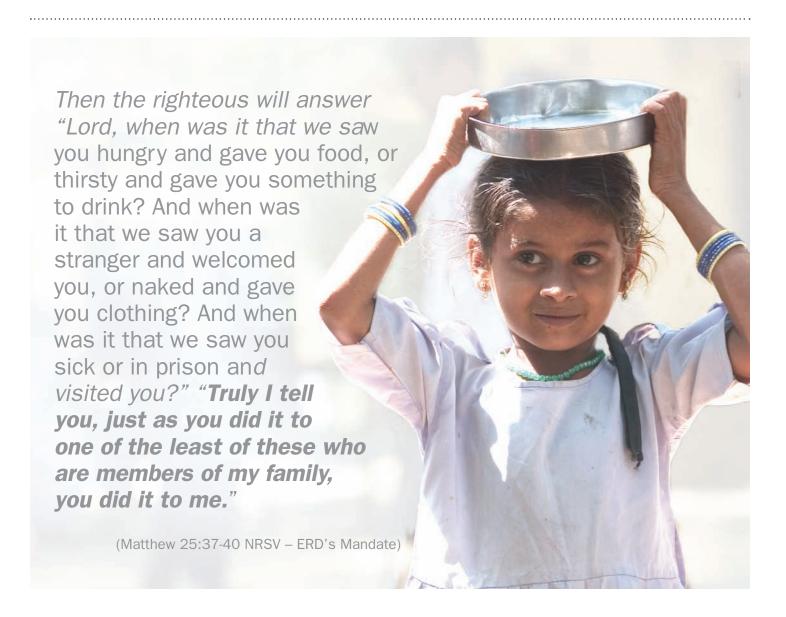


# Rebuilding Lives, Renewing Hope

EPISCOPAL RELIEF AND DEVELOPMENT 2005 ANNUAL SUMMARY





#### INTRODUCTION

#### Rebuilding Lives, Renewing Hope

- Letter from ERD's President
- Helping families feed themselves
- Providing quality health care and preventing the spread of diseases
- Restoring hope after a disaster
- Financial highlights

## **Thank You**

Thank you for your support of Episcopal Relief and Development's programs in 2005, a year shaken by natural disasters of astonishing proportions. From the Indian Ocean tsunami, to the food crisis in Africa, to the devastating hurricanes of the Gulf Coast, these catastrophes affected millions of people. While disasters can worsen conditions for vulnerable people anywhere, the greatest threat is still poverty itself.

ERD is focused on fulfilling our primary goal — to eradicate hunger, disease and poverty. Disasters remind us that those with limited resources are most affected by these crises. ERD is committed to fulfilling our mission and mandate found in Matthew 25:37-40 — to help people live self-sufficient, healthy and productive lives.

Your generous donations to ERD help us carry out this mission, as together we build stronger, self-sustaining communities. ERD works with Anglican and ecumenical partners to provide resources, expertise and compassion to those in need. Your support has enabled us to reach even more people, with multi-year programs now active in 33 countries around the world.

As you will see in the enclosed Annual Summary, which highlights just a few of ERD's many programs around the world, our work spans the gap caused by disaster, from initial emergency assistance to long-term, sustainable

community transformation. In 2005, ERD provided critical aid to disaster-impacted areas, including those beset by drought, famine and civil unrest. Recognizing the gap

Your generous donations to ERD help us carry out this mission, as together we build stronger, self-sustaining communities.

between emergency response and long-term development initiatives, ERD focused on reconstructing communities to help prevent and minimize the impact of future disasters. ERD's Food Security and Primary Health programs are helping communities learn to grow their own food, to generate income and to reduce the incidence of illnesses such as HIV/AIDS and malaria. We have also been able to give people access to clean water sources and dependable sanitation infrastructures. As ERD and our partners empower people to feed their families and fight disease, the people can begin building new lives.

Thank you for your ongoing generosity and partnership. Because of you, ERD is able to fight the root causes of poverty and disease, and as a result, plant the seeds of prosperity and hope.

Yours faithfully,

Robert W. Radtke

President

The Rt Rev. Harry B. Balnbridge III

Chair of the Board



#### **FOOD SECURITY**

# Helping Families Feed Themselves

"Lord, when was it that we saw you hungry and gave you food, or thirsty and gave you something to drink?" Matthew 25:37

The last 25 years have seen some alleviation of poverty, but with expanding populations and an unfriendly climate besetting impoverished regions, limited agricultural growth has made the fight against hunger difficult. Millions of people are still continuing to go hungry in communities throughout the world such as sub-Saharan Africa, Asia and Latin America.

In 2005, Episcopal Relief and Development worked with Anglican and ecumenical partners to continue the fight against hunger in 18 countries worldwide. We identified strategies to improve agriculture and diversify family income through micro-credit loans and education. In those areas affected by poverty, ERD provided training and equipment allowing people to raise stronger livestock and improve crop harvests in order to improve nutrition. We also offered vocational training to families so that they could secure better jobs as a supplemental source of income.

# In Honduras, 3,650 women and their families are achieving economic self-sufficiency with assistance through programs such as a bread-making cooperative.

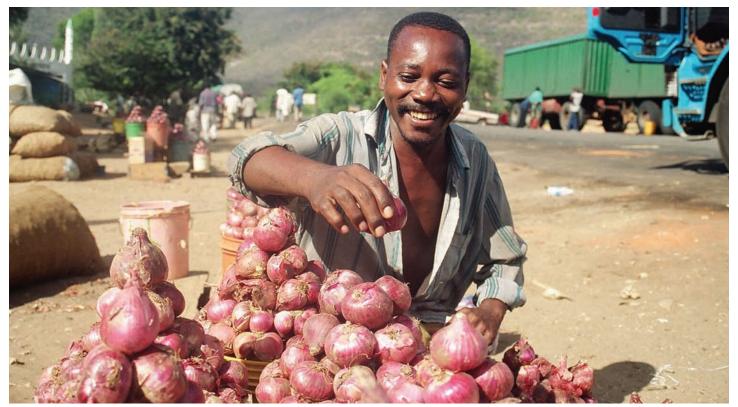
# 3,240 Congolese received micro-credit loans, tools and seeds for agriculture production.

# In Les Cayes, Haiti, the Bishop Tharp Institute for Business and Technology (BTI) opened its doors in late 2005 to 120 students, who will be educated to become community business leaders, in hopes that they will stimulate the local economy.

"After a drought and crop failure in the region, it was a joy to be able to give food to those who were hungry. That is what the Lord did, and we are following. The work of giving out grain helped us to organize and see that some were suffering more than others."

**Dagoberto Chacon**Priest and Dean of El Paraíso
Episcopal Diocese of Honduras





ERD partnered with the Anglican Church of Tanzania to teach subsistence farmers improved farming methods and business skills to increase economic independence.



Last year, a group of 60 farmers took part in the program. More than 600 families will benefit from increased crop production.

### **Planting Seeds of Hope**

#### Tanzania

Tanzania's 37 million people are heavily dependent on small-scale agriculture.

ERD partnered with the Anglican Church of Tanzania to teach subsistence farmers improved farming methods and business skills to increase economic independence.

Last year, a group of 60 farmers took part in the program. More than 600 families will benefit from increased crop production.

ERD also worked with people on the island of Zanzibar to provide micro-loans in an effort to generate income through fish processing and marketing projects. Once the loans are repaid, the money can be re-loaned so that others in the community benefit from the program.



Last year in the Nicobar Islands, eight poultry and pig farms were restocked, and 15 cooperative groups received funding in training and production of handicrafts.

### **Renewing Food Sources**

#### Andaman and Nicobar Islands

As just one example of our ongoing effort to create sustainable food sources, ERD and the Church of North India (CNI) implemented a community-development program on the islands of Andaman and Nicobar – an area devastated by the Indian Ocean tsunami. Recognizing the communal nature of these islands' cultures, ERD worked directly with local tribal councils and based recovery strategies on cooperatives and shared for



strategies on cooperatives and shared farms. Last year in the Nicobar Islands, eight poultry and pig farms were restocked, and 15 cooperative groups received funding in training and production of handicrafts. A total of eight villages, or 8,600 people, benefited from this assistance.



# Providing Quality Health Care and Preventing the Spread of Disease

"...when was it that we saw you sick . . . and visited you?" Matthew 25:39

Today, 11 million children under the age of five die from preventable diseases such as malaria and tuberculosis. More than 40 million people are living with HIV and each year, three million people die from AIDS worldwide.

Last year, Episcopal Relief and Development and church-based partners reached more than 460,000 people in 21 countries through our Primary Health Care program. This program improved the life quality of vulnerable children and families by providing them access to good health care, health education, clean water and sanitation systems.

In addition, ERD is providing basic needs such as food, shelter and education for children at risk of the disease, or those living in communities with high incidences of AIDS. Nearly 33,000 children worldwide participated in ERD's feeding, education and counseling programs.

#### Through ERD's health

infrastructure, composting latrines and smokeless stoves were built, and 100 family gardens were planted in an integrated community development initiative in western El Salvador.

#### Worldwide, more than

47,000 people worldwide improved their sanitation practices through community training supported by ERD.

#### 90,000 people were

protected from contracting malaria by sleeping under insecticide-treated bed nets in countries like Burundi, Namibia, Zambia and the Democratic Republic of Congo.

"After the whole village had latrines, El Porvenir [an ERD partner] offered to help us build a water system. . . . We learned how to chlorinate the water and conserve it. We also learned how to operate and repair the various components of the system."

Juana Marin, ERD Beneficiary

Farmer in village of Bijagua, Camoapa County Department of Boaco, Nicaragua





Incidences of preventable diseases in communities decrease with proper immunizations, medicines and basic health care.



In 2005, 109 families like this one benefited from the latrine projects, and 25 new wells were dug in eight communities.

ERD partnered with the Diocese of Katanga, in the DRC, and distributed 4,000 long-lasting, insecticide-treated bed nets to pregnant women and children, two of the most at-risk groups.

#### **Improving Health One Heart at a Time**

#### Nicaragua

Episcopal Relief and Development is improving the quality of life for rural Nicaraguan families by partnering with El Porvenir, a community-based water and sanitation group. The partnership works at the grassroots level in rural villages not only to build latrines and water systems, but also to educate people on improved sanitation and hygiene practices. This program has reached nearly 15,000 people.

In 2005, 109 families benefited from the latrine projects, and 25 new wells were dug in eight communities. Reports of waterborne illnesses diminished dramatically, a direct result of the access to clean water and proper sanitation management.

In 2006, there are plans to fund the construction of seven wells, 157 latrines, six tree nurseries and 30 smokeless stoves.

### **Building Malaria Control Programs**

#### The Democratic Republic of Congo

Malaria is the leading cause of death in sub-Saharan Africa and it poses a year-round threat. In the Democratic Republic of Congo (DRC), almost 10 million people are infected with this potentially fatal disease. Last year, ERD partnered with the Diocese of Katanga, in the DRC, to build one of the first health clinics in the Lubumbashi. The partnership distributed 4,000 long-lasting, insecticide-treated bed nets to pregnant women and children, two of the most at-risk groups. Together with our partners in Africa, ERD plans to distribute at least one million bed nets in as many as 16 African countries over the next three years.

#### **EMERGENCY RELIEF/REBUILDING**

## Restoring Hope After a Disaster

"...when was it that we saw you a stranger and welcomed you?" Matthew 25:38

The year 2005 was one of unprecedented disasters. Millions worldwide were affected by such catastrophes as the Gulf Coast hurricanes, the earthquake in Pakistan and India, and flooding in Central and South America. Others were recovering from earlier disasters such as the 2004 Indian Ocean tsunami.

When disaster strikes communities, Episcopal Relief and Development's emergency relief and rebuilding programs provide critical assistance such as food, water and shelter. After disasters such as the tsunami and the hurricanes in the U.S., ERD works with partners to identify long-term needs and to support partners in working with local communities to restore lives by providing counseling, the rebuilding of homes, and job training for small-business enterprises.

# 20,000 people in Pakistan received assistance such as healthcare and shelter following the October earthquake.

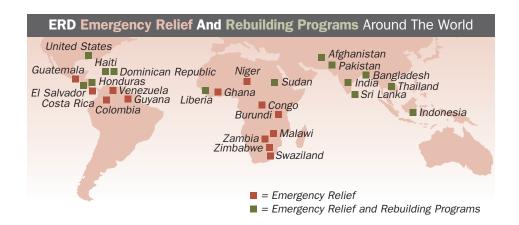
ERD supplied emergency assistance to more than 40,000 people displaced by flooding and mudslides caused by Hurricane Stan in El Salvador.

In Niger, ERD provided aid in the form of supplementary foods, such as millet and milk powder, to 52,000 people affected by the severe food crisis in Niger.

"The relief work of ERD can be summarized as direct aid and care for the dispossessed, the poor and the needy. To put it bluntly, the ministry of ERD is the ministry of the Church at her very best."

The Rt. Rev. Charles Jenkins

Bishop of Louisiana





When the tsunami cleared, ERD aided in the rescue, provided shelter and food, and assisted with clean-up in devastated areas.



ERD partnered with nine Episcopal dioceses, including the Dioceses of Louisiana and Mississippi, and an ecumenical partner to distribute vital supplies such as food, water, baby formula and first-aid materials.

#### **Responding to Disaster**

#### Hurricane Katrina

When Hurricane Katrina struck the Gulf Coast, ERD was ready to respond. ERD partnered with nine Episcopal dioceses, including the Dioceses of Louisiana and Mississippi, and an ecumenical partner to distribute vital supplies such as food, water, baby formula and first-aid materials. A partnership with Episcopal Migration Ministries helped people displaced by the disaster as they temporarily relocated to cities throughout the United States.

When the storm cleared, ERD aided in the rescue, provided shelter and food, and assisted with clean-up in devastated areas. ERD worked with diocesan partners and local ministries to develop a four-phase, multi-year rehabilitation program including psychosocial support, spiritual care, livelihood and housing recovery, among other forms of assistance, to help families rebuild their lives.



A year after the tsunami, ERD is in Phase III of the rehabilitation program, addressing long-term needs such as trauma counseling, housing reconstruction, and income recovery.

#### **Rebuilding Countries**

#### Tsunami Relief

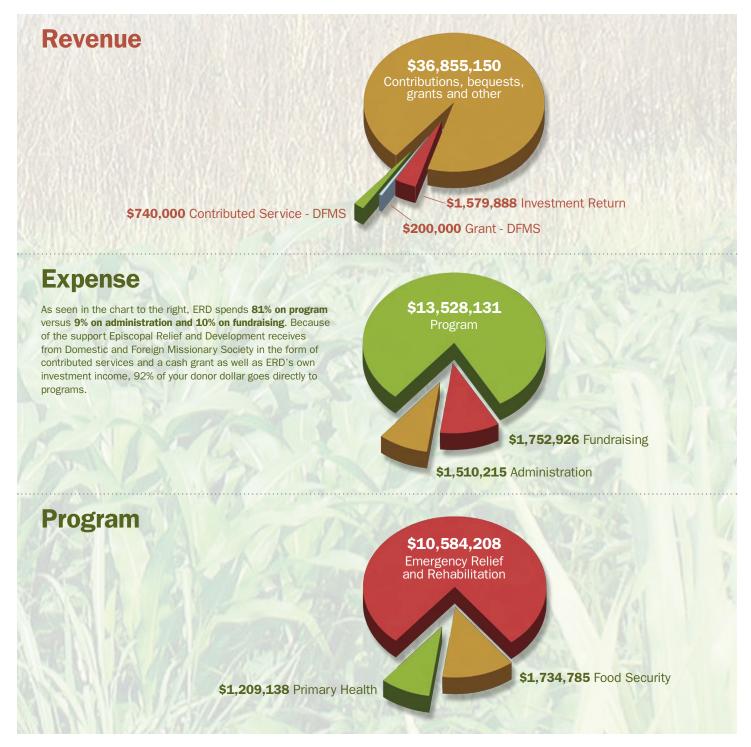
This past year, ERD partnered with churches and ecumenical organizations throughout Asia to help millions whose lives were affected by the December 26, 2004, tsunami. During the first critical days, ERD offered emergency aid for initial relief.



A year later, ERD is in Phase III of the rehabilitation program, addressing long-term needs such as trauma counseling, housing reconstruction and income recovery. In Sri Lanka, where some estimate almost two-thirds of the coastal region was destroyed, ERD established three boat yards to produce and repair fishing boats and to replace lost fishing equipment for local fishermen. In addition, more than 1,800 grants and loans were provided to individuals and families to restart their small businesses: These efforts benefited almost 21,000 people.

# **Financial Highlights**

Total Revenue: \$39,375,038Total Expenses: \$16,791,272



You may obtain a copy of Episcopal Relief and Development's full, audited financial statements for 2005 by calling us at 1-800-334-7626, ext. 5129, or by writing to us at 815 Second Avenue, New York, NY 10017.

#### **Statements Of Activities** — As of December 31, 2005

Activities	Unrestricted	Temporarily Restricted	Permanently Restricted	Total
Revenues and other support:				
Contributions, bequests, grants, and other	3,991,772	32,862,378	1,000	36,855,150
Investment return	1,582,773	4,765	(7,650)	1,579,888
Grant – DFMS	200,000	-	-	200,000
Contributed services – DFMS	740,000	-	-	740,000
Net assets released from restrictions	11,562,671	(11,562,671)	-	-
Total revenues and other support	\$18,077,216	\$21,304,472	(\$6,650)	\$39,375,038
Expenses:				
Food security	1,734,785	-	-	1,734,785
Primary health care	1,209,138	-	-	1,209,138
Emergency relief and rebuilding	10,584,208	-	-	10,584,208
Total program expenses	\$13,528,131	-	-	\$13,528,131
Fundraising	1,752,926	-	-	1,752,926
Administration	1,510,215	-	-	1,510,215
Total expenses	\$16,791,272	-	-	\$16,791,272
Change in net assets	\$1,285,944	\$21,304,472	(\$6,650)	\$22,583,766
Net assets, beginning of year	\$11,516,490	\$5,147,673	\$834,211	\$17,498,374
Net assets, end of year	\$12,802,434	\$26,452,145	\$827,561	\$40,082,140

#### **We Are Good Stewards of Your Resources**

At Episcopal Relief and Development, we are committed to using all donations appropriately and effectively to serve and support people suffering worldwide. In addition to maintaining the highest standards for internal accountability, our agency is involved in multi-agency efforts to improve practices and reporting within the relief and development community.

ERD maintains a close relationship with the General Convention and Executive Council of the Episcopal Church. As an independent 501(c)(3) nonprofit organization, we are governed by a twenty-member Board of Directors. For the full list of board and staff, go to our Web site, www.er-d.org.

# **List of Countries with Active Programs in 2006**

Afghanistan Angola Bangladesh Botswana Brazil Burundi Colombia Costa Rica
Dominican Republic
El Salvador
Ghana
Guatemala
Guyana
Haiti
Honduras

India Indonesia Kenya Lesotho Liberia Namibia Nicaragua Niger Pakistan
Peru
Philippines
South Africa
Sudan
Sri Lanka
Swaziland
Tanzania

Thailand United States Venezuela Zambia Zimbabwe

#### **Food Security Programs**

Brazil Burundi Congo El Salvador

Congo

Ghana Haiti Honduras India Kenya Lesotho Liberia Peru Philippines South Africa Sri Lanka Sudan

Tanzania Uruguay Zambia

#### **Primary Health Care Programs**

Afghanistan Angola Botswana Brazil Burundi Congo El Salvador Ghana Honduras India Kenya Lesotho Liberia Namibia Nicaragua Pakistan Peru Philippines South Africa Sri Lanka

Swaziland Tanzania Zambia

#### **Emergency Relief and Rebuilding Programs**

Afghanistan
Bangladesh
Dominican Republic
El Salvador
Haiti
Honduras
India

Indonesia Liberia Pakistan Sri Lanka Sudan Thailand United States

#### **Emergency Relief Programs**

Burundi Malawi
Colombia Níger
Congo Swaziland
Costa Rica Venezuela
Ghana Zambia
Guatemala Zimbabwe
Guyana

#### THE MISSION OF EPISCOPAL RELIEF AND DEVELOPMENT

Episcopal Relief and Development is a compassionate response of the Episcopal Church to human suffering in the world. Hearing God's call to seek and serve Christ in all persons and to respect the dignity of every human being, Episcopal Relief and Development serves to bring together the generosity of Episcopalians and others with the needs of the world. Episcopal Relief and Development faithfully administers the funds that are received from the Church and raised from other sources. It provides relief in times of disaster and promotes sustainable development by identifying and addressing the root causes of suffering.

Episcopal Relief and Development cherishes its partnerships within the Anglican Communion, with ecumenical bodies and with others who share a common vision for justice and peace among all people.



ERD is grateful to all of our valued partners and friends. Your generous support makes the work of Episcopal Relief and Development possible.

Episcopal Relief and Development is the international relief and development agency of the Episcopal Church of the United States. An independent 501(c)(3) organization, ERD saves lives and builds hope in communities around the world. We provide emergency assistance in times of crisis and rebuild after disasters. We enable people to climb out of poverty by offering long-term solutions in the areas of food security and health care, including HIV/AIDS and malaria.



A Ministry of the Whole Church for the Whole World