

COMMUNITY FOUNDATION OF SHELBY COUNTY

Combined Financial Statements
Years Ended December 31, 2019 and 2018

McCrate, DeLaet & Co.
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INDEPENDENT AUDITORS' REPORT

To the Board of Directors
Community Foundation of Shelby County

Report on the Financial Statements

We have audited the accompanying combined financial statements of Community Foundation of Shelby County and affiliate which comprise the statements of financial position as of December 31, 2019 and 2018, and the related combined statements of activities, functional expenses, and cash flows for the years then ended, and the related notes to the financial statements.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

Our responsibility is to express an opinion on these combined financial statements based on our audits. We conducted our audits in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the combined financial statements are free of material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the combined financial statements referred to above present fairly, in all material respects, the financial position of Community Foundation of Shelby County and affiliate as of December 31, 2019 and 2018 and the changes in its net assets and its cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

McCrate, DeLaet & Co.

Sidney, Ohio

August 26, 2020

COMMUNITY FOUNDATION OF SHELBY COUNTY
 Combined Statements of Financial Position
 December 31, 2019 and 2018

	2019	2018
ASSETS		
Cash & cash equivalents	\$ 3,139,750	\$ 5,583,859
Pledges receivable-assets held on behalf of others	385,308	401,812
Investments	32,010,019	26,320,425
Property and equipment, net	66,436	67,926
Other assets	642	(162)
TOTAL ASSETS	\$ 35,602,155	\$ 32,373,860
LIABILITIES AND NET ASSETS		
Grants payable	\$ 268,962	\$ 249,701
Accrued liabilities	18,542	15,779
Notes and interest payable on behalf of others	206,464	-
Assets held on behalf of others	8,723,348	9,870,843
Total Liabilities	9,217,316	10,136,323
Net Assets:		
Without Restrictions	26,384,839	22,237,537
Total Net Assets	26,384,839	22,237,537
TOTAL LIABILITIES AND NET ASSETS	\$ 35,602,155	\$ 32,373,860

See accompanying notes

COMMUNITY FOUNDATION OF SHELBY COUNTY
 Combined Statements of Activities
 For the Years Ended December 31, 2019 and 2018

	2019	2018
Revenues, Gains, & Support:		
Contributions	\$ 2,260,030	\$ 1,874,920
Net investment income (loss)	4,095,686	(1,450,916)
Fund management fees	230,825	218,079
Total Revenue	6,586,541	642,082
Expenses:		
Program activities	2,142,427	1,588,292
Fundraising costs	92,164	60,579
General and administrative	204,648	197,365
Total Expenses	2,439,239	1,846,236
Change in Net Assets	4,147,302	(1,204,154)
Net Assets, Beginning of the Year	22,237,537	23,441,691
NET ASSETS, END OF THE YEAR	\$ 26,384,839	\$ 22,237,537

See accompanying notes

COMMUNITY FOUNDATION OF SHELBY COUNTY
 Combined Statement of Functional Expenses
 For the Year Ended December 31, 2019

	<u>Program Activities</u>	<u>Fundraising</u>	<u>General and Administrative</u>	<u>Total</u>
Grants	\$ 2,066,049	\$ -	\$ -	\$ 2,066,049
Personnel costs	56,940	87,636	126,902	271,478
Professional fees	1,450	-	16,900	18,350
Occupancy	3,301	3,301	6,602	13,205
Insurance	-	-	9,431	9,431
Travel Expenses	-	-	2,651	2,651
Advertising	12,233	-	-	12,233
Depreciation	2,455	1,227	1,227	4,909
Administrative	-	-	40,934	40,934
TOTAL EXPENSES	<u><u>\$ 2,142,427</u></u>	<u><u>\$ 92,164</u></u>	<u><u>\$ 204,648</u></u>	<u><u>\$ 2,439,239</u></u>

See accompanying notes

COMMUNITY FOUNDATION OF SHELBY COUNTY
 Combined Statement of Functional Expenses
 For the Year Ended December 31, 2018

	<u>Program Activities</u>	<u>Fundraising</u>	<u>General and Administrative</u>	<u>Total</u>
Grants	\$ 1,507,822	\$ -	\$ -	\$ 1,507,822
Personnel costs	54,580	57,157	124,951	236,688
Professional fees	4,454	-	16,300	20,754
Occupancy	2,492	2,492	4,984	9,968
Insurance	-	-	9,431	9,431
Travel Expenses	-	-	1,971	1,971
Advertising	17,084	-	-	17,084
Depreciation	1,860	930	930	3,720
Administrative	-	-	38,798	38,798
TOTAL EXPENSES	<u><u>\$ 1,588,292</u></u>	<u><u>\$ 60,579</u></u>	<u><u>\$ 197,365</u></u>	<u><u>\$ 1,846,236</u></u>

See accompanying notes

COMMUNITY FOUNDATION OF SHELBY COUNTY
 Combined Statements of Cash Flows
 For the Years Ended December 31, 2019 and 2018

	2019	2018
CASH FLOWS FROM OPERATING ACTIVITIES:		
Cash received from contributions	\$ 2,260,030	\$ 1,874,920
Cash received from contributions for assets held in trust for others	992,326	1,572,228
Cash received from fund management	230,825	218,078
Interest and dividends received	948,953	755,275
Interest and dividends received for assets held in trust for others	328,153	268,390
Cash paid to grantees	(2,046,788)	(1,453,038)
Cash paid to grantees for assets held in trust for others	(3,352,521)	(1,543,973)
Cash paid to employees	(268,715)	(238,732)
Cash paid to suppliers	(298,005)	(291,297)
Cash paid to suppliers for assets held in trust for others	(83,863)	(77,690)
Interest paid on note payable held in trust for others	(3,002)	-
NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES	(1,292,607)	1,084,161
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of building improvements and equipment	(3,419)	(3,294)
Purchase of investments	(14,991,098)	(6,139,191)
Proceeds from sale of investments	13,639,553	5,949,518
NET CASH PROVIDED (USED) BY INVESTING ACTIVITIES	(1,354,964)	(192,967)
CASH FLOWS FROM FINANCING ACTIVITIES		
Loan proceeds	407,000	-
Loan payments	(203,538)	-
NET CASH PROVIDED (USED) BY FINANCING ACTIVITIES	203,462	-
Net increase (decrease) in cash	(2,444,109)	891,194
Cash, Beginning of the Year	5,583,859	4,692,665
CASH, END OF THE YEAR	\$ 3,139,750	\$ 5,583,859

See accompanying notes