

Created by the ABA in 1942, the American Bar Endowment is an independent §501(c)(3) public charity. For more than 80 years we have fulfilled our mission of generating funds for the support of law-related research, education, and public service projects through the sponsorship of insurance programs offered exclusively to Bar Association members.

ABE-sponsored insurance programs are:

- tailored to meet the needs of ABA Lawyer members
- portable
- backed by one of America's most respected insurance companies, New York Life Insurance Company
- designed to give back through the nations' only built-in insurance charitable giving feature

Over ABE's history, our members who have contributed their available dividends have made it possible for ABE to make over \$316 million in grants to the ABA Fund for Justice and Education, the American Bar Foundation and other community-based legal service providers.

For more information on the law-related charitable and educational projects made possible with the support of member-donated insurance dividends, visit [abendowment.org/charitable-mission](http://abendowment.org/charitable-mission).

#### ABE 2023-2023 Policy Dividends

The American Bar Endowment recently announced the amount of policy dividends available from its group insurance programs. For each program, the approximate amount of net policy dividends as a percentage of premium paid is reported below.

· **Life Insurance:** 39 percent of premiums due and paid for the period June 1, 2022 through May 31, 2023.

· **Disability Income:** 20 percent of premiums due and paid for the period November 1, 2021 through October 31, 2022.

· **Hospital Money:** 40 percent of premiums due and paid for the period November 1, 2021 through October 31, 2022.

· **Accidental Death & Dismemberment:** Premiums due and paid for the period August 1, 2021 through July 31, 2022 were less than claims and expenses incurred, consequently there will be no dividend.

· **Excess Major Medical:** 47 percent of premiums due and paid for the period March 1, 2022 through February 28, 2023.

· **Office Overhead Expense:** 44 percent of premiums due and paid for the period July 1, 2022 through June 30, 2023.

AMERICAN BAR ENDOWMENT STATEMENT OF ACTIVITIES FOR FISCAL YEARS 2023 AND 2022		
	YEAR ENDED JUNE 30	
	2023	2022
<b>Changes in unrestricted net assets:</b>		
<b>Revenues and gains:</b>		
Contributions	\$ 8,506,545	\$ 5,772,001
Income on long term investments	3,293,409	3,357,516
Net unrealized and realized gain (loss) on investments	6,644,276	(13,102,293)
American Bar Insurance Plans	13,348	39,038
Other income	1,366	14,113
Release from restriction	155,254	156,262
<b>Total unrestricted revenues and gains</b>	<b>18,614,198</b>	<b>(3,763,363)</b>
<b>Expenses:</b>		
Life program	1,559,040	2,404,944
Disability program	648,019	1,011,607
Hospital Indemnity program	68,084	90,894
Excess Major Medical program	198,310	273,255
Accidental Death and Dismemberment program	170,601	223,413
Office Overhead Expense program	20,052	27,856
Other Programs	41,471	27,209
Management and general	498,735	229,712
Grants paid	7,710,730	7,732,030
Income taxes	67,345	58,852
<b>Total expenses</b>	<b>10,982,387</b>	<b>12,079,772</b>
<b>Increase (decrease) in net assets before other items</b>	<b>7,631,811</b>	<b>(15,843,135)</b>
<b>Other items:</b>		
Pension expense	(70,879)	(3,214)
<b>Increase (decrease) in net assets without donor restrictions</b>	<b>7,560,932</b>	<b>(15,846,349)</b>
<b>Changes in net assets with donor restrictions:</b>		
Net unrealized and realized gains (losses) on investments	404,759	(351,122)
Release from restrictions	(155,254)	(156,262)
<b>Increase in net assets with donor restrictions</b>	<b>249,505</b>	<b>(507,384)</b>
<b>Increase (decrease) in net assets</b>	<b>7,810,437</b>	<b>(16,353,733)</b>
<b>Net assets at beginning of year</b>	<b>153,131,594</b>	<b>169,485,327</b>
<b>Net assets at end of year</b>	<b>\$ 160,942,031</b>	<b>\$ 153,131,594</b>
<b>AMERICAN BAR ENDOWMENT GRANT PAYMENTS FOR 2023 AND 2022</b>		
	2023	2022
American Bar Association Fund for Justice and Education for support of its public service programs	\$ 3,697,357	\$ 3,684,288
American Bar Foundation for support of its research programs and administration	3,697,357	3,684,288
Opportunity Grants	295,201	298,600
<b>Total</b>	<b>\$ 7,689,915</b>	<b>\$ 7,667,176</b>

Effective with the adoption of a required new accounting standard applicable to the fiscal year 2021 audit, insurance premium revenue and expense must be recorded for financial reporting purposes on a net basis, in effect offsetting each other and therefore no longer appear on the statement of activities. This has the effect of showing reduced revenues and expenses each by approximately 19,300,000 for fiscal year 2022 and 20,200,000 for fiscal year 2021.