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27th Annual Report
American Association of Avian Pathologists Foundation, Inc.
For year ending April 30, 2016
Page 1 of 2

The 2015/2016 financial compilation of the AAAP Foundation, Inc., a 501(c) (3) corporation, by KWS, Certified Public Accountants, Jacksonville, Florida, has been sent to the Audit Committee and is included in the agenda material for all board members.

The Kenneth Eskelund Preceptorship Committee reviewed 13 applicants this year, there were 11 approved and funded at \$1,300 each for a total expense of \$4,159 spent to date (not all students spend up to the \$1,300). I encourage all AAAP members, especially those at universities, to continue to inform potential Eskelund preceptor students of this opportunity. This year to prevent the Foundation from declining and still fund all the students, the AAAP, Inc. donated \$10,000 to cover this shortfall.

The decision by the AAAP Foundation Board in 2004 to invest \$300,000 of the Foundation's assets with Marin Financial Advisors into a conservative portfolio of Charles Schwab has resulted in a gain in market value since inception of \$169,334 (including Southern Company stock from Rick Rimler). The return of our investment has mirrored the overall market with an unrealized gain over this period of \$40,388.

In 2013 the AAAP, Inc. Board at the annual meeting agreed to donate \$245,000 to the AAAP Foundation, Inc., to the general fund to ensure the Foundation can continue to perform one of our primary missions for education of future poultry health professionals. This money was invested at Marin Financial Advisors into a slightly more aggressive fund than the current AAAP Foundation fund. To date this fund has had a gain in market value of \$6,665 since inception on September 30, 2013. Due to the market fluctuations, both Schwab investments stayed at nearly the same amount as the previous year.

For the original investment in 2004, in order to account for any gain/loss by each fund; each named fund was given a percentage of the total amount based upon the percentage they represented at the time of the original \$300,000 investment. The percentages used are Ken Eskelund Preceptorship (23%), Reed Rumsey Student Award (14%), Lasher-Bottorff (21%), Bayer-Snoeyenbos (13%), Richard B. Rimler (7%), L. Dwight Schwartz (9%), and Calnek Applied Poultry Research (13%). The A. S. Rosenwald fund was created after the investment was created and; therefore, has a 0%.

27th Annual Report
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For year ending April 30, 2016
Page 2 of 2

The interest and donations this past year resulted in the following balances for each fund at year end: Ken Eskelund Preceptorship \$101,018; Reed Rumsey Student Award \$59,079; Lasher-Bottorff \$89,698; Bayer-Snoeyenbos New Investigator Award \$57,403; Richard B. Rimler Award \$39,641; L. Dwight Schwartz Scholarship \$68,983; Calnek Applied Poultry Research \$55,852; and the A. S. Rosenwald fund \$8,401. The AAAP Foundation Student Scholarship continued to grow but at a more moderate pace as members made long term pledges with the first 5 year wave of pledges the fund is currently at \$51,966. There were 7 awards for the \$1,000 scholarship in FY2014/2015 and 5 for the \$5,000 Merck award. Most of funds or donation accounts have declined slightly this past fiscal year. This is the result of AAAP, Inc. no longer paying for the awards, so the revenues from the investments of these funds are now covering the expense. The net donation to awards saw a modest increase of \$1,947.

The AAAP Foundation Board, led by Chairman Fred Hoerr, has been very successful in creating new scholarships and growing the Foundation's assets. Four new scholarships have been created: The Past Presidents' Scholarship (\$51,177), The Roland Winterfield Scholarship (\$10,759) and the MAM Jack Tumblin Scholarship (\$24,617) totaling \$86,553. This is an increase of \$17,153 in gifts this past year. The most recent is Merck Animal Health made an exceptional donation for veterinary student scholarship of \$25,000. This money was given to AAAP to disperse to veterinary students because of our mission to assist students. This is a fantastic way to invest in the future leaders of the veterinary profession and we thank Merck for their support.

The Foundation also wants to recognize Cal Anthony for his donation of \$9,920 to the UGA Jack Tumlin MAM Scholarship.

The Foundation made donations to Bangladesh of 3 Histopathology manuals, 3 Practical Guides, 3 Isolation and Identification manuals, 3 Avian Diseases manuals, and 1 Diseases of Poultry. AAAP also participates in the Bio One Developing World Programs where the Journal Avian Diseases is provided in leading developing world initiatives collectively known as Research 4 Life and EIFL and TEEAL. Through this initiative AAAP and Bio One provides Avian Disease free of charge to over 2,500 institutions throughout the developing world.

This Annual Report is respectfully submitted to the AAAP Foundation Board,



Charles L. Hofacre
Executive Vice President, AAAP Foundation