Carolyn Schwenn, *Senior Vice President for Finance & Administration*...cschwenn@etf.org
Precy Sturgeon, *Financial Administrator*.....psturgeson@etf.org

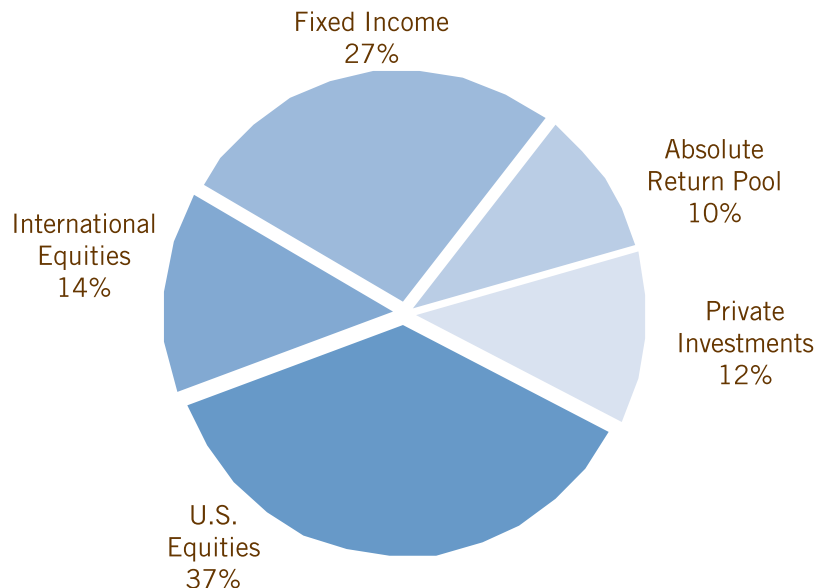
INVESTMENT PERFORMANCE

Investment performance returns of the Foundation's long-term commingled investment fund:

2008	3 YR	5 YR	10 YR	15 YR	Since Incept. in 1987
-22.05%	-0.65%	3.40%	4.21%	7.25%	7.60%

ASSET ALLOCATION

Asset Allocation as of 12/31/08



SUPPORTING ORGANIZATIONS

Supporting organizations/foundations, like funds of the Foundation, offer donors the advantages of a private foundation without all the administrative and reporting burdens, excise taxes, and payout requirements a private foundation imposes. Supporting organizations can be established with a minimum gift of \$2 million. They are separate 501(c)(3) nonprofits with their own charters, bylaws, and boards. East Tennessee Foundation appoints a majority of the board and offers the supporting organization its grantmaking, record-keeping, and investment expertise should the supporting organization's board choose. Auditing and tax filing requirements are handled by East Tennessee Foundation. Donors may serve on the supporting organization board as long as they or family members do not control the organization. This separate board makes grants and takes other action independently of the East Tennessee Foundation Board of Directors.

Blalock Family Foundation Board of Directors

Sidney Blalock - *Chair*
Douglas Blalock
James Blalock
R. W. Brooks
Charles Kidd
George Pelfrey
Wes Stowers

Chapman Family Foundation Board of Managers

Jefferson Chapman - *Chair*
Catherine Chapman Biggs
Jennie Chapman Linthorst
Dan Holbrook
James Martin
Sharon Miller Pryse
Elisabeth Rukeyser

Clayton Foundation Board of Directors

James Clayton - *President*
Kay Clayton - *Vice President*
John Brock
Kevin Clayton
Hallerin Hill
Raja Jubran
Larry Martin

Cornerstone Foundation Board of Directors

Dell Lawler - *Chair*
Rodney Lawler - *Secretary*
Renda Burkhart
William Haslam
David Martin

East Tennessee Supporting Foundation Board of Directors

Lloyd Montgomery - *Chair*
Daniel Pressley - *Treasurer*
Michael McClamroch - *President, (ex officio)*
Carolyn Schwenn - *Secretary, (ex officio)*
Maribel Koella
Rodney Lawler
David Martin
Marian Oates
Kenneth Porter

Education Consumers Foundation Board of Directors

John Stone - *President*
Henrietta Grant
Mark Herring
Ann Mactier
Marilyn Reed
Robert Spangler

ETF supporting organizations are investing in children, promoting community-oriented leadership, building partnerships, preserving and maintaining parks and green space, providing information about education to the public, supporting positive change and promoting excellence in public education.

Knoxville Jewish Community Family of Funds Board of Directors

Pace Robinson - *President*
Richard Jacobstein - *Vice President*
Bernard Rosenblatt - *Secretary/Treasurer*
Jeffrey Becker
Bernard Bernstein
Arnold Cohen
Robert Goodfriend
Scott Hahn
Herbert Jacobs
Harold Markman
Alexandra Rosen
Mary Linda Schwarzbart
Melvin Sturm

Legacy Parks Foundation Board of Directors

Tommy Schumpert - *Chair*
Marilyn Roddy - *Vice Chair*
Sandy Gillespie - *Secretary*
Mike Fleming - *Treasurer*
Joseph Ayres
Missy Kane Bemiller
Jerilyn Bliss
Jonathan Brooks
Margaret Butler
Betsy Child
Peter Claussen
Mark Field
Scott Frith
Steve Fritts
Ivan Harmon
Brad Hill
Marv House
Timothy Irwin
David Long
Sharon Miller Pryse
Tommy Schmid
William Skelton
Bob Wilt
Jamie Woodson
Tim Zitzman
Ex Officio
Doug Bataille
Bob Calloway
Diondre Jackson
Paul James
Sam Newgent
Joe Walsh

Public School Forum of East Tennessee Board of Directors

Gordon Fee - *Co-Chair*
Oliver Thomas - *Co-Chair*
Pearl Coffey - *Secretary*
Lynn Cagle
Hardy DeYoung
David Dotson
Mike Edwards
James Haslam, II
William Locke
Paul Montgomery
Richard Ray
Billy Stair
Laurens Tullock

Shults Family Foundation Board of Trustees

Roy Campbell, Jr.
Mary Ann Clark
Ellen Koutsky
Charlotte Leibrock
James Overholt
Glen Shults, Jr.
William Shults

East Tennessee Foundation Consolidated Statement of Financial Position

December 31, 2008

Assets:	Unrestricted	Temporarily Restricted	Total
Cash and cash equivalents	\$ 2,008,146	\$ 481	\$ 2,008,627
Accounts receivable	9,550	-	9,550
Interest and dividends receivable	81,863	-	81,863
Prepaid expenses	9,816	-	9,816
Unconditional promises to give	1,967,396	5,793,537	7,760,933
Short-term investments	7,261,810	-	7,261,810
Loans/notes receivable	449,278	-	449,278
Long-term investments	90,397,634	5,967,741	96,365,375
Other assets	36,949	-	36,949
Property and equipment	<u>10,668,360</u>	<u>-</u>	<u>10,668,360</u>
		-	
Total assets	<u>\$ 112,890,802</u>	<u>\$ 11,761,759</u>	<u>\$ 124,652,561</u>

Liabilities and net assets:

Liabilities -

Accounts payable	\$ 318,077	\$ -	\$ 318,077
Compensated absences payable	46,118	-	46,118
Grants payable	3,809,988	-	3,809,988
Notes payable	7,025,909	-	7,025,909
Annuity/unitrust liability	-	3,750,811	3,750,811
Liability for amounts held for others	<u>18,807,411</u>	<u>229,755</u>	<u>19,037,166</u>
Total liabilities	<u>30,007,503</u>	<u>3,980,566</u>	<u>33,988,069</u>

Net assets -

Unrestricted	82,883,299	-	82,883,299
Temporarily restricted	<u>-</u>	<u>7,781,193</u>	<u>7,781,193</u>
Total net assets	<u>82,883,299</u>	<u>7,781,193</u>	<u>90,664,492</u>
Total liabilities and net assets	<u>\$ 112,890,802</u>	<u>\$ 11,761,759</u>	<u>\$ 124,652,561</u>

East Tennessee Foundation

Consolidated Statement of Activities

Year Ended
December 31, 2008

Revenues, gains (losses) and other support:	Unrestricted	Temporarily Restricted	Total
Contributions and grants	\$ 9,418,067	\$ 2,117,454	\$ 11,535,521
Investment income	2,398,655	-	2,398,655
Net realized and unrealized loss on investments	(24,991,235)	-	(24,991,235)
Change in value of split-interest agreements	-	(1,515,244)	(1,515,244)
Other revenue	409,615	-	409,615
Net assets released from restrictions during the period	<u>311,499</u>	<u>(311,499)</u>	<u>-</u>
Total revenues, gains (losses) and other support	<u>(12,453,399)</u>	<u>290,711</u>	<u>(12,162,688)</u>

Expenses:

Program Services -			
Grants and contributions	9,895,378	-	9,895,378
Other program services	1,717,530	-	1,717,530
Supporting services -			
Management and general	726,135	-	726,135
Fundraising expenses	<u>489,671</u>	<u>-</u>	<u>489,671</u>
Total expenses	<u>12,828,714</u>	<u>-</u>	<u>12,828,714</u>
Change in net assets	<u>(25,282,113)</u>	<u>290,711</u>	<u>(24,991,402)</u>
Net assets at beginning of year, as previously stated	108,105,337	7,490,482	115,595,819
Prior period adjustment	<u>60,075</u>	<u>-</u>	<u>60,075</u>
Net assets at beginning of year, as restated	<u>108,165,412</u>	<u>7,490,482</u>	<u>115,655,894</u>
Net assets at end of year	<u>\$ 82,883,299</u>	<u>\$ 7,781,193</u>	<u>\$ 90,664,492</u>

The financial statements of East Tennessee Foundation are audited by a certified public accountant according to generally accepted accounting principles. The Consolidated Statement of Financial Position and Consolidated Statement of Activities represent a financial summary for 2008 for all component funds of East Tennessee Foundation and its supporting organizations. The footnotes are an integral part of the financial statements, and a complete set of audited financial statements is available upon request.



*Thoughtful giving
for stronger communities,
better lives*

East Tennessee Foundation
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www.easttennesseefoundation.org



Confirmed in Compliance with National Standards for U.S. Community Foundations