

Beazley Foundation, Inc.
2004-2005 Biennial Report

Celebrating the Legacy



Fred Wharton Beazley
His Life: 1892-1974
His Legacy Continues

A large, leafy tree stands in a green field under a blue sky with light clouds. In the background, there are rolling hills and mountains. The entire scene is overlaid with a semi-transparent white filter.

Table of Contents

History.....	1
President's Report.....	2
Board of Trustees and Staff.....	3 (Please see web site for this information.)
2004–2005 Grants	7
Grants by Program Percent	14
Geographical Distribution of Total Grants Paid	15
Statements of Financial Position.....	16
Statements of Activities	17
Grant Making Policy	18
Guidelines for Grant Submission	19

History

Beazley Foundation, Incorporated was established in December 1948 with funds provided by the late Fred W. Beazley, his wife, Marie C. Beazley, and son, Fred W. Beazley, Jr., all of Portsmouth, Virginia. In February 1956, Mr. Beazley formed a companion entity, Foundation Boys Academy, to operate a private secondary school for boys, Frederick Military Academy, and, later, a college, Frederick College. The College was gifted to the Commonwealth of Virginia in 1968 to become a part of the Community College system and the Academy closed in 1985.

Shortly thereafter, in 1986, the Charter of Foundation Boys Academy was amended to change its name to Frederick Foundation and embrace an expanded mission, including charitable, religious and educational purposes, with the continued financial support of Mr. Beazley. In 1993, Frederick Foundation merged into the present Beazley Foundation.

From the Foundation's inception, the needs of community and young people have been the primary focus of Mr. Beazley's philanthropy. Healthcare, housing, education, recreation and like concerns have resulted in substantial Foundation grants to an array of organizations and programs serving southeastern Virginia, ranging from recreation centers for both adults and children to housing projects and endowed college scholarships. Today, the Foundation remains privately endowed and neither solicits nor accepts funds or contributions from others.



President's Message

In 1959, Mr. Fred W. Beazley, the father of the Beazley Foundation, shared with an interviewer that, in establishing the Foundation, he acted “not...for gain but to give back to this community that which it gave to me,” intending to “leave the [Foundation] in such a sound state that it shall live forever.” When he died in 1974 at age 82, Mr. Beazley was then described by his attorney, current Foundation Trustee Leroy T. Canoles, as a man of “modest wealth,” having previously gifted the greater portion of his estate to the Foundation and other favored charities.

True to Mr. Beazley's charge, the Foundation Trustees continue to provide funding to support “educational, charitable and religious activities” through grants and awards in excess of \$60,500,000. Distributions totaled \$5,669,902 during 2004–05, with 2005 awards of \$3,357,997 reflecting an increase of \$1,046,092 over 2004. In the meanwhile, Foundation assets have grown from Mr. Beazley's original gift of \$4,500,000 in 1948 to \$63,751,593 at the end of 2005.

As you review the financial data reported in these pages, please pause and reflect upon Mr. Beazley's legacy to the people and communities of South Hampton Roads and beyond. From countless scholarships, endowments and like educational opportunities, including the recently funded Beazley School of Nursing at Tidewater Community College, recreational and lifestyle issues, housing, health, safety and an array of basic human services for citizens of all ages, Mr. Beazley continues to “give back” through his Foundation, which, today, remains in a “sound state.” Be assured that the Trustees of the Foundation are faithful to Mr. Beazley's purpose, guided by the example of his philanthropy and stewardship.

Respectfully submitted,



Judge Richard S. Bray

Organization/Purpose	Grants Paid in 2005	Grants Paid in 2004	Organization/Purpose	Grants Paid in 2005	Grants Paid in 2004
Arts, Culture and Humanities			The Tidewater Winds Norfolk, VA Operating expenses	\$10,000	\$ 5,000
The Academy of Music Norfolk, VA Park View Elementary School Strings Program	\$15,000	\$25,000	Virginia Maritime Heritage Foundation Norfolk, VA Curriculum development	\$25,000	
The Corporation for Jefferson's Poplar Forest Forest, VA Archaeological investigation and interpretation	\$25,000		Virginia Opera Norfolk, VA In-school education performances		\$ 5,000
Great Bridge Battlefield and Waterways History Foundation Chesapeake, VA Museum and Visitor Center	\$50,000		Virginia Sports Hall of Fame and Museum Portsmouth, VA Capital and Endowment Campaign	\$200,000	\$100,000
Historic St. Luke's Church Smithfield, VA Structural Integrity Study		\$28,500	Virginia Symphony Norfolk, VA Concert admission fees for Portsmouth students		\$ 5,000
Jamestown-Yorktown Foundation, Inc. Williamsburg, VA Construction of new replica ships, Godspeed and Discovery	\$50,000		Crime & Delinquency		
The Mariners' Museum Newport News, VA Capital Campaign		\$25,000	Friends of the Portsmouth Juvenile Court, Inc. Portsmouth, VA Community Service Program	\$12,000	
Portsmouth Community Concerts, Inc. Portsmouth, VA Student outreach in Hampton Roads	\$ 4,700		Portsmouth Crime Line Portsmouth, VA Operating expenses	\$ 2,000	\$ 2,000
Portsmouth Museums Portsmouth, VA "Path of History" and Winter Wonderland Exhibit		\$10,700	Virginia Legal Aid Society Lynchburg, VA Equipment for Suffolk Office	\$29,500	\$ 5,000
Tidewater Chapter of the American Guild of Organists Chesapeake, VA Professional Organ Recitals in SHR including Trinity Episcopal Church		\$ 1,000			

Grants Report

Organization/Purpose	Grants Paid in 2005	Grants Paid in 2004	Organization/Purpose	Grants Paid in 2005	Grants Paid in 2004
Education			The College of William and Mary Williamsburg, VA New Law Library and renovation		\$50,000
ACCESS College Foundation Norfolk, VA Expand ACCESS program to 11 th grade students in Chesapeake Public Schools	\$58,500		Cornerstone Christian School Chesapeake, VA New computers	\$9,000	
An Achievable Dream Newport News, VA Operating expenses	\$25,000	\$25,000	The Elizabeth River Project Portsmouth, VA Education Program, Teacher-in-Residence Project	\$30,000	\$ 6,954
Atlantic Shores Christian Schools Virginia Beach, VA Capital Campaign		\$25,000	Horizons – Hampton Roads Student Enrichment Program Virginia Beach, VA Summer Enrichment Program – 7 th graders	\$ 6,000	
Cape Henry Collegiate Schools Virginia Beach, VA Capital Campaign	\$25,000		Isle of Wight Academy Isle of Wight, VA Capital Campaign	\$15,000	
Chesapeake Bay Academy Virginia Beach, VA Establish Beazley Education Center	\$50,000		Jacob's Ladder Urbanna, VA Operating expenses	\$15,000	
Chesapeake Bay Foundation Annapolis, MD Field experiences for South Hampton Roads students	\$35,000	\$25,000	Nansemond-Suffolk Academy Suffolk, VA Capital Campaign		\$50,000
Children's Performance Workshops, Inc. Virginia Beach, VA Child Abuse Prevention Program in Portsmouth Public Schools		\$27,000	The Nature Conservancy Norfolk, VA Graduate Fellowship	\$ 5,000	
Christopher Academy Portsmouth, VA Extended Daycare Program and additional space for 4 th and 5 th grades	\$ 8,772	\$25,322	Norfolk Christian Schools Norfolk, VA Capital Campaign and high school renovation		\$30,000
The College Fund/UNCF Richmond, VA Increase Beazley Foundation Endowed Scholarship	\$10,000		Old Dominion University Norfolk, VA Douglass Park Elementary School Reading Program		\$38,919

Grants Report

Organization/Purpose	Grants Paid in 2005	Grants Paid in 2004	Organization/Purpose	Grants Paid in 2005	Grants Paid in 2004
Park Place Child Life Center Norfolk, VA Classroom equipment	\$10,000		Virginia Air & Space Museum Newport News, VA Science Horizons for Portsmouth students	\$45,251	
Park Place School Norfolk, VA Capital improvements	\$15,000		Virginia Aquarium and Marine Science Center Virginia Beach, VA Educational programs and Capital Campaign	\$25,000	\$35,000
Portsmouth Public Schools Portsmouth, VA Beazley scholarships	\$93,000	\$96,000	Virginia College Fund Richmond, VA Beazley scholarships	\$25,000	\$25,000
Portsmouth Schools Foundation Portsmouth, VA Portsmouth ACCESS Program and athletic equipment	\$100,000	\$75,000	Virginia Foundation for Independent Colleges Richmond, VA Beazley scholarship program	\$180,000	\$90,000
St. Matthew's School Virginia Beach, VA Multi-media Center/Library		\$15,000	Virginia Institute of Marine Science School of Marine Science Gloucester Point, VA Graduate student fellowship endowment	\$50,000	
StarBase-Atlantis Norfolk, VA Operating expenses for Portsmouth program	\$30,000	\$20,000	Virginia Military Institute Foundation Lexington, VA Fred W. Beazley Scholarship Fund	\$ 5,000	
Tidewater Academy Wakefield, VA Capital Campaign	\$40,000		The Virginia Military Institute Lexington, VA Residential summer program for high school students	\$ 5,000	
Tidewater Community College Educational Foundation Norfolk, VA Beazley School of Nursing	\$335,878		Virginia Wesleyan College Norfolk/Virginia Beach, VA Construction of new science building/Beazley scholarship endowment	\$105,000	\$10,000
Union Theological Seminary & Presbyterian School of Christian Education Richmond, VA Increase Frederick W. Beazley Memorial Scholarship Fund	\$ 5,000	\$ 2,000	Volunteer Hampton Roads Norfolk, VA Nonprofit training program	\$15,000	
United Way of South Hampton Roads Norfolk, VA Success by Six and Raising a Reader Programs	\$56,000	\$50,000	The Williams School Virginia Beach, VA Facilities expansion, faculty endowment and student scholarships		\$50,000

Grants Report

Organization/Purpose	Grants Paid in 2005	Grants Paid in 2004	Organization/Purpose	Grants Paid in 2005	Grants Paid in 2004
Employment/Jobs			Health		
Chesapeake Service Systems Chesapeake, VA Capital Campaign	\$50,000		Angel Flight of Virginia Virginia Beach, VA Operating expenses		\$31,865
PORTCO, Inc. Portsmouth, VA Purchase two vans	\$20,890		Bon Secours Maryview Foundation Portsmouth, VA Women's Wellness Programs	\$65,000	
Portsmouth Self-Sufficiency Project Portsmouth, VA Oasis Opportunity Center	\$41,540		Chesapeake Care Free Clinic Chesapeake, VA Diagnostic Equipment and Technology Initiative	\$80,000	\$8,030
Environment			Chesapeake Health Foundation Chesapeake, VA Capital Campaign for Cancer Center	\$100,000	
Hoffler Creek Wildlife Foundation Portsmouth, VA Capital Campaign		\$25,000	CHIP/Healthy Families Chesapeake Chesapeake, VA Expansion and enhancement of services-relocation costs	\$25,000	
Food/Nutrition			Eastern Virginia Medical School Norfolk, VA Cancer Research Laboratory and related staffing	\$100,000	\$50,000
Foodbank of Southeastern Virginia Norfolk, VA Equipment	\$20,000		Physicians for Peace Norfolk, VA Hampton University/Physicians for Peace Global Health Scholarship Program		\$15,240
Society of St. Andrew Big Island, VA Operating expenses		\$ 2,500	Portsmouth Community Health Center Portsmouth, VA Dental Clinic	\$200,000	\$400,000
Suffolk Meals on Wheels Suffolk, VA Operating expenses	\$ 3,500	\$ 2,500	Portsmouth Professional Firefighters, Local 539 Portsmouth, VA Softball tournaments for Muscular Dystrophy Association		\$ 250

Organization/Purpose	Grants Paid in 2005	Grants Paid in 2004	Organization/Purpose	Grants Paid in 2005	Grants Paid in 2004
Shriners Hospital for Children Tampa, FL Memorial for James H. Epperson, III	\$ 50		Ecumenical Family Shelter, Inc. Norfolk, VA Operating expenses—The Dwelling Place		\$15,000
Sunshine Health Clinic Portsmouth, VA Operating expenses		\$12,500	Help and Emergency Response Portsmouth, VA Operating expenses		\$ 6,750
YMCA of South Hampton Roads Suffolk, VA Fitness equipment for N. Suffolk facility	\$50,000		Hope House Foundation Norfolk, VA Renovation project	\$34,400	
Housing			Kiwanis Children's Council of Hampton Roads Norfolk, VA KidsPriorityOne web site		\$10,000
Community Resource Network of Chesapeake, Inc. Chesapeake, VA Operating expenses	\$25,000		Norfolk Senior Center Norfolk, VA New telephone system	\$10,000	
Judeo-Christian Outreach Center Virginia Beach, VA Expansion and relocation costs	\$50,000		Project Lifesaver International, Inc. Chesapeake, VA Computer system	\$ 2,838	
Human Services			Salvation Army Portsmouth, VA Operating expenses		\$2,500
Catholic Charities of Hampton Roads, Inc. Virginia Beach, VA Senior in-home respite care		\$20,000	Seton Youth Shelters Virginia Beach, VA Operating expenses	\$25,000	\$10,000
Cerebral Palsy of Virginia Virginia Beach, VA Operating expenses	\$28,586		St. Mary's Home for Disabled Children Norfolk, VA Capital Campaign	\$25,000	
Child and Family Services, Inc. Portsmouth, VA Healthy Families Program		\$25,000	St. Paul's Episcopal Church Newport News, VA Community outreach programs		\$10,000
Children's Hospital of the King's Daughters Norfolk, VA Child Abuse Program	\$25,000	\$25,000			

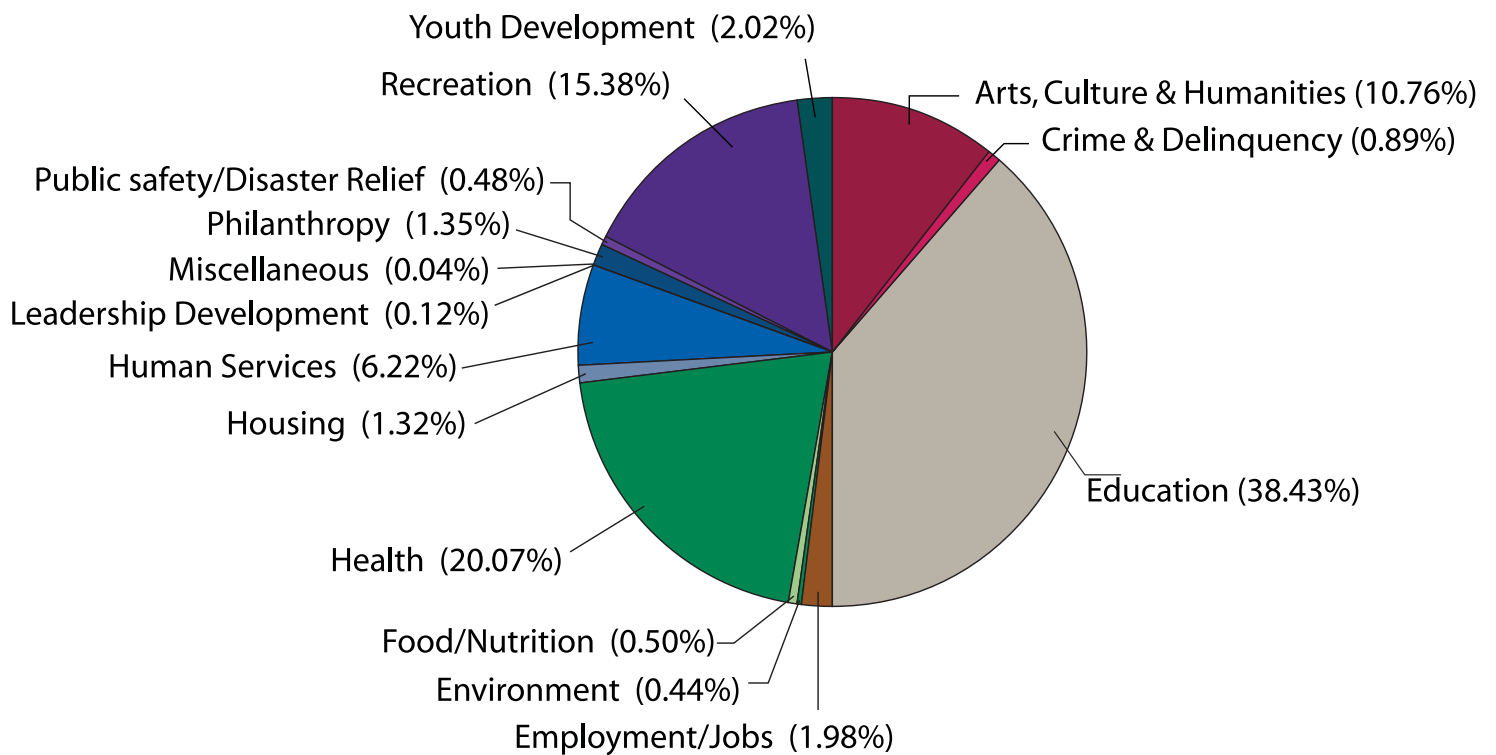
Grants Report

Organization/Purpose	Grants Paid in 2005	Grants Paid in 2004	Organization/Purpose	Grants Paid in 2005	Grants Paid in 2004
Tidewater Pastoral Counseling Services Norfolk, VA Counseling Aid Fund	\$7,500	\$5,000	Southeastern Council of Foundations Atlanta, GA Operating expenses	\$4,041	\$4,681
United Jewish Federation of Tidewater Virginia Beach, VA Construction of the Reba and Sam Sadler Family Campus		\$40,000	United Way of South Hampton Roads Norfolk, VA Annual Campaign	\$30,000	
YWCA of South Hampton Roads Norfolk, VA Capital Campaign—relocation project	\$25,000				
Leadership Development			Public Safety/Disaster Relief		
Chesapeake Rotary Club Endowment Fund Chesapeake, VA Medallions for First Citizens		\$2,500	American Red Cross of Southeastern Virginia Norfolk, VA Hurricane Charlie Relief and Hero Games for fire victims		\$2,200
Volunteer Hampton Roads Norfolk, VA Nonprofit Leadership Workshop and operating expenses	\$1,750	\$2,500	Portsmouth Community Foundation Portsmouth, VA Hurricane Katrina Relief	\$25,000	
Miscellaneous			Recreation		
WHRO Foundation Norfolk, VA Pioneer Awards Celebration		\$2,000	Beazley Senior Center Portsmouth, VA Operating expenses	\$355,752	\$325,243
			Camp Holiday Trails Charlottesville, VA Camperships for Portsmouth children	\$5,000	\$5,000
Philanthropy			Cavalier Manor Little League, Inc. Portsmouth, VA Virginia State Senior League Boys Baseball Tournament		\$ 300
The Foundation Center New York, NY Operating expenses	\$1,500	\$1,500	Churchland High School Portsmouth, VA Baseball uniforms		\$ 1,000
Portsmouth Community Foundation Portsmouth, VA Opportunity from Growth Project and operating expenses	\$10,000	\$25,000			

Organization/Purpose	Grants Paid in 2005	Grants Paid in 2004	Organization/Purpose	Grants Paid in 2005	Grants Paid in 2004
City of Norfolk, Office of Grants Management Norfolk, VA Baseball Tomorrow Fund	\$5,000		Patrick Henry Boys and Girls Plantation, Inc. Brookneal, VA Construction of staff housing	\$5,000	
Southeast 4-H Educational Center Wakefield, VA Camperships and summer camp costs	\$40,000				
Triple R Ranch Chesapeake, VA Camperships and new horse arena		\$25,000			
The Virginia Beach Foundation Virginia Beach, VA Seatack Neighborhood Assistance Program— rock climbing wall	\$5,000				
YMCA of Portsmouth Portsmouth, VA Capital Campaign	\$125,000				
			Total 2004/2005 Grants	\$5,669,902	
Youth Development					
Boys & Girls Club of Southeast Virginia Norfolk, VA Club at Douglass Park Elementary School in Portsmouth and new van		\$42,500			
The Children's Center Franklin, VA Expansion		\$20,000			
Children's Resources Portsmouth, VA "Drum Circle"		\$3,000			
Friends of the Portsmouth Juvenile Court, Inc. Portsmouth, VA Mentoring program		\$24,000			

Grants by Program in Percent

January 1, 2004– December 31, 2005

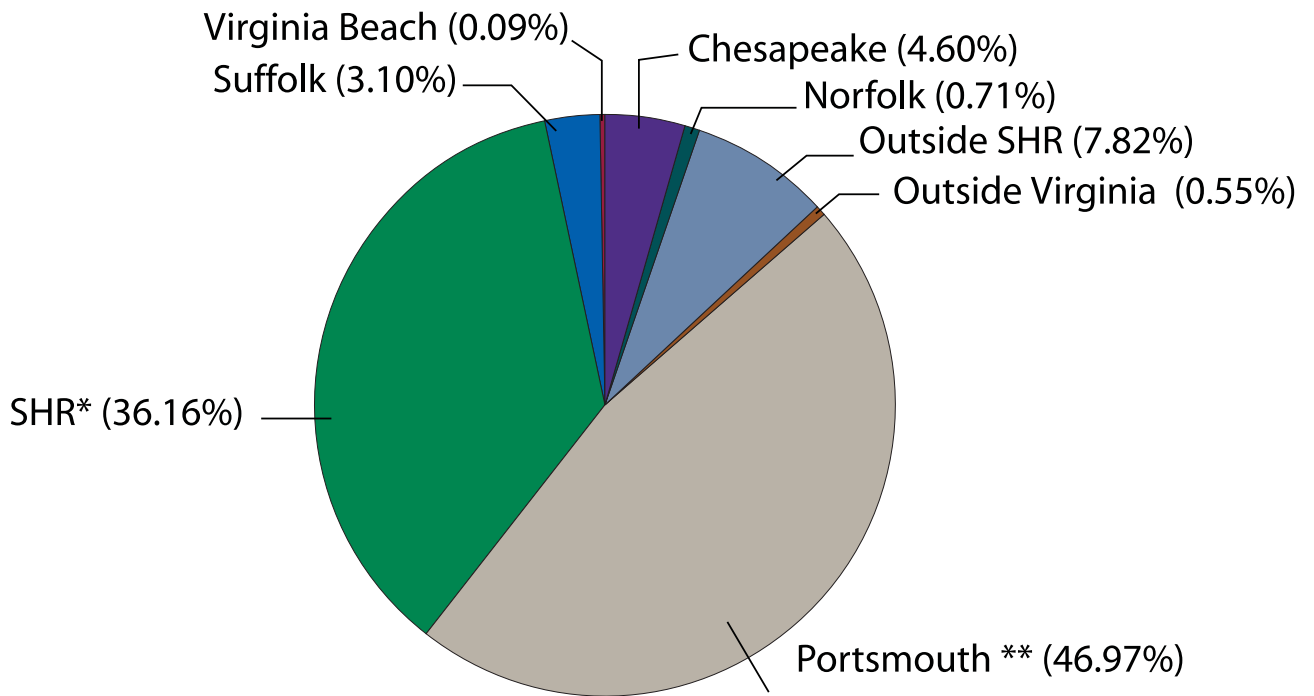


During 2004–05, Foundation grants totaled \$5,669,902, including \$600,000 in operational funding to the Beazley Dental Clinic and \$681,000 to fully fund the Beazley Senior Center.

Geographical Distribution of Total Grants Paid

January 1, 2004– December 31, 2005

* South Hampton Roads (SHR) category includes organizations headquartered in a specific city but serving other cities as well
** Includes Beazley Senior Center



Since inception, grants from the Beazley Foundation, and its predecessors, the former Frederick Military Academy and Frederick College, have aggregated \$60,503,034.

Beazley Foundation, Incorporated

Statements of Financial Position

December 31,	2005	2004
Assets		
Investments, held by bank and broker trustee		
Cash equivalents	\$ 1,500,481	\$ 2,591,380
U.S. government securities	5,070,301	6,608,143
Corporate stocks and bonds	54,612,744	54,037,027
	<u>61,183,526</u>	<u>63,236,550</u>
Accrued interest receivable	77,586	113,602
	<u>61,261,112</u>	<u>63,350,152</u>
Assets held by Foundation		
Cash and cash equivalents	899,782	364,189
Investments, managed by Foundation	1,167,349	774,088
Accrued interest receivable on Foundation managed assets	—	8,429
Prepaid expenses	5,979	6,382
Income tax refund receivable	95,826	—
Property and equipment, less accumulated depreciation	293,854	308,710
Cash surrender value of life insurance	12,196	11,287
Annuity	15,495	25,133
	<u>2,490,481</u>	<u>1,498,218</u>
	<u>\$ 63,751,593</u>	<u>\$ 64,848,370</u>
Liabilities and Net Assets		
Accounts payable and accrued expenses	\$ 124,080	\$ 130,721
Gifts and grants payable	1,266,753	\$ 500,000
Deferred compensation	1,637,755	1,739,498
Excise taxes payable	—	118,742
Deferred excise taxes	101,756	123,853
Total liabilities	<u>3,130,344</u>	<u>2,612,814</u>
Net assets—unrestricted	<u>60,621,249</u>	<u>62,235,556</u>
	<u>\$ 63,751,593</u>	<u>\$ 64,848,370</u>

December 31,	2005	2004
Changes in unrestricted net assets		
Revenues, gains and losses		
Net realized gain on sale of investment	\$ 3,022,498	\$ 5,776,903
Interest and dividends	1,314,762	1,487,172
Net unrealized loss on investments	(836,939)	(1,838,112)
Other	(42,215)	(28,273)
Loss on abandoned equipment	—	(5,277)
	3,458,106	5,392,413
Expenses		
Program services:		
Gifts and grants	3,768,998	1,650,993
Charitable program expenses	355,752	325,243
Administrative expenses	926,244	1,036,625
Federal excise tax expense	21,419	101,749
	5,072,413	3,114,610
Change in unrestricted net assets	(1,614,307)	2,227,803
Unrestricted net assets—beginning of year	62,235,556	59,957,753
Unrestricted net assets—end of year	\$ 60,621,249	\$ 62,235,556

Grant Making Policy

In keeping with the informal policy established by Mr. Beazley, the Beazley Foundation awards grants to organizations that are tax exempt under Section 501(c)(3) of the Internal Revenue Code and engaged in educational, charitable and religious activities.

Although no allocation requirements govern the areas of gifting, it is anticipated the Foundation will continue to emphasize grants to education, with lesser funding to charitable projects generally, including religious activities. When making grants to religious activities, the Foundation favors ecumenical projects, rather than individual churches or denominations.

Geographically, Foundation grants generally reflect greater funding to projects serving the citizens of Portsmouth, with remaining funds to projects within the South Hampton Roads area and small awards elsewhere.

The policy of the Foundation is not to provide support for:

1. Conferences, symposia, publications or media projects
2. Direct support to individuals
3. International programs and institutions
4. National programs and institutions
5. Protection of the environment

The Foundation generally limits grants related to the arts to programs that provide education directly to elementary and secondary school students.

Grant commitments, stated or implied, made prior to the adoption of this policy and not falling within the gifting areas, will be honored unless specifically cancelled by the Board of Trustees.

Guidelines for Grant Submission

The Board of Trustees meets in February, April, July and November to consider requests for grants. Proposals for grants can be submitted at any time to the Beazley Foundation at 3720 Brighton Street, Portsmouth, Virginia 23707. Requests received not later than the first (1st) day of December, March, June and October will be considered at the next meeting.

Grantmakers in Portsmouth have adopted a uniform grant application format, which is available on our website, www.beazleyfoundation.org or by calling the Foundation office at (757) 393-1605.



A large, leafy tree stands in a green field. In the background, there are rolling hills and mountains under a blue sky with some clouds. The entire image has a light, hazy overlay.

**Beazley Foundation, Inc.
2004–2005 Biennial Report**

**Fred Wharton Beazley
His Life: 1892–1974
His Legacy Continues**



Beazley Foundation, Inc.
3720 Brighton St., Portsmouth, VA 23707
Phone 757.393.1605
Fax 757.393.4708
www.BeazleyFoundation.org

