

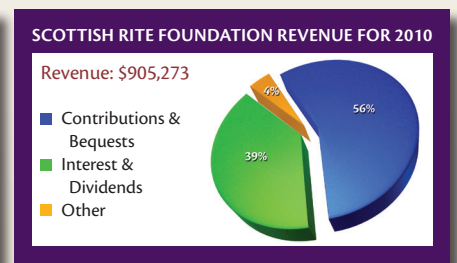
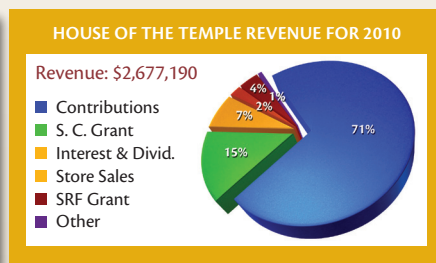
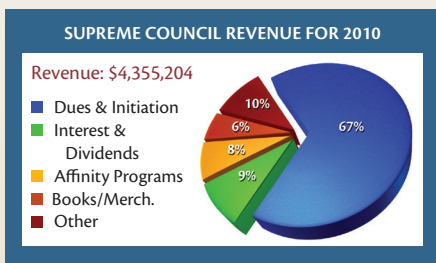
Annual Report to Our Membership 2010

AS A SERVICE TO ITS MEMBERS, the Supreme Council is providing this report of its financial resources and stewardship for 2010. The resources outlined in this report are used to support a membership of 209,000, over an incredibly broad geographic area, including Orients across the southern and western United States, stretching westward through the Pacific and eastward through the Atlantic to NATO bases in Europe.



S. R. Foundation funds help thousands of children a year throughout the U.S.

Scottish Rite members in the Southern Jurisdiction and the many charitable endeavors we assist are actually served by three distinct legal entities, The Supreme Council itself, which is the fraternal organization, and two public charities, the House of the Temple Historic Preservation Foundation and the Scottish Rite Foundation.



THE SUPREME COUNCIL, 33°

The Supreme Council is the entity responsible for directly supporting the fraternal activities of Scottish Rite. In doing so 35 staff are employed at the headquarters in Washington, D.C., to provide support to the Valleys of the Rite and to our individual members.

THE HOUSE OF THE TEMPLE HISTORIC PRESERVATION FOUNDATION, INC.

This charity, currently conducting the Rebuilding the Temple Campaign, raises money and expends funds for the ongoing maintenance and renovation of one of the most outstanding Masonic structures in the world, the House of the Temple, located in Washington, D.C.

SCOTTISH RITE FOUNDATION

This charity raises funds to support RiteCare and to provide scholarships to deserving students. With 173 RiteCare programs located throughout the Jurisdiction, we serve the childhood language disorders of more than 43,000 children annually. Our membership also should consider the additional support of \$13 million annually provided by our individual Orients to support RiteCare.

INVESTMENTS

As noted above, investment income is an important component of revenue for each of our three entities. At Dec. 31, 2010, combined investments were valued at \$50 million and were composed of \$30 million for the Supreme Council, \$13 million for the Scottish Rite Foundation, and \$7 million for the House of the Temple. Our intent is to use only a portion of the income derived from these investments. It would not be prudent to erode our investments by using too much of the annual income or by using principal, since this would reduce our ability to finance future operations. Our investment strategy is closely monitored by our Finance Committee, which in turn is well supported by an independent outside investment analyst.

DEVELOPMENT

Historically, gifts from members and friends were the original source of most of our investment portfolio. Today the generosity of our many donors provides support for the operation of the Supreme Council's charities. Each tax-deductible gift makes a difference in the lives of those receiving our services. In 2010, over 34,000 donors made gifts to our charities, ranging from \$1 to \$124,000. In fact, initiatives from our Development staff resulted in 3,898 new donors joining our ranks for the first time in 2010. Additionally, almost \$3.2 million in pledges and planned gifts were received. ✚

