



**COMMUNITY FOUNDATION  
OF HENDERSON COUNTY, INC.**

Hendersonville, North Carolina

Financial Statements and  
Supplementary Information

Years Ended June 30, 2020 and 2019



**COMMUNITY FOUNDATION OF HENDERSON COUNTY, INC.**

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David Marshall  
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**COMMUNITY FOUNDATION OF HENDERSON COUNTY, INC.**

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## INDEPENDENT AUDITORS' REPORT

To the Board of Directors  
Community Foundation of Henderson County, Inc.

We have audited the accompanying financial statements of Community Foundation of Henderson County, Inc. (a nonprofit organization), which comprise the statements of financial position as of June 30, 2020 and 2019, and the related 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 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 financial statements are free from 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 auditors' 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.

To the Board of Directors  
Community Foundation of Henderson County, Inc.  
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## **Opinion**

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Community Foundation of Henderson County, Inc. as of June 30, 2020 and 2019, 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.

## **Report on Supplementary Information**

Our audits were conducted for the purpose of forming an opinion on the financial statements as a whole. The schedule of grants is presented for purposes of additional analysis and is not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the financial statements as a whole.

*CARTER, P.C.*

Asheville, North Carolina  
September 29, 2020

**COMMUNITY FOUNDATION OF HENDERSON COUNTY, INC.**

Statements of Financial Position  
June 30, 2020 and 2019

	2020	2019
<b>Assets</b>		
Current assets:		
Cash and equivalents	\$ 7,873,956	\$ 7,466,333
Accounts receivable	9,425	12,649
Beneficial interest in trusts, current portion	25,561	49,970
Assets available-for-sale	89,400	100,000
Prepaid expenses	46,544	54,554
Total current assets	8,044,886	7,683,506
Beneficial interest in trusts, net of current portion	137,742	148,966
Investments	97,086,541	102,789,086
Property and equipment	714,544	532,347
Total assets	<u>\$ 105,983,713</u>	<u>\$ 111,153,905</u>
<b>Liabilities and net assets</b>		
Current liabilities:		
Accounts payable and accrued liabilities	\$ 15,298	\$ 20,486
Grants payable	35,000	64,554
Current portion of annuity trust obligations	201,947	192,667
Total current liabilities	252,245	277,707
Annuity trust obligations, net of current portion	1,432,038	1,369,249
Funds held as organizational endowments	7,093,739	7,412,366
Total liabilities	8,778,022	9,059,322
Net assets:		
Without donor restrictions	4,753,308	4,631,116
With donor restrictions	92,452,383	97,463,467
Total net assets	97,205,691	102,094,583
Total liabilities and net assets	<u>\$ 105,983,713</u>	<u>\$ 111,153,905</u>

The accompanying notes are an integral part of these financial statements.

**COMMUNITY FOUNDATION OF HENDERSON COUNTY, INC.**

Statement of Activities  
Year Ended June 30, 2020

	<u>Without Donor Restrictions</u>	<u>With Donor Restrictions</u>	<u>Total</u>
<b>Public support and other revenues</b>			
Contributions	\$ 49,292	\$ 4,216,683	\$ 4,265,975
Less, amounts received for organizational endowments		<u>(262,440)</u>	<u>(262,440)</u>
Contributions, net	49,292	3,954,243	4,003,535
Investment income, net	173,600	2,472,610	2,646,210
Management fees	50,031		50,031
Change in value of split-interest agreements		(38,148)	(38,148)
Fundraising income, net	75,248		75,248
Other income	11,590		11,590
Net assets released from restrictions	<u>5,376,878</u>	<u>(5,376,878)</u>	
Total public support and other revenues	<u>5,736,639</u>	<u>1,011,827</u>	<u>6,748,466</u>
 <b>Expenses</b>			
Program services	4,787,583		4,787,583
Supporting services	<u>662,489</u>		<u>662,489</u>
Total expenses	<u>5,450,072</u>		<u>5,450,072</u>
 Increase in net assets before other losses	<u>286,567</u>	<u>1,011,827</u>	<u>1,298,394</u>
 <b>Other losses</b>			
Net losses on investments	(164,375)	(5,997,911)	(6,162,286)
Impairment loss on assets available-for-sale		<u>(25,000)</u>	<u>(25,000)</u>
Total other losses	<u>(164,375)</u>	<u>(6,022,911)</u>	<u>(6,187,286)</u>
 Increase (decrease) in net assets	122,192	(5,011,084)	(4,888,892)
 Net assets at beginning of year	<u>4,631,116</u>	<u>97,463,467</u>	<u>102,094,583</u>
 Net assets at end of year	<u>\$ 4,753,308</u>	<u>\$ 92,452,383</u>	<u>\$ 97,205,691</u>

The accompanying notes are an integral part of these financial statements.

**COMMUNITY FOUNDATION OF HENDERSON COUNTY, INC.**

Statement of Activities  
Year Ended June 30, 2019

	<u>Without Donor Restrictions</u>	<u>With Donor Restrictions</u>	<u>Total</u>
<b>Public support and other revenues</b>			
Contributions	\$ 60,982	\$ 5,398,266	\$ 5,459,248
Less, amounts received for organizational endowments		<u>(280,657)</u>	<u>(280,657)</u>
Contributions, net	60,982	5,117,609	5,178,591
Investment income, net	208,422	2,989,075	3,197,497
Management fees	52,994		52,994
Change in value of split-interest agreements		186,692	186,692
Fundraising income, net	70,802		70,802
Other income	13,640		13,640
Net assets released from restrictions	<u>5,239,793</u>	<u>(5,239,793)</u>	
Total public support and other revenues	<u>5,646,633</u>	<u>3,053,583</u>	<u>8,700,216</u>
<b>Expenses</b>			
Program services	4,709,639		4,709,639
Supporting services	<u>645,679</u>		<u>645,679</u>
Total expenses	<u>5,355,318</u>		<u>5,355,318</u>
Increase in net assets before other losses	291,315	3,053,583	3,344,898
<b>Other losses</b>			
Net losses on investments	<u>(6,676)</u>	<u>(530,213)</u>	<u>(536,889)</u>
Increase in net assets	284,639	2,523,370	2,808,009
Net assets at beginning of year	<u>4,346,477</u>	<u>94,940,097</u>	<u>99,286,574</u>
Net assets at end of year	<u>\$ 4,631,116</u>	<u>\$ 97,463,467</u>	<u>\$ 102,094,583</u>

The accompanying notes are an integral part of these financial statements.

**COMMUNITY FOUNDATION OF HENDERSON COUNTY, INC.**

Statement of Functional Expenses  
Year Ended June 30, 2020

	<u>Supporting Services</u>				<u>Total</u>
	<u>Program Services</u>	<u>Management &amp; General</u>	<u>Fundraising</u>	<u>Total Supporting Services</u>	
Salaries	\$ 249,943	\$ 259,599	\$ 100,367	\$ 359,966	\$ 609,909
Payroll taxes	18,080	18,779	7,260	26,039	44,119
Benefits	<u>47,051</u>	<u>48,660</u>	<u>19,103</u>	<u>67,763</u>	<u>114,814</u>
Total salaries and related expenses	<u>315,074</u>	<u>327,038</u>	<u>126,730</u>	<u>453,768</u>	<u>768,842</u>
Grants	4,433,069				4,433,069
Less, organizational grants	<u>(241,061)</u>				<u>(241,061)</u>
Grants, net	4,192,008				4,192,008
Annuity payments	200,241				200,241
Advertising		2,455	2,454	4,909	4,909
Dues and subscriptions	6,324	3,077	1,291	4,368	10,692
Insurance		8,858	385	9,243	9,243
Office expense	3,407	3,773	276	4,049	7,456
Postage	1,579	3,640	850	4,490	6,069
Telephone	4,081	1,255	942	2,197	6,278
Professional services		45,769		45,769	45,769
Communications	71	16,002	1,661	17,663	17,734
Travel and training	5,531	14,698	3,162	17,860	23,391
Printing and publications	11,370	7,464	4,134	11,598	22,968
Occupancy	3,503	8,174		8,174	11,677
Technology	29,673	27,549	4,785	32,334	62,007
Other	<u>4,485</u>	<u>5,344</u>		<u>5,344</u>	<u>9,829</u>
Total expenses before depreciation	<u>4,777,347</u>	<u>475,096</u>	<u>146,670</u>	<u>621,766</u>	<u>5,399,113</u>
Depreciation	<u>10,236</u>	<u>40,723</u>		<u>40,723</u>	<u>50,959</u>
Total expenses	<u>\$ 4,787,583</u>	<u>\$ 515,819</u>	<u>\$ 146,670</u>	<u>\$ 662,489</u>	<u>\$ 5,450,072</u>

The accompanying notes are an integral part of these financial statements.

**COMMUNITY FOUNDATION OF HENDERSON COUNTY, INC.**

Statement of Functional Expenses  
Year Ended June 30, 2019

	Supporting Services				Total
	Program Services	Management & General	Fundraising	Total Supporting Services	
Salaries	\$ 234,737	\$ 243,806	\$ 94,262	\$ 338,068	\$ 572,805
Payroll taxes	16,953	17,609	6,808	24,417	41,370
Benefits	<u>47,887</u>	<u>50,416</u>	<u>19,230</u>	<u>69,646</u>	<u>117,533</u>
Total salaries and related expenses	<u>299,577</u>	<u>311,831</u>	<u>120,300</u>	<u>432,131</u>	<u>731,708</u>
Grants	4,326,503				4,326,503
Less, organizational grants	<u>(221,718)</u>				<u>(221,718)</u>
Grants, net	4,104,785				4,104,785
Annuity payments	194,634				194,634
Advertising	1,946	4,396	2,451	6,847	8,793
Dues and subscriptions	6,850	3,184	1,420	4,604	11,454
Insurance		7,526	340	7,866	7,866
Office expense	2,920	3,248	253	3,501	6,421
Postage	1,545	3,563	832	4,395	5,940
Telephone	3,864	1,189	892	2,081	5,945
Professional services		37,221		37,221	37,221
Communications	20	21,978	1,831	23,809	23,829
Travel and training	7,284	9,728	2,191	11,919	19,203
Printing and publications	11,397	7,556	4,144	11,700	23,097
Occupancy	4,910	11,457		11,457	16,367
Technology	42,691	29,028	6,505	35,533	78,224
Other	<u>16,340</u>	<u>16,786</u>		<u>16,786</u>	<u>33,126</u>
Total expenses before depreciation	4,698,763	468,691	141,159	609,850	5,308,613
Depreciation	<u>10,876</u>	<u>35,829</u>		<u>35,829</u>	<u>46,705</u>
Total expenses	<u>\$ 4,709,639</u>	<u>\$ 504,520</u>	<u>\$ 141,159</u>	<u>\$ 645,679</u>	<u>\$ 5,355,318</u>

The accompanying notes are an integral part of these financial statements.

**COMMUNITY FOUNDATION OF HENDERSON COUNTY, INC.**

Statements of Cash Flows  
Years Ended June 30, 2020 and 2019

	2020	2019
<b>Cash flows from operating activities</b>		
Increase (decrease) in net assets	\$ (4,888,892)	\$ 2,808,009
Adjustments to reconcile increase in net assets to net cash used by operating activities:		
Depreciation	50,959	46,705
Change in value of split-interest agreements	38,148	(186,692)
Net losses on investments	6,162,286	536,889
Loss on impairment of assets available-for-sale	25,000	
Receipt of donated stock	(692,575)	(1,051,424)
Receipt of assets available-for-sale	(14,400)	
Working capital changes - sources (uses):		
Accounts receivable	3,224	(2,699)
Beneficial interest in trusts	69,554	136,615
Prepaid expenses	8,010	(12,273)
Accounts payable and accrued liabilities	(5,188)	5,082
Grants payable	(29,554)	25,202
Annuity trust obligations		(63,224)
Restricted contributions	(3,954,243)	(5,117,609)
Net cash used by operating activities	(3,227,671)	(2,875,419)
<b>Cash flows from investing activities</b>		
Proceeds from sale of investments	9,546,196	10,071,167
Purchase of investments	(9,313,362)	(11,429,034)
Purchase of equipment	(233,156)	
Net cash used by investing activities	(322)	(1,357,867)
<b>Cash flows from financing activities</b>		
Funds held as organizational endowments	(318,627)	162,794
Restricted contributions	3,954,243	5,117,609
Net cash provided by financing activities	3,635,616	5,280,403
Net increase in cash and equivalents	407,623	1,047,117
Cash and equivalents at beginning of year	7,466,333	6,419,216
Cash and equivalents at end of year	\$ 7,873,956	\$ 7,466,333

The accompanying notes are an integral part of these financial statements.

# COMMUNITY FOUNDATION OF HENDERSON COUNTY, INC.

Notes to Financial Statements  
June 30, 2020 and 2019

## **Note 1 - Summary of Significant Accounting Policies**

### Organization

The Community Foundation of Henderson County, Inc. (the Foundation) is a permanent foundation. The Foundation receives gifts, grants, and bequests for the purpose of making charitable donations to approved organizations (as defined in its articles of incorporation and determined by the Board of Directors) and generally to perform all acts which may be deemed necessary or expedient to develop charitable capital for Henderson County, North Carolina.

### Income Tax Status

The Foundation is incorporated as a nonprofit corporation under the laws of the State of North Carolina. The Foundation is exempt from federal income taxes under Section 501(c)(3) of the Internal Revenue Code and qualifies as a public charity under Section 509(a)(1) of the Code.

### Fund Accounting

The accounts of the Foundation are maintained in accordance with the principles of fund accounting. Under fund accounting, resources for various purposes are classified for accounting and reporting purposes into funds established according to their nature and purpose. Separate accounts are maintained for each fund; however, in the accompanying financial statements, funds that have similar characteristics have been combined into fund groups. Fund balances are classified on the statements of financial position as net assets without donor restrictions or net assets with donor restrictions based on the absence or existence and type of donor-imposed restrictions.

### Basis of Presentation

The financial statements of the Foundation have been prepared on the accrual basis of accounting in accordance with accounting principles generally accepted in the United States of America (U.S. GAAP), which require the Foundation to report information regarding its financial position and activities according to the following net asset classifications:

- *Net assets without donor restrictions:* Net assets that are not subject to donor-imposed restrictions and may be expended for any purpose in performing the primary objectives of the Foundation. These net assets may be used at the discretion of Foundation's management and Board of Directors.

## **Note 1 - Summary of Significant Accounting Policies (continued)**

### Basis of Presentation (continued)

- *Net assets with donor restrictions:* Net assets subject to donor-imposed time or purpose restrictions. These restrictions limit the spending options when using these resources because the Foundation has a fiduciary responsibility to follow the donors' instructions. Net assets with donor restrictions generally result from donor-restricted contributions and investment income generated by donor-restricted endowment funds. Some donor restrictions are temporary in nature; those restrictions will be met by actions of the Foundation, or the passage of time. Other donor restrictions are perpetual in nature, whereby the donor has stipulated the funds be maintained in perpetuity.

Support is recorded as increases in net assets without donor restrictions unless use of the related assets is limited by donor-imposed restrictions. Expenses are reported as decreases in net assets without donor restrictions. Expirations of donor restrictions on net assets (that is, the donor-stipulated purpose has been fulfilled and/or time period has elapsed) are reported as net assets released from restrictions. The Foundation has adopted a policy to classify donor restricted support as without donor restrictions to the extent that donor restrictions were met in the reporting period the support was recognized.

The net asset classification of donor-restricted endowment funds is subject to an enacted version of the Uniform Prudent Management of Institutional Funds Act of 2006 (UPMIFA). As a result, the investment return from donor-restricted endowment funds is classified as net assets with donor restrictions until appropriated for expenditure.

### Measure of Operations

The statements of activities report all changes in net assets, including changes in net assets from operating and non-operating activities. Operating activities consist of those items attributable to the Foundation's ongoing program services and interest and dividends earned on investments. Non-operating activities are limited to resources that include gains and losses on investments, impairment loss on assets available-for-sale, and other activities considered to be more unusual or nonrecurring in nature.

### Variance Power

All contributions, including those with donor-imposed restrictions, are subject to the variance power established by the Foundation's governing documents. The variance power grants the Board of Directors the authority to modify any condition or restriction on the distribution of funds if, in its sole judgement (without the approval of any trustee, custodian, or agent), such restriction or condition becomes in effect unnecessary, incapable of fulfillment, or inconsistent with the charitable needs of the area served by the Foundation.

## **Note 1 - Summary of Significant Accounting Policies (continued)**

### Fair Value of Financial Instruments

The carrying value of substantially all reported assets and liabilities, other than beneficial interest in trusts, investments, annuity trust obligations, and funds held as organizational endowments, approximates fair value due to the relatively short-term nature of the financial instruments.

Amounts recognized for beneficial interest in trusts and annuity trust obligations approximates fair value due to net present value adjustments applied to outstanding balances.

Fair value of investments is discussed in Note 5.

Fair value of funds held as organizational endowments is discussed in Note 4.

### Estimates

The preparation of financial statements in accordance with U.S. GAAP requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities, disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

### Cash and Equivalents

For the purpose of the statements of cash flows, the Foundation considers all highly liquid investments with an initial maturity of three months or less to be cash equivalents, except those amounts designated and classified as investments.

### Assets Available-for-Sale

Assets available-for-sale consists of donated jewelry and property held for sale that, once sold, will be used to establish a donor advised fund. Assets available-for-sale are reviewed for impairment when events or circumstances indicate that it is more likely than not that the fair value of the asset is below the carrying amount. During the year ended June 30, 2020, the Foundation determined that the carrying amount of the property held for sale exceeded its fair value. Accordingly, the Foundation concluded that the impairment loss was probable and recognized an estimated loss of \$25,000 for the year ended June 30, 2020.

### Investments

Investments are recorded at fair market value. Both unrealized gains and losses from the fluctuation of market value and realized gains and losses from the sale of investments are reflected in the statements of activities.

## **Note 1 - Summary of Significant Accounting Policies (continued)**

### **Investment Income and Gains**

Investment income and gains are reported as increases in net assets without donor restrictions if the restrictions are met (either a stipulated time period ends or purpose restriction is accomplished) in the reporting period in which the income and gains are recognized.

### **Investment Pools**

The Foundation maintains pooled investment accounts for its board-designated and donor-restricted endowments. Pooling endowment funds for investment purposes has many benefits, including but not limited to spreading the total risk for each endowment fund and making the risk equal for all funds invested in the investment pool, enhancing the investment performance relative to that of an individual fund, and reducing management fees. Realized and unrealized gains and losses from securities in the investment pool are allocated monthly to individual endowments based on the relationship of the fair value of each endowment to the total fair value of the investment accounts, as adjusted for additions to or deductions from those accounts.

### **Funds Held as Organizational Endowments**

The Foundation receives and distributes assets under certain agency and intermediary arrangements. FASB ASC 958-605 *Not-for-Profit Entities: Revenue Recognition*, establishes standards for transactions in which a community foundation accepts a contribution from a donor and agrees to transfer those assets, the return on investment of those assets, or both, to another entity that is specified by the donor.

FASB ASC 958-605 specifically requires that, if a nonprofit organization (NPO) establishes a fund at a community foundation with its own funds and specifies itself or its affiliates as the beneficiary of that fund, the community foundation must account for the transfer of such assets as a liability. The liability is reported at the fair value of the funds, which is equivalent to the present value of the future payments expected to be made to the NPO and is recorded as funds held as organizational endowments in the accompanying statements of financial position. In addition, related amounts received, distributed, investment income or loss, and expenses have been removed from the accompanying statements of activities.

The Foundation is the legal owner of all assets contributed to any of its component funds, including organizational endowment funds, as a result of its variance power. It reports the value of organizational endowment funds as assets and liabilities rather than in net assets, in accordance with U.S. GAAP.

### **Fair Value Measurements and Disclosures**

The Foundation applies U.S. GAAP authoritative guidance for fair value measurements and disclosures, which defines fair value, establishes a framework for measuring fair value, and requires certain disclosures about fair value measurements. The standard describes three levels of inputs that may be used to measure fair value:

## **Note 1 - Summary of Significant Accounting Policies (continued)**

### Fair Value Measurements and Disclosures (continued)

Level 1 - Inputs to the valuation methodology are unadjusted quoted prices for identical assets or liabilities in active markets that the Foundation has the ability to access.

Level 2 - Inputs to the valuation methodology include:

- quoted prices for similar assets or liabilities in active markets;
- quoted prices for identical or similar assets or liabilities in inactive markets;
- inputs other than quoted prices that are observable for the asset or liability;
- inputs that are derived principally from or corroborated by observable market data.

If the asset or liability has a specified (contractual) term, the Level 2 input must be observable for substantially the full term of the asset or liability.

Level 3 - Inputs to the valuation methodology are unobservable and significant to the fair value measurement.

Assets and liabilities within the hierarchy are based on the lowest (or least observable) input that is significant to the measurement. The Foundation's assessment of the significance of an input requires judgment, which may affect the valuation and classification within the fair value hierarchy.

### Property and Equipment

Additions to property and equipment, if purchased, are recorded at cost. Major renewals and replacements are capitalized as incurred. Expenditures for repairs and maintenance that do not improve or extend the life of the asset are expensed as incurred. The Foundation has adopted an accounting practice to capitalize all property and equipment with a cost greater than \$2,000 and an estimated useful life extending beyond three years. Depreciation is computed using the straight-line method based on the estimated useful life of the asset, ranging from three to thirty-nine years.

### Donated Property and Equipment

Donations of property and equipment are recorded as contributions at the estimated fair value at the date of the gift. The Foundation reports gifts of property and equipment as contributions without donor restrictions unless explicit donor stipulations specify how the donated assets must be used. Gifts of long-lived assets with explicit restrictions that specify how the assets are to be used and gifts of cash and other assets that must be used to acquire long-lived assets are recorded as net assets with donor restrictions until such assets are acquired or placed in service.

### Donated Assets

Donated marketable securities and other noncash donations are recorded as contributions at their estimated fair values at the date of donation. The Foundation received \$14,400 in donated assets available-for-sale during the year ended June 30, 2020.

## **Note 1 - Summary of Significant Accounting Policies (continued)**

### Donated Services

Donated services are recognized as contributions if the services (a) create or enhance nonfinancial assets or (b) require specialized skills, are performed by people with those skills, and would otherwise be purchased by the Foundation. The Foundation received \$26,729 and \$20,770 in donated legal and advertising services during the years ended June 30, 2020 and 2019, respectively. A number of unpaid volunteers, who serve in the capacity of Board members and various volunteer committees, have made significant contributions of their time in the furtherance of the Foundation's programs. The value of this contributed time is not recognized as contributions in the accompanying financial statements since the recognition criteria were not met.

### Grants Payable

Unconditional grants are charged to operations and recognized as liabilities when authorized by the Board of Directors, regardless of the year in which they are paid. Gifts that are subject to conditions are recorded when approved by the Board of Directors and the conditions are substantially met. As of June 30, 2020 and 2019, the Foundation has authorized grants payable in the amounts of \$170,000 and \$75,000, respectively, which are contingent upon matching requirements or other barriers the grantee must overcome before the grant funding is released.

The Foundation also makes annual authorizations for new and renewed scholarships that are conditioned upon the student satisfying certain enrollment requirements. Conditional scholarships payable totaled \$500,025 and \$498,950 as of June 30, 2020 and 2019, respectively. Conditional grants and scholarships payable will be considered unconditional when the requirements are met.

### Revenue Recognition

Contributions are recognized when cash, securities, other assets, an unconditional promise to give, or notification of a beneficial interest is received. Conditional promises to give - that is, those with a measurable performance or other barrier and a right of return or release of obligation - are not recognized until the conditions on which they depend have been substantially met or the donor has explicitly released the restriction.

The Foundation assesses a management fee on each fund held within the Foundation as compensation for its services. Generally, the fee is tiered from 0.75% to 2% depending on the type of fund and based on the principal market value of the fund. The fee is charged monthly based on the fair value of the fund at the end of that month.

Contract liabilities are recorded when a customer pays consideration, or the Foundation has a right to an amount of consideration that is unconditional, before the transfer of a good or performance of a service to the customer. Thus, the Foundation has an obligation to transfer the good or service to the customer at a future date. The Foundation's contract liabilities are discussed in Note 4, Revenue from Contracts with Customers.

## **Note 1 - Summary of Significant Accounting Policies (continued)**

### Advertising

Advertising costs are not expected to extend beyond the current period and are expensed as incurred. Advertising expense for the years ended June 30, 2020 and 2019, was \$4,909 and \$8,793, respectively. In addition, in-kind advertising in the amount of \$19,604 and \$16,270, is included in net fundraising income in the accompanying statements of activities.

### Functional Allocation of Expenses

The costs of providing program and other activities have been summarized on a functional basis in the statements of activities and functional expenses. Certain categories of expenses are attributable to programs and support. All expenses except for grants, annuity payments, insurance, and professional fees are allocated on the basis of estimated time and effort. Grants and annuity payments are directly related to program services while insurance and professional fees are supporting service activities.

### Reclassifications

Certain accounts in the prior year financial statements have been reclassified for comparative purposes to conform with the presentation in the current year financial statements.

### New Accounting Pronouncements

During the year ended June 30, 2020, the Foundation adopted the requirements the following standards set by the Financial Accounting Standards Board (FASB). The implementation of each of these standards did not materially impact the Foundation's financial statements, except as noted below.

- Accounting Standards Update No. 2014-09, *Revenue from Contracts with Customers (Topic 606)* (ASU 2014-09). This Update amended the previous accounting standards for revenue recognition. ASU 2014-09 establishes principles for recognizing revenue upon the transfer of promised goods or services to customers, in an amount that reflects the consideration to which an entity expects to be entitled in exchange for those goods or services. Additional disclosures have been added as a result of ASU 2014-09, which are included in Note 1, Revenue Recognition and Note 4, Revenue from Contracts with Customers.
- Accounting Standards Update No. 2016-01, *Financial Instruments - Overall: Recognition and Measurement of Financial Assets and Financial Liabilities* (ASU 2016-01). ASU 2016-01 changes certain aspects of recognition, measurement, presentation, and disclosure of financial instruments.

## **Note 1 - Summary of Significant Accounting Policies (continued)**

### New Accounting Pronouncements (continued)

- Accounting Standards Update No. 2018-08, *Clarifying the Scope and the Accounting Guidance for Contributions Received and Contributions Made*, (ASU 2018-08). This ASU clarifies and improves the guidance about the distinction between contributions and exchange transactions and determining whether a contribution is conditional. In accordance with the ASU, the Foundation has determined that previously recognized grants and scholarships payables were conditional due to a barrier for the grantee to overcome and a right of release existing at June 30, 2019. As a result, for the year ended June 30, 2019, grants and scholarships payable and grant expenses have been reduced by \$573,950 and \$94,200, respectively, and net assets with donor restrictions have been increased by \$479,750 from the amounts previously reported.

## **Note 2 - Net Assets**

Net assets are described as follows:

<u>At June 30</u>	<u>2020</u>	<u>2019</u>
Net assets without donor restrictions:		
Undesignated	\$ 927	\$ 5,503
Board designated:		
Operations	2,081,049	1,816,334
Board-designated endowment funds	<u>2,671,332</u>	<u>2,809,279</u>
Net assets without donor restrictions	<u>4,753,308</u>	<u>4,631,116</u>
Net assets with donor restrictions:		
Subject to expenditure for specified purpose:		
Donor-advised grants	2,645,988	2,275,798
Trusts designated for endowments	1,191,814	1,293,698
Subject to the Foundation's spending policy:		
Donor-restricted endowments	10,913,961	18,358,000
Not subject to spending policy or appropriation:		
Investment in perpetuity - endowments	<u>77,700,620</u>	<u>75,535,971</u>
Net assets with donor restrictions	<u>92,452,383</u>	<u>97,463,467</u>
<u>Total net assets</u>	<u>\$ 97,205,691</u>	<u>\$ 102,094,583</u>

### **Note 3 - Liquidity and Availability of Financial Assets**

The following reflects the liquidity and availability of the Foundation's financial assets:

<u>At June 30</u>	<u>2020</u>	<u>2019</u>
Financial assets:		
Cash and equivalents	\$ 7,873,956	\$ 7,466,333
Accounts receivable	9,425	12,649
Beneficial interest in trusts, net	163,303	198,936
Investments	<u>97,086,541</u>	<u>102,789,086</u>
Total financial assets	<u>105,133,225</u>	<u>110,467,004</u>
Amounts not available for general expenditure:		
Board designated for operations	(2,081,049)	(1,816,334)
Board-designated endowment funds	(2,671,332)	(2,809,279)
Total net assets with donor restrictions	<u>(92,452,383)</u>	<u>(97,463,467)</u>
Total amounts not available for general expenditure	<u>(97,204,764)</u>	<u>(102,089,080)</u>
Net financial assets available to meet cash needs for general expenditures within one year	<u>\$ 7,928,461</u>	<u>\$ 8,377,924</u>

The Foundation has a policy to structure its financial assets to be available as its general expenditures, liabilities, and other obligations become due. The Foundation invests cash in excess of daily requirements in insured cash sweep accounts and money market funds.

Board-designated endowment funds are available, if necessary, for expenditure by appropriation by the Board. However, the Foundation does not intend to spend from these board-designated endowment funds.

### **Note 4 - Revenue from Contracts with Customers**

Beneficial interest in trusts and investments derived from split-interest agreements represent the Foundation's contract assets with an unconditional right to receive consideration from customers.

Receivables from trusts consist of a number of irrevocable charitable lead annuity trusts that the Foundation has been named as beneficiary but is not the trustee. When the Foundation is notified of the existence of the trust, a receivable and contribution revenue are recorded at the present value of the estimated future cash flows. The discounts on those amounts are computed using risk-adjusted interest rates applicable to the years in which the contributions are received. Amortization of the discount is included in the change in value of split-interest agreements.

#### **Note 4 - Revenue from Contracts with Customers (continued)**

The Foundation serves as trustee and is the sole beneficiary of several trusts and gift annuities. The fair market values of the trusts and gift annuities are recorded as assets of the Foundation and are included in investments. The net present value of the anticipated benefit to be received by the Foundation from these agreements is recorded as contribution revenue in the year the agreement is created. The difference between the total trust assets and the contribution revenue recognized is recorded as a liability to be disbursed during the lifetime of the beneficiaries. As required distributions are made to these beneficiaries, the annuity trust obligation is reduced. At the end of the trust's term, the remaining assets are generally available for the Foundation's use. Contributions under trust agreements totaled \$344,677 and \$110,000 for the years ended June 30, 2020 and 2019, respectively. The annuity trust obligation is calculated using a discount rate of 2.2% to 7.8% using guidelines provided by the Internal Revenue Service and applicable mortality tables. Amortization of the discount is included in the change in value of split-interest agreements.

The Foundation is named as beneficiaries in various wills; however, these bequests do not meet the criteria for recording under professional standards, and therefore have not been included in the accompanying financial statements.

The following provides information about contract assets:

<u>At June 30</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>
Beneficial interest in trusts:			
Due in less than one year	\$ 25,561	\$ 49,970	\$ 80,739
One to five years	62,520	66,916	96,008
More than five years	<u>121,132</u>	<u>135,459</u>	<u>151,089</u>
Total beneficial interest in trusts	209,213	252,345	327,836
Less, discount to net present value at 4.56% to 7.6%	<u>(45,910)</u>	<u>(53,409)</u>	<u>(71,584)</u>
Beneficial interest in trusts, net	<u>163,303</u>	<u>198,936</u>	<u>256,252</u>
Investments derived from split-interest agreements:			
Cash and money market funds	188,741	16,683	17,566
Mutual funds	2,266,403	2,422,732	2,492,392
Exchange-traded funds	364,354	413,692	450,336
Interest in life estates	<u>          </u>	<u>          </u>	<u>388,000</u>
Split-interest investments	<u>2,819,498</u>	<u>2,853,107</u>	<u>3,348,294</u>
<u>Total contract assets</u>	<u>\$ 2,982,801</u>	<u>\$ 3,052,043</u>	<u>\$ 3,604,546</u>

#### **Note 4 - Revenue from Contracts with Customers (continued)**

Funds held as organizational endowments consists of 74 agency endowment funds. In accordance with U.S. GAAP, the Foundation has reclassified to liabilities all additions and reductions to funds held as organizational endowments recorded as contribution revenue, investment income, gains or losses, and grant expenses.

Significant changes in contract liabilities are as follows:

<u>Years Ended June 30</u>	<u>2020</u>	<u>2019</u>
Annuity trust obligations, beginning of fiscal year	\$ 1,561,916	\$ 1,669,309
Change in value of split interest agreement	<u>72,069</u>	<u>(107,393)</u>
Annuity trust obligations, end of fiscal year	<u>1,633,985</u>	<u>1,561,916</u>
Funds held as organizational endowments, beginning	7,412,366	7,249,572
Contributions	262,440	280,657
Investment income, net	185,662	235,710
Net investment losses	(475,630)	(78,864)
Grants	(241,061)	(221,718)
Management fees	<u>(50,038)</u>	<u>(52,991)</u>
Funds held as organizational endowments, ending	<u>7,093,739</u>	<u>7,412,366</u>
<u>Total contract liabilities</u>	<u>\$ 8,727,724</u>	<u>\$ 8,974,282</u>

#### **Note 5 - Fair Value Measurements**

Investments are recorded in the accompanying financial statements at estimated fair value in accordance with the fair value hierarchy. The Foundation's interests in alternative investment funds, such as hedge funds, are generally reported at the net asset value (NAV) reported by fund managers. NAV is used as a practical expedient to estimate fair value, unless it is probable that all or a portion of the investment will be sold for an amount different from NAV. As of June 30, 2020 and 2019, the Foundation had no plans to sell investments at amounts different from NAV. In accordance with U.S. GAAP, funds measured using NAV as a practical expedient to estimate fair value are not assigned a level within the fair value hierarchy.

Fair values of investments are determined as follows:

##### *Cash and Money Market Funds*

Cash and money market funds are valued using observable market data and are categorized as Level 1 to the degree that they can be valued based on quoted market prices in active markets. Although these funds are readily available, it is the intent of the Foundation to hold them for investment purposes and therefore have classified them as investments.

## **Note 5 - Fair Value Measurements (continued)**

### *Equity Investments*

Equity investments consist of corporate stocks, daily traded mutual funds, and exchange-traded funds. These investments are generally valued based on quoted market prices in active markets obtained from exchange or dealer markets for identical assets, and are accordingly categorized as Level 1, with no valuation adjustments applied. Corporate stocks that are traded in inactive markets are categorized as Level 2.

### *Debt Investments*

Debt investments consist of U.S. Government obligations. All investments in debt securities are valued based on quoted market prices in active markets and are categorized as Level 2.

### *Alternative Investments*

Alternative investments consist of hedge funds. The fund managers invest in a variety of securities, bonds, debt, and other assets based on the strategy of the fund. All alternative investments are valued at NAV as reported by the fund manager.

The following tables sets forth carrying amounts and estimated fair values for financial instruments.

<u>At June 30, 2020</u>	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total</u>
Cash and money market funds	\$ 465,064	\$	\$	\$ 465,064
Equity investments:				
Common stock	325,010			325,010
Mutual funds	78,022,380			78,022,380
Exchange-traded funds	<u>14,990,389</u>	<u></u>	<u></u>	<u>14,990,389</u>
Total investments in the fair value hierarchy	<u>\$ 93,802,843</u>	<u>\$</u>	<u>\$</u>	93,802,843
Alternative investments measured at NAV as a practical expedient*				<u>3,283,698</u>
Total investments				<u>\$ 97,086,541</u>

**Note 5 - Fair Value Measurements (continued)**

At June 30, 2019	Level 1	Level 2	Level 3	Total
Cash and money market funds	\$ 871,020	\$	\$	\$ 871,020
Equity investments:				
Common stock	369,634			369,634
Mutual funds	82,829,764			82,829,764
Exchange-traded funds	15,348,871			15,348,871
Debt investments		<u>9,961</u>		<u>9,961</u>
 Total investments in the fair value hierarchy	 <u>\$ 99,419,289</u>	 <u>\$ 9,961</u>	 <u>\$</u>	 99,429,250
 Alternative investments measured at NAV as a practical expedient*				 <u>3,359,836</u>
 Total investments				 <u>\$ 102,789,086</u>

\* In accordance with U.S. GAAP, certain investments that were measured at NAV as a practical expedient have not been classified in the fair value hierarchy. The fair value amounts presented in this table are intended to permit reconciliation of the fair value hierarchy to amounts presented in the statements of financial position.

The following table sets forth information about alternative investments measured at NAV as a practical expedient:

At June 30	Fair Value 2020	Fair Value 2019	Redemption Frequency	Notice Period
Multi-strategy hedge funds	\$ 1,791,692	\$ 1,694,030	Quarterly	95 days
Multi-strategy hedge funds	<u>1,492,006</u>	<u>1,665,806</u>	Monthly	90 days
 Total investments measured at NAV as a practical expedient	 <u>\$ 3,283,698</u>	 <u>\$ 3,359,836</u>		

As of June 30, 2020 and 2019, there were no unfunded commitments.

### **Note 5 - Fair Value Measurements (continued)**

A reconciliation of changes in Level 3 inputs is as follows:

<u>Year Ended June 30</u>	<u>2020</u>	<u>2019</u>
Level 3 inputs, beginning of year	\$	\$ 388,000
Net gains on investments		93,944
Proceeds from sale of investments		<u>(481,944)</u>
<u>Level 3 inputs, end of year</u>	<u>\$</u>	<u>\$</u>

### **Note 6 - Endowment Funds**

The Foundation's endowments consist of approximately 400 individual funds established for a variety of purposes including both donor-restricted endowment funds and funds designated by the Board of Directors to function as endowments. As required by U.S. GAAP, net assets associated with endowment funds are classified and reported based on the existence or absence of donor-imposed restrictions. Donor restricted endowment funds are classified as net assets with donor restrictions and board-designated endowment funds are classified as net assets without donor restrictions.

#### **Interpretation of Relevant Law**

Absent explicit donor stipulations to the contrary, the Board of Directors of the Foundation has interpreted the North Carolina UPMIFA as requiring the preservation of the fair value of the original gift as of the gift date of donor-restricted endowment funds absent explicit donor stipulation to the contrary. As a result of this interpretation, the Foundation retains in perpetuity (a) the original value of initial and subsequent gifts donated to the permanent endowment and (b) accumulations to the permanent endowment made in accordance with the direction of the applicable donor gift instrument at the time the accumulation is added to the fund.

Donor-restricted amounts not retained in perpetuity are subject to appropriation for expenditure. UPMIFA permits the Board of Directors to appropriate for expenditure as much of a donor-restricted endowment fund as determined prudent for uses, benefits, purposes, and duration for which the endowment fund was established. In accordance with UPMIFA, the Foundation considers the following factors in making a determination to appropriate or accumulate donor-restricted endowment funds: (1) the duration and preservation of the various fund, (2) the purposes of the donor-restricted endowment funds, (3) general economic conditions, (4) the possible effect of inflation and deflation, (5) expected total return from income and appreciation of investments, (6) other resources of the Foundation, and (7) investment policies of the Foundation.

## **Note 6 - Endowment Funds (continued)**

### Investment Return Objectives, Risk Parameters, and Strategies

The Foundation has adopted investment and spending policies for endowment assets that attempt to provide a predictable stream of funding to programs supported by its endowment funds while seeking to maintain the purchasing power of endowment assets. As authorized by the Board of Directors, these assets are invested to maximize long-term returns, while mitigating risk through a diversified portfolio. The assets are invested in a manner that is intended to produce an after-cost total real rate of return, including investment income as well as capital appreciation, which exceeds the annual distribution with acceptable levels of risk. The Foundation expects its endowment assets, over time, to produce an average rate of return in excess of inflation and distributions. Actual returns in any given year may vary from this amount. Investment risk is measured in terms of the total endowment fund; investment assets and allocation between asset classes and strategies are managed to prevent exposing the fund to unacceptable levels of risk.

### Spending Policy

The Foundation has a policy of appropriating for distribution each year 4% of its endowment fund's average principal balance over the most recent 12 quarters. In establishing this policy, the Foundation considered the long-term expected return on its investment assets, the nature and duration of the individual endowment funds, many of which must be maintained in perpetuity because of donor-restrictions, and the possible effects of inflation. This is consistent with the Foundation's objective to maintain the purchasing power of the endowment assets as well as to provide additional real growth through new gifts and investment return.

### Underwater Endowment Funds

The Foundation considers a fund to be underwater if the fair value of the fund is less than the sum of (a) the original value of initial and subsequent gift amounts donated to the fund and (b) any accumulations to the fund that are required to be maintained in perpetuity in accordance with the direction of the applicable donor gift instrument. These deficiencies could result from unfavorable market fluctuations. The Foundation has interpreted UPMIFA to permit spending from underwater funds in accordance with the prudent measures required under the law. At June 30, 2020 and 2019, funds with original gift values of \$24,077,599 and \$1,026,295, fair values of \$23,006,447 and \$1,007,023, and had deficiencies of \$1,071,152 and \$19,272, respectively, were reported in net assets with donor restrictions.

**Note 6 - Endowment Funds (continued)**

Endowment net asset composition by type of fund is as follows:

At June 30, 2020

	<u>Without Donor Restrictions</u>	<u>With Donor Restrictions</u>	<u>Total Endowment Net Assets</u>
Board-designated endowment funds	\$ 2,671,332	\$	\$ 2,671,332
Donor-restricted endowment funds:			
Original donor-restricted gift amounts and amounts required to be maintained in perpetuity by donor		81,650,721	81,650,721
Accumulated investment gains		<u>6,963,860</u>	<u>6,963,860</u>
<u>Total funds</u>	<u>\$ 2,671,332</u>	<u>\$ 88,614,581</u>	<u>\$ 91,285,913</u>

At June 30, 2019

	<u>Without Donor Restrictions</u>	<u>With Donor Restrictions</u>	<u>Total Endowment Net Assets</u>
Board-designated endowment funds	\$ 2,809,279	\$	\$ 2,809,279
Donor-restricted endowment funds:			
Original donor-restricted gift amounts and amounts required to be maintained in perpetuity by donor		79,512,736	79,512,736
Accumulated investment gains		<u>14,381,235</u>	<u>14,381,235</u>
<u>Total funds</u>	<u>\$ 2,809,279</u>	<u>\$ 93,893,971</u>	<u>\$ 96,703,250</u>

**Note 6 - Endowment Funds (continued)**

Changes in endowment net assets are as follows:

<u>Year Ended June 30, 2020</u>			
	<u>Without Donor Restrictions</u>	<u>With Donor Restrictions</u>	<u>Total Endowment Net Assets</u>
Endowment net assets, beginning of year	\$ 2,809,279	\$ 93,893,971	\$ 96,703,250
Transfers		(250,131)	(250,131)
Contributions	40,166	2,179,220	2,219,386
Investment returns, net	(107,503)	(3,478,596)	(3,586,099)
Appropriation of endowment assets for expenditure	(70,610)	(2,734,020)	(2,804,630)
Management fees		(995,863)	(995,863)
<u>Endowment net assets, end of year</u>	<u>\$ 2,671,332</u>	<u>\$ 88,614,581</u>	<u>\$ 91,285,913</u>
<u>Year Ended June 30, 2019</u>			
	<u>Without Donor Restrictions</u>	<u>With Donor Restrictions</u>	<u>Total Endowment Net Assets</u>
Endowment net assets, beginning of year	\$ 2,829,919	\$ 91,959,679	\$ 94,789,598
Transfers	15,659		15,659
Contributions	56,132	3,557,957	3,614,089
Investment returns, net	66,122	2,313,048	2,379,170
Appropriation of endowment assets for expenditure	(158,553)	(2,944,126)	(3,102,679)
Management fees		(992,587)	(992,587)
<u>Endowment net assets, end of year</u>	<u>\$ 2,809,279</u>	<u>\$ 93,893,971</u>	<u>\$ 96,703,250</u>

## **Note 7 - Property and Equipment**

A description of property and equipment is as follows:

<u>At June 30</u>	<u>2020</u>	<u>2019</u>
Buildings	\$ 848,935	\$ 848,935
Land	24,300	24,300
Leasehold improvements	502,561	296,632
Office equipment	<u>186,010</u>	<u>158,782</u>
	1,561,806	1,328,649
Less, accumulated depreciation	<u>847,262</u>	<u>796,302</u>
<u>Property and equipment</u>	<u>\$ 714,544</u>	<u>\$ 532,347</u>

Depreciation expense for the years ended June 30, 2020 and 2019, was \$50,959 and \$46,705, respectively.

Building and land with a carrying value of \$101,696 and \$111,932 as of June 30, 2020 and 2019, respectively, were contributed to the Foundation in a prior year. Under terms of the agreement, the facility, or any proceeds from its sale, must be used for the benefit of the community.

## **Note 8 - Defined Contribution Plan**

The Foundation participates in a 403(b) defined contribution retirement plan managed by Mutual of America. Employees are eligible to participate in the plan after six months of service and are 100% vested upon participation. The Foundation contributes 4% of employee compensation, plus an additional 100% match of employee elective deferrals, up to a maximum of 4% of employee compensation. Retirement benefit expenses under the plan for the years ended June 30, 2020 and 2019, were \$45,982, and \$45,477, respectively.

## **Note 9 - Summary Disclosure of Significant Contingencies**

### **Risk Management**

The Foundation is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The Foundation carries commercial insurance coverage for risks of loss. Claims have not exceeded coverage in any period since inception.

## **Note 10 - Income Taxes**

### **Uncertain Tax Positions**

The Foundation is exempt from federal income taxes under Section 501(c)(3) of the Internal Revenue Code, except on net income derived from unrelated business activities. The Foundation believes that it has appropriate support for any tax positions taken, and as such, does not have any uncertain tax positions material to the financial statements.

### **Open Tax Years**

The Foundation's Return of Organization Exempt from Income Tax (Form 990) for the tax years ended June 30, 2019, 2018, and 2017, are subject to examination by the IRS, generally for three years after they were filed.

## **Note 11 - Concentrations of Credit Risk**

The Foundation maintains its cash and equivalents at financial institutions that are insured by the Federal Deposit Insurance Corporation (FDIC) up to \$250,000. Additionally, the Foundation maintains insured cash sweep agreements with two financial institutions to protect against uninsured cash balances. The uninsured balance at June 30, 2020 and 2019, was \$5,663 and \$336,157, respectively.

Each brokerage balance is protected by the Securities Investor Protection Corporation (SIPC) in the event of broker-dealer failure, up to \$500,000 of protection for each brokerage account with a limit of \$250,000 for claims of uninvested cash balances. The SIPC does not protect against market losses on investments. There were no SIPC uninsured cash balances at June 30, 2020 and 2019.

The Foundation's investments are exposed to various risks such as interest rate, market, and credit. Due to the level of risk associated with these investments and the level of uncertainty related to changes in the fair value of investments, it is at least reasonably possible that changes in the various risk factors could occur in the near term and materially affect the Foundation's investment account balances and amounts reported in the accompanying financial statements.

## **Note 12 - Subsequent Events**

Management has evaluated subsequent events through September 29, 2020, which is the date the financial statements were available to be issued.

## **SUPPLEMENTARY INFORMATION**

**COMMUNITY FOUNDATION OF HENDERSON COUNTY, INC.**

Schedule of Grants  
Years Ended June 30, 2020 and 2019

	<u>2020</u>	<u>2019</u>
Animal care	\$ 159,049	\$ 132,074
Arts and culture	139,143	136,682
Civic and community	264,457	195,570
Conservation	188,460	170,066
Education	276,835	362,058
Health	587,283	660,029
Human services	1,901,362	1,751,732
Religious programs	244,661	255,459
Scholarships	<u>430,758</u>	<u>441,115</u>
Total	<u>\$ 4,192,008</u>	<u>\$ 4,104,785</u>