



President's letter

Seek
growth

Dear Friends,

The end of 2022 saw some market volatility, rising interest rates, and national inflation rates at their highest in at least 40 years. Understandably, this triggered uncertainty for many of us. But, as we've experienced in numerous ways over the past few years, change can be a motivating channel for creativity and advancement. And so, we embrace this time to further understand our history, current circumstances and future trajectories – all in the pursuit of helping our members, clients and communities nurture and grow the lives we share.



*"...by speaking
the truth with
love, let's grow
in every way into
Christ."*

– Ephesians 4:15b (CEB)

FINANCIAL STRENGTH AND STABILITY

Despite economic turbulence, Everence remains financially stable and sound, ending 2022 with \$5.8 billion in assets under management. We also experienced notable growth in membership – a testament to the desire of so many to be part of something bigger than themselves, and an opportunity for Everence to help them live out their faith and values as faithful stewards of God's resources. We are so honored to be a trusted partner on your financial stewardship journeys.

PARTNERS IN GENEROSITY

2022 was another near record-setting year for charitable giving, with members donating \$159 million into Everence charitable giving accounts and distributing \$76 million to nonprofits around the corner and around the world. Our MyNeighbor program contributed over \$525,000 to 562 charitable organizations and churches.

And, we distributed nearly \$729,000 in Sharing Fund grants (matched by \$1.1 million from churches) to help thousands of families meet basic needs.

INVESTING IN COMMUNITY

To better serve individuals typically left out of the formal financial system, we're re-envisioning our community economic development activities – such as our Impact Loans program pilot, which is helping individuals and families in Philadelphia build their credit scores, avoid payday lenders, and maintain their homes. We're providing financial assistance grants to pastors from under-represented communities through the Everence Pastoral Financial Wellness Program. And we're resourcing congregations and nonprofits interested and/or involved in local community development initiatives, through the Anabaptist Christian Development Network.

CULTIVATING OUR MUTUALITY AND INTERCONNECTEDNESS

As an organization founded on Anabaptist principles, mutuality and our interconnectedness as children of God are embedded in our DNA – which is why advancing diversity, equity and inclusion has long been priority for Everence. We are committed to understanding the broad range of needs and experiences of those we serve and are fostering diversity of skills, abilities and backgrounds within our workforce, so that we can improve the ways we support a broad range of members and clients. And we're holding ourselves responsible for the impact we're making on the people and communities we serve.

GROWING IN GOD'S LIGHT

Since our founding in 1945, Everence has grown out of a long Anabaptist tradition of church communities putting faith into action by sharing resources with each other. Our members and clients come from all walks of life and numerous Anabaptist and Christian faith backgrounds, responding to God's generosity through the productive use of all we've been given. Whether in times of calm or in times of change, I continue to find inspiration in the many examples of possibility arising when light leads the way. It is an honor to grow together, to make the future brighter.

Kenneth D. Hochstetler
President and CEO



2022 annual report highlights

Certain 2021 amounts have been reclassified to conform to the 2022 presentation.

The financial information presented is unaudited and does not comply with Generally Accepted Accounting Principles. This information is presented on a combined basis for all Everence entities and should not be relied upon in determining the financial strength or condition of any specific Everence entity. Members may request audited financial statements for Everence Foundation, Everence Association, Inc., Everence Federal Credit Union and certain other Everence entities included in this consolidated report.

Financial information

Balance sheets

	December 31	
	2022	2021
Assets		
Cash and short-term investments	\$195,931,297	\$202,232,104
Bonds	1,037,101,173	1,157,524,381
Stocks	4,068,485,855	4,562,460,388
Mortgage loans and notes receivable	352,990,819	290,187,376
Real estate and real estate mutual funds	39,690,616	33,028,098
Property and equipment	22,948,922	21,607,931
Other investments	70,638,419	68,279,271
Other assets	13,574,057	12,463,168
Total assets	\$5,801,361,158	\$6,347,782,717
Liabilities and unassigned funds		
Reserves for life, annuity, and health certificates	\$272,232,784	\$278,704,532
Claim liabilities	4,443,205	4,598,499
Invested funds managed for others	4,403,710,746	5,004,133,485
Reserves for gift plans	581,842,796	562,447,341
Premiums paid in advance	1,536,686	1,658,294
Other liabilities	375,103,964	324,752,303
Unassigned funds and special reserves	162,490,977	171,488,263
Total liabilities and unassigned funds	5,801,361,158	6,347,782,717

Statements of operations

	Years ended December 31	
	2022	2021
Revenues and other additions		
Assessments	\$61,892,259	\$52,818,907
Invested funds additions	793,040,713	863,300,826
Gift plans additions	158,819,580	180,755,934
Net investment income	36,813,962	101,247,836
Other income	46,067,298	43,259,481
Contributions	560,757	958,551
Total revenues and other additions	1,097,194,569	1,242,341,535
Expenses and other disbursements		
Member benefits	60,392,472	57,978,951
Increase (decrease) in reserves	(5,416,635)	(12,565,627)
Administrative and miscellaneous	82,194,062	72,493,268
Charitable distributions	78,775,630	74,148,226
Constituent distributions and withdrawals	636,395,204	543,408,736
Increase (decrease) in funds managed for others	(464,595,818)	792,266,096
Increase (decrease) in gift plans	279,165	183,141,155
Total expenses and other disbursements	388,024,080	1,710,870,804
Net income before net capital gains and taxes (losses), net capital gains (losses), and taxes	709,170,489	(468,529,269)
Net unrealized investment gains (losses)	(708,905,736)	476,228,516
Net capital gains (losses)	(326,888)	117,792
Taxes	2,918	60,783
Net income	(\$65,053)	\$7,756,256

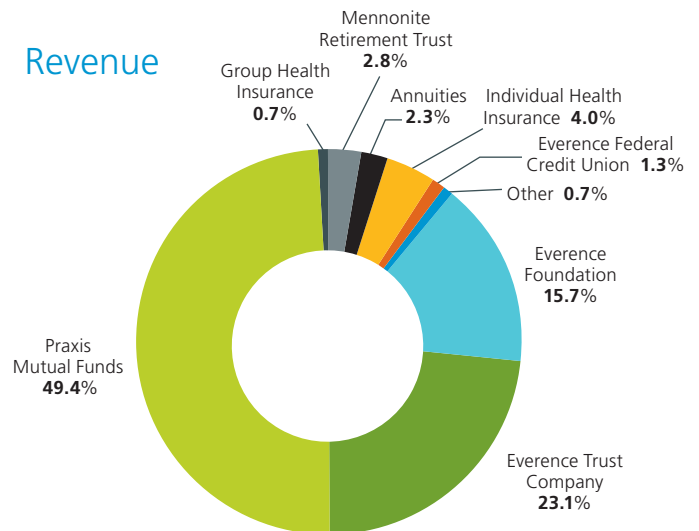
Total assets*

(in millions)



*Includes assets managed on behalf of customers.

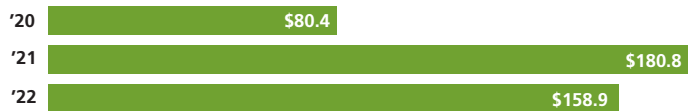
Revenue



Making a difference

Charitable gift plans

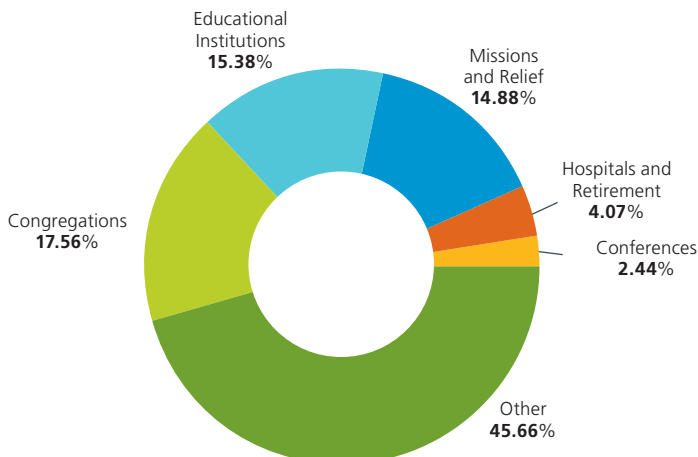
Contributions (in millions)



Distributions to charities (in millions)



Distribution by charity type



Grant and member benefit programs

(in millions)

	As of Dec. 31, 2022	
	2022	2021
Sharing Fund grants ¹	\$ 0.729	\$ 0.819
Safe Church grants ^{1,2}	0.006	0.000
Member Chapter grants	0.039	0.039
Total grant distribution	0.774	0.930

Local church grant matches ¹	\$ 1.129	\$ 1.218
Number of grants distributed	1,501	1,595
Number of churches receiving grants	554	581

College Scholarship Program	\$ 0.049	\$ 0.049
Will preparation grant	0.004	0.004
Accidental death benefit	0.002	0.000
Total other member benefits	0.055	0.053

Positive investments

(in millions)

	2022	2021
Community development investments ³	\$ 18.208	\$ 21.584
Church mortgages and high-impact loans ⁴	57.808	58.893
Positive impact bonds	291.108	312.531

MyNeighbor

(in millions)

	2022	2021
Charitable distributions (1.50% of transaction totals) ³	\$ 0.529	\$ 0.445

¹Everence provides Sharing Fund and Safe Church grants that must be matched by Everence member congregations or other eligible groups applying for these grant programs.

²The Everence Safe Church grants program was suspended temporarily in 2021 but has been reinstated for 2022.

³Everence channels investment dollars as loans to underserved and under-resourced communities through community development investing options integrated into our investment portfolios and funds.

⁴High-impact loans assist emerging and socially engaged congregations, help nonprofit organizations make environmentally friendly improvements, and address community development needs in the United States.