

KOSCIUSKO COUNTY COMMUNITY FOUNDATION, INC.
AND AFFILIATE,
ORTHOPEDICS CAPITAL FOUNDATION, INC.

CONSOLIDATED FINANCIAL STATEMENTS AND
INDEPENDENT AUDITORS' REPORT

June 30, 2019 and 2018

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Independent Auditors' Report

Board of Directors
Kosciusko County Community Foundation, Inc. and Affiliate

Report on the Financial Statements

We have audited the accompanying consolidated financial statements of Kosciusko County Community Foundation, Inc. and Affiliate which comprise the consolidated statements of financial position as of June 30, 2019 and 2018, and the related consolidated statements of activities, functional expenses, and cash flows for the years then ended, and the related notes to the consolidated financial statements.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these consolidated 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.

Auditor's Responsibility

Our responsibility is to express an opinion on these consolidated 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 consolidated financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the consolidated 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 consolidated 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 consolidated 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 consolidated financial statements referred to above present fairly, in all material respects, the consolidated financial position of Kosciusko County Community Foundation, Inc. and Affiliate as of June 30, 2019 and 2018, and the changes in their consolidated net assets and their consolidated cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

Estep Burkey Simmons, LLC

Muncie, Indiana
August 28, 2019

Kosciusko County Community Foundation, Inc. and Affiliate

CONSOLIDATED STATEMENTS OF FINANCIAL POSITION

June 30,

	<u>2019</u>	<u>2018</u>
ASSETS		
Cash and cash equivalents	\$ 4,225,783	\$ 1,326,557
Interest and dividends receivable	31,128	12,753
Prepaid expenses	41,367	29,827
Certificates of deposit	-	200,000
Estate receivable	676,790	-
Pledges receivable, net of discount	6,000	240,389
Trusts receivable, net of discount	1,869,057	-
Investments	51,915,141	51,625,066
Charitable remainder trusts	3,213,448	3,509,802
Property, building and equipment, net of accumulated depreciation	369,593	424,648
	<u>\$ 62,348,307</u>	<u>\$ 57,369,042</u>
LIABILITIES AND NET ASSETS		
LIABILITIES		
Accounts payable	\$ 41,889	\$ 15,254
Accrued payroll, taxes and benefits	57,743	57,320
Payroll taxes and benefits withheld	6,593	6,449
Grants payable	868,295	831,620
Deferred revenue	269,916	-
Annuity reserves	26,146	8,341
Agency endowments	2,249,069	2,181,847
	<u>3,519,651</u>	<u>3,100,831</u>
Total liabilities	3,519,651	3,100,831
NET ASSETS		
Without donor restrictions	2,032,931	2,085,638
With donor restrictions	56,795,725	52,182,573
	<u>58,828,656</u>	<u>54,268,211</u>
	<u>\$ 62,348,307</u>	<u>\$ 57,369,042</u>

The accompanying notes are an integral part of these statements.

Kosciusko County Community Foundation, Inc. and Affiliate

CONSOLIDATED STATEMENTS OF ACTIVITIES

Years Ended June 30,

	2019		
	Without Donor Restrictions	With Donor Restrictions	Total
Support and revenue			
Contributions and bequests	\$ 79,809	\$ 7,682,552	\$ 7,762,361
Administrative fee income	795,646		795,646
Investment return, net	72,404	808,848	881,252
Change in value of split-interest agreements		149,311	149,311
Discounts on receivables		31,559	31,559
Other income	7,045	122	7,167
	<u>954,904</u>	<u>8,672,392</u>	<u>9,627,296</u>
Net assets released from restrictions			
Pursuant to endowment restrictions	2,273,495	(2,273,495)	
Other releases from restriction	1,785,745	(1,785,745)	
	<u>4,059,240</u>	<u>(4,059,240)</u>	
Expenses			
Program Services			
Grantmaking	3,516,028		3,516,028
Supporting Services			
Management and general	1,242,029		1,242,029
Fundraising	308,794		308,794
	<u>5,066,851</u>		<u>5,066,851</u>
INCREASE (DECREASE) IN NET ASSETS	(52,707)	4,613,152	4,560,445
Net assets at beginning of year	<u>2,085,638</u>	<u>52,182,573</u>	<u>54,268,211</u>
Net assets at end of year	<u>\$ 2,032,931</u>	<u>\$ 56,795,725</u>	<u>\$ 58,828,656</u>

The accompanying notes are an integral part of these statements.

2018		
Without Donor Restrictions	With Donor Restrictions	Total
\$ 217,853	\$ 3,590,234	\$ 3,808,087
783,720		783,720
46,917	2,478,862	2,525,779
	278,858	278,858
	12,484	12,484
7,950	385	8,335
<u>1,056,440</u>	<u>6,360,823</u>	<u>7,417,263</u>
2,288,447	(2,288,447)	
1,184,868	(1,184,868)	
<u>3,473,315</u>	<u>(3,473,315)</u>	
2,956,040		2,956,040
1,262,226		1,262,226
293,851		293,851
<u>4,512,117</u>		<u>4,512,117</u>
17,638	2,887,508	2,905,146
<u>2,068,000</u>	<u>49,295,065</u>	<u>51,363,065</u>
<u>\$ 2,085,638</u>	<u>\$ 52,182,573</u>	<u>\$ 54,268,211</u>

Kosciusko County Community Foundation, Inc. and Affiliate

CONSOLIDATED STATEMENTS OF FUNCTIONAL EXPENSES

Years Ended June 30,

	2019			Total
	Grant-making	Management and General	Fundraising	
Grants and scholarships	\$ 3,171,870			\$ 3,171,870
Salaries and wages	165,018	\$ 265,819	\$ 162,355	593,192
Payroll taxes	11,915	19,195	11,081	42,191
Employee benefits	15,712	20,875	12,318	48,905
Program expenses	68,434			68,434
Community meetings and studies	35,383			35,383
Administrative fees		772,292		772,292
Occupancy		21,612		21,612
Insurance		10,042		10,042
Professional and legal fees	5,263	25,457		30,720
Credit card processing fees		2,939		2,939
Telephone	1,084	1,800	1,099	3,983
Postage	2,281	3,789	2,312	8,382
Information technology	10,640	28,100	8,185	46,925
Repairs and maintenance		15,942		15,942
Conferences and meetings	5,159	8,569	5,229	18,957
Travel	2,847	4,728	2,886	10,461
Office supplies	1,078	1,790	1,092	3,960
Dues and subscriptions		7,244		7,244
Annual report	3,445	3,445	6,890	13,780
Development			37,710	37,710
Marketing			41,157	41,157
Depreciation	15,899	26,406	16,117	58,422
Miscellaneous		1,985	363	2,348
	<u>\$ 3,516,028</u>	<u>\$ 1,242,029</u>	<u>\$ 308,794</u>	<u>\$ 5,066,851</u>

The accompanying notes are an integral part of these statements.

2018

Grant-making	Management and General	Fundraising	Total
\$ 2,511,793			\$ 2,511,793
138,576	\$ 283,240	\$ 160,522	582,338
10,092	20,499	11,404	41,995
11,793	19,075	10,925	41,793
234,375		309	234,684
1,123			1,123
	760,427		760,427
	21,639	114	21,753
	9,547		9,547
9,936	20,161		30,097
	2,638		2,638
926	1,897	923	3,746
2,423	4,962	2,415	9,800
8,598	28,765	6,224	43,587
	17,204		17,204
4,642	9,503	4,624	18,769
2,487	5,093	2,478	10,058
1,298	2,657	1,293	5,248
	19,801		19,801
3,515	3,516	7,030	14,061
		35,918	35,918
		35,260	35,260
14,463	29,615	14,412	58,490
	1,987		1,987
\$ 2,956,040	\$ 1,262,226	\$ 293,851	\$ 4,512,117

Kosciusko County Community Foundation, Inc. and Affiliate

CONSOLIDATED STATEMENTS OF CASH FLOWS

Years Ended June 30,

	<u>2019</u>	<u>2018</u>
Cash flows from operating activities:		
Change in net assets	\$ 4,560,445	\$ 2,905,146
Adjustments to reconcile change in net assets to net cash used in operating activities:		
Depreciation	58,422	58,490
Realized gains on investments	(4,340,585)	(890,722)
Unrealized (gains) losses on investments	4,611,726	(601,361)
Change in value of split interest agreements	(149,311)	(278,858)
Contributions to funds to be held in perpetuity	(5,488,879)	(1,897,939)
Non-cash contributions	(1,989,208)	(917,662)
(Increase) decrease in assets:		
Interest and dividends receivable	(18,375)	(2,826)
Accounts receivable		1,146
Pledges and grants receivable	234,389	60,192
Prepaid expenses	(11,540)	(5,305)
Estate receivable	(676,790)	
Trusts receivable	(1,869,057)	
Increase (decrease) in liabilities:		
Accounts payable	26,635	(175,275)
Grants payable	36,675	93,551
Accrued and withheld taxes and expenses	567	3,482
Deferred revenue	269,916	
Annuity reserves	17,805	(52,361)
Agency endowments	67,222	55,802
Net cash used in operating activities	<u>(4,659,943)</u>	<u>(1,644,500)</u>
Cash flows from investing activities:		
Cash paid for purchases of fixed assets	(3,367)	(3,133)
Proceeds from sale of investments	72,301,713	4,785,518
Purchases of investments	<u>(70,228,056)</u>	<u>(4,810,096)</u>
Net cash provided by (used in) investing activities	2,070,290	(27,711)
Cash flows from financing activities:		
Contributions to funds to be held in perpetuity	<u>5,488,879</u>	<u>1,897,939</u>
Net cash provided by investing activities	<u>5,488,879</u>	<u>1,897,939</u>
Net increase in cash and cash equivalents	2,899,226	225,728
Cash and cash equivalents at beginning of year	<u>1,326,557</u>	<u>1,100,829</u>
Cash and cash equivalents at end of year	<u>\$ 4,225,783</u>	<u>\$ 1,326,557</u>
<u>Supplemental Disclosure</u>		
Non-cash contributions	\$ 1,989,208	\$ 917,662

The accompanying notes are an integral part of these statements.

Kosciusko County Community Foundation, Inc. and Affiliate

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

June 30, 2019 and 2018

NOTE A - NATURE OF ACTIVITIES AND SIGNIFICANT ACCOUNTING POLICIES

1. Nature of Activities

The Kosciusko County Community Foundation, Inc. was organized in 1968 in trust form under the laws of the State of Indiana to operate for charitable purposes within the meaning of Section 501(c)(3) of the Internal Revenue Code. On February 4, 2002, a corporation was formed, and on July 1, 2002, all assets and liabilities were transferred to the newly formed corporation. Kosciusko County Community Foundation, Inc. supports programs of other not-for-profit organizations, provides scholarships for education and other assistance for individuals in need primarily in Kosciusko County, Indiana.

Orthopedics Capital Foundation, Inc. was formed as a not-for-profit affiliate of the Kosciusko County Community Foundation, Inc. on September 22, 2009. Orthopedics Capital Foundation, Inc. targets an integrated set of educational, workforce, cultural, communication, logistical and entrepreneurial initiatives to advance the orthopedics sector and the Warsaw, Indiana community.

2. Basis of Accounting

The consolidated financial statements of Kosciusko County Community Foundation, Inc. and Orthopedics Capital Foundation, Inc. (together "Foundation") have been prepared on the accrual basis of accounting in accordance with accounting standards generally accepted in the United States of America.

3. Net Assets and Spending Policy

Net assets, support, investment return, revenues, gains, and losses are classified based on the existence or absence of donor-imposed restrictions. While most gift instruments give the Foundation's Board of Directors the right to vary the terms of the gift, this only allows for a limited right of modification and does not relieve the restrictions imposed by the donor. Accordingly, the net assets of the Foundation are classified and reported as follows:

Net assets without donor restrictions - Net assets that are not subject to donor-imposed restrictions and are comprised of the Foundation's operating fund and other board-designated funds.

Net assets with donor restrictions - Net assets not yet appropriated for expenditure by the Foundation's Board of Directors in accordance with their spending policy or that have donor-imposed restrictions relating to a stipulated purpose or a specified time. When a donor restriction expires, that is, when a stipulated time restriction ends or purpose restriction is accomplished or amounts have been allocated for expenditure by the Board of Directors, net assets are reclassified to net assets without donor restrictions and reported in the Consolidated Statements of Activities as net assets released from restrictions.

The investment performance objective is to maximize total return of the Portfolio net of inflation, spending and expenses, over a full market cycle (generally defined as a five year period) without undue exposure to risk. The primary investment objective of the Portfolio is to provide a relatively stable, inflation adjusted, annual payout to support the Foundation's defined spending rate.

The Foundation has a policy (the spending policy) of appropriating for expenditure each year 4% of its endowment fund's average fair value over each of the prior twenty quarters using the Foundation's fiscal year ending June 30 asset value.

4. Cash and Cash Equivalents

The Foundation maintains its cash in accounts at local financial institutions, which are insured by agencies of the U.S. Government up to \$250,000. For purposes of the statement of cash flows, the Foundation considers all cash and demand accounts to be cash equivalents.

Kosciusko County Community Foundation, Inc. and Affiliate

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

June 30, 2019 and 2018

NOTE A - NATURE OF ACTIVITIES AND SIGNIFICANT ACCOUNTING POLICIES - Continued

5. Accounts Receivable

The Foundation's accounts receivable have a contractual maturity of one year or less, and therefore are exempted from disclosure requirements. Accounts receivable are considered to be fully collectible; accordingly, no allowance for doubtful accounts is required. If amounts become uncollectible, they will be charged to operations when that determination is made.

6. Contributions

Contributions are recognized when the donor makes a promise to give to the Foundation that is in substance, unconditional. Contributions that are restricted by the donor are reported as increases in net assets without donor restrictions if the restrictions expire in the financial year in which the contributions are recognized. All other donor-restricted contributions are reported as increases in net assets with donor restrictions, depending on the nature of the restrictions. When a restriction expires, net assets with donor restrictions are reclassified to net assets without donor restrictions.

7. Investments

The Foundation records investment purchases at cost, or if donated, at fair value on the date of donation. Thereafter, investments are reported at their fair values in the Consolidated Statements of Financial Position. Net investment return/(loss) is reported in the Consolidated Statements of Activities and consists of interest and dividend income, realized and unrealized capital gains and losses, less external and direct internal investment expenses.

8. Investment Risks and Uncertainties

The investment policy provides for various investment options. The underlying investment securities are exposed to various risks, such as interest rate, market and credit risks. Due to the level of risk associated with certain investment securities and the level of uncertainty related to changes in the value of investment securities, it is at least reasonably possible that changes in the values of investment securities will occur in the near term and that such changes could materially affect the amounts reported in the statement of financial position.

9. Investment Pools

The Foundation maintains master investment accounts for its endowment funds. Interest, dividends, and realized and unrealized gains and losses from securities in the master investment accounts are allocated monthly based on the relationship of the fair value of each endowment fund to the total fair value of the master investment accounts, as adjusted for additions to or deductions from those accounts.

10. Property and Equipment

Property and equipment are stated at cost or, if donated to the Foundation, at fair value on the date of the acquisition. Expenditures for routine maintenance are charged to operations. Depreciation is provided over the estimated useful lives of various classes of assets on the straight-line method. Depreciation expense for the years ended June 30, 2019 and 2018 was \$58,422 and \$58,490, respectively. The estimated useful lives are as follows:

Building	30 years
Equipment and furnishings	3 to 10 years

Kosciusko County Community Foundation, Inc. and Affiliate

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

June 30, 2019 and 2018

NOTE A - NATURE OF ACTIVITIES AND SIGNIFICANT ACCOUNTING POLICIES - Continued

11. Deferred Revenue

During 2018, the Foundation received a \$1,000,000 gift from Lilly Endowment, Inc. GIFT VII, which has a matching requirement to be applied at a 2:1 ratio. The Foundation has raised \$365,042 towards the matching requirement and recorded \$730,084 as contribution revenue from the matching gift. The unmatched portion of the Lilly Gift VII is \$269,916 as of June 30, 2019 and is recorded as deferred revenue on the Consolidated Statements of Financial Position.

12. Income Taxes

The Foundation is exempt from income taxes on income from related activities under Section 501(c)(3) of the U.S. Internal Revenue Code and corresponding state tax law. Accordingly, no provision has been made for federal or state income taxes. Additionally, the Foundation has been determined not to be a private foundation under Section 509(a) of the Internal Revenue Code.

13. Compensated Absences

The employees of the Foundation earn vacation days based upon length of service. Vacation days must be used by the employee's anniversary date each year. Any earned vacation days are paid to an employee upon termination based upon the employee's hourly rate. The Foundation's policy is to recognize the cost of compensated absences when actually paid to employees.

14. Concentration of Credit Risk

The Foundation maintains its cash in bank deposit accounts at high credit quality financial institutions. The balances, at times, may exceed the federally insured limit of \$250,000. At June 30, 2019 and 2018, the Foundation exceeded the insured limit by \$313,035 and \$752,380, respectively.

15. Contributed Services and Materials

Contribution of services are recognized if the services received (a) create or enhance non-financial assets or (b) require specialized skills, are provided by individuals possessing those skills, and would typically need to be purchased if not provided by donation. During the years ended June 30, 2019 and 2018, the value of contributed services meeting the requirements for recognition in the financial statements was \$-0- and \$-0- for the years ending June 30, 2019 and 2018, respectively.

16. Expense Classification

The consolidated financial statements report certain categories of expenses that are attributable to one or more program or supporting functions of the Foundation. Those expenses include depreciation, travel, telephone, conferences and meetings, office supplies, annual report, postage, salaries and wages, payroll taxes, employee benefits, and information technology. These expenses are allocated on the basis of estimates of time and effort.

Kosciusko County Community Foundation, Inc. and Affiliate

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

June 30, 2019 and 2018

NOTE A - NATURE OF ACTIVITIES AND SIGNIFICANT ACCOUNTING POLICIES - Continued

17. Uncertain Tax Positions

The Foundation recognizes a tax benefit only if it is more likely than not the tax position would be sustained in a tax examination, with a tax examination being presumed to occur. The amount recognized will be the largest amount of tax benefit that is greater than 50% likely of being realized on examination. For tax positions not meeting the more-likely-than-not test, no tax benefit will be recorded. The Foundation has examined this issue and has determined there are no material contingent tax liabilities.

The Foundation's federal and state exempt organization tax returns for 2015, 2016, and 2017 are subject to examination by the Internal Revenue Service and the Indiana Department of Revenue. Returns are generally subject to examination for three years after they are filed.

18. Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

NOTE B - TRUSTS RECEIVABLE

Donors have established three trusts naming the Foundation as a beneficiary. Under an annuity trust, the Foundation is to receive distributions in the amount of \$25,476 quarterly for five years. Based on a 2.6% discount rate, the present value of future payments expected to be received by the Foundation was estimated to be \$454,056 at June 30, 2019.

Estimated future payments based on the fair value of the trusts as communicated to the Foundation during the year ending June 30, 2019 are as follows:

	2020	\$ 1,516,896
	2021	101,904
	2022	101,904
	2023	101,904
	2024 and thereafter	<u>50,952</u>
		1,873,560
Present value discount		<u>4,503</u>
		<u><u>\$ 1,869,057</u></u>

NOTE C - ESTATE RECEIVABLE

During 2019, the Foundation was notified that it was named as a beneficiary of an estate. Under this estate, the Foundation is to receive a distribution in the amount of the funds not bequeathed to other beneficiaries and as the beneficiary of an IRA account. Payment of the estate is expected to be received during the year ending June 30, 2020. The balance of the IRA account was recorded as an estate receivable in the amount of \$676,790 as of June 30, 2019.

Kosciusko County Community Foundation, Inc. and Affiliate

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

June 30, 2019 and 2018

NOTE D - INVESTMENTS

Investments are stated at fair value as of June 30, 2019 and 2018 and are summarized as follows.

	<u>2019</u> <u>Fair Value</u>	<u>2018</u> <u>Fair Value</u>
Cash surrender value of life insurance	\$ 65,436	\$ 63,338
Investment in MLP LLC		1,339,013
Life estate	197,400	
Mutual funds - equities:		
Foreign large blend		2,073,952
Foreign small/mid blend	1,935,896	
Foreign large growth	2,471,029	2,989,161
Foreign large value	3,496,443	2,377,843
Foreign small/mid value	666,358	2,436,535
Large value	7,059,441	5,137,872
Small value	4,716,260	3,104,790
World large stock	1,730,756	1,647,623
Managed futures		1,582,595
Small blend	1,064,819	
Mid-cap blend		2,058,880
Large blend	3,495,639	
Large growth	4,750,375	
Small growth	1,047,819	
Equity energy	2,070,534	
Long/short equity		4,705,239
Natural resources	2,019,309	
Diversified emerging markets		5,823,160
Real estate	2,331,413	1,730,778
Global real estate	1,031,643	
Multialternative		1,396,477
Total mutual funds - equities	<u>39,887,734</u>	<u>37,064,905</u>
Mutual funds - fixed income:		
US Treasury bonds and notes	41	49
Nontraditional bonds		1,385,086
Short-term bonds	1,972,848	
Intermediate-term bonds	3,883,698	8,354,202
Intermediate government	381,671	324,659
Inflation-protected bonds	1,999,937	
World bond	3,069,996	363,641
Multisector bonds	456,380	2,730,173
Total mutual funds - fixed income	<u>11,764,571</u>	<u>13,157,810</u>
Total investments, at fair value	<u>\$ 51,915,141</u>	<u>\$ 51,625,066</u>
Total investments, at historical cost	<u>\$ 51,026,814</u>	<u>\$ 45,463,743</u>

Kosciusko County Community Foundation, Inc. and Affiliate

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

June 30, 2019 and 2018

NOTE E - PLEDGES RECEIVABLE

Pledges receivable represent promises to give which have been made by donors but have not yet been received by the Foundation. Pledges receivable at June 30, 2019 and 2018 totaled \$6,000 and \$240,389, respectively, and are due as follows.

June 30, 2020	\$	3,000
2021		3,000
2022		-0-
2023		-0-
2024 and thereafter		-0-
		-
	\$	6,000

NOTE F - FAIR VALUE MEASUREMENTS

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date.

A hierarchy of inputs is used in measuring fair value that maximizes the use of observable inputs and minimizes the use of unobservable inputs by requiring that the observable inputs be used when available. Observable inputs are inputs that market participants would use in pricing the asset or liability based on market data obtained from sources independent of the Foundation. Unobservable inputs are inputs that reflect the Foundation's assumptions about the assumptions that market participants would use in pricing the asset or liability, based on the best information available in the circumstances. The hierarchy is broken down into three levels based on the reliability of inputs as follows:

- Level 1 - Valuations based on quoted prices in active markets for identical assets or liabilities that the Foundation has the ability to access. Valuation adjustments are not applied to Level 1 instruments. Since valuations are based on quoted prices that are readily and regularly available in an active market, valuation of these products does not entail a significant degree of judgment.
- Level 2 - Valuations based on quoted prices in markets that are not active or for which all significant inputs are observable, directly or indirectly.
- Level 3 - Valuations based on inputs that are unobservable and significant to the overall fair value measurement.

The availability of observable inputs can vary and is affected by a wide variety of factors. To the extent that valuation is based on models or inputs that are less observable in the market, the determination of fair value requires more judgment. Accordingly, the degree of judgment exercised in determining fair value is greatest for instruments categorized in Level 3. In certain cases, the inputs used to measure fair value may fall into different levels of the fair value hierarchy. In such cases, for disclosure purposes, the level in the fair value hierarchy within which the fair value measurement in its entirety falls is determined based on the lowest level input that is significant to the fair value measurement in its entirety.

The following tables set forth financial assets measured at fair value in the Consolidated Statements of Financial Position and the respective levels to which the fair value measurements are classified within the fair value hierarchy as of June 30, 2019 and 2018, respectively:

Kosciusko County Community Foundation, Inc. and Affiliate

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

June 30, 2019 and 2018

NOTE F - FAIR VALUE MEASUREMENTS - Continued

	2019			
	Fair Value	Level 1	Level 2	Level 3
Assets:				
Pledge receivable, net of discount	\$ 6,000		\$ 6,000	
Charitable remainder trusts	\$ 3,213,448		\$ 3,213,448	
Investments	\$ 51,915,141	\$ 51,652,305	\$ 65,436	\$ 197,400
Liabilities:				
Annuity reserves	\$ 26,146		\$ 26,146	
2018				
	Fair Value	Level 1	Level 2	Level 3
Assets:				
Pledge receivable, net of discount	\$ 240,389		\$ 240,389	
Charitable remainder trusts	\$ 3,509,802		\$ 3,509,802	
Investments:				
Investments	\$ 50,286,053	\$ 50,222,715	\$ 63,338	
Investment in MLP LLC*	\$ 1,339,013			
Total investments at fair value	\$ 51,625,066			
Liabilities:				
Annuity reserves	\$ 8,341		\$ 8,341	

*Certain investments that were measured at net asset value per share (or its equivalent) 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 the line items presented at fair value in the Consolidated Statements of Financial Position.

The following schedule provides further detail of the life estate being held as Level 3 fair value measurements using significant unobservable inputs at June 30,

	2019	2018
Beginning balance	\$ -0-	\$ -0-
Contribution of life estate	197,400	-0-
Ending balance	\$ 197,400	\$ -0-

Fair values for level 1 investments are determined by reference to quoted market prices and other relevant information generated by market transactions. Fair value of the level 2 input investments, which is the cash surrender value of life insurance, is determined by reference to the annual statement provided by the insurance provider. Fair values for pledges receivable are determined using a present value calculation. Fair values for charitable remainder trusts are determined by the present value calculations based on the market value of the assets in the trust. Fair values for annuity reserves are determined by reference to present value calculations. Fair value of the level 3 investment in a life estate is based on appraisals of the real estate that is being held as a life estate.

Kosciusko County Community Foundation, Inc. and Affiliate

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

June 30, 2019 and 2018

NOTE F - FAIR VALUE MEASUREMENTS - Continued

Fair value measurements of investments in MLP LLC that calculate net asset value per share or its equivalent. The Foundation liquidated its shares in the fund during the year ending June 30, 2019. The net asset value per share at June 30, 2018 was as follows.

	2018			
	Fair Value	Unfunded Commitments	Redemption Frequency (If Currently Eligible)	Redemption Notice Period
Investment in MLP LLC	1,339,013		Monthly	30 days

This category consists of a fund that invests in the public equity markets of the United States. The fund primarily invests in master limited partnerships and employs fundamental analysis with a bottom-up approach to create its portfolios. The fund typically invests in companies in the energy sector.

NOTE G - PROPERTY, BUILDING AND EQUIPMENT

The amounts of fixed assets, net of depreciation, consist of the following at June 30,

	2019	2018
Land	\$ 15,000	\$ 15,000
Building and improvements	854,454	854,454
Furnishing and equipment	251,124	248,778
	<u>1,120,578</u>	<u>1,118,232</u>
Less accumulated depreciation	750,985	693,584
	<u>\$ 369,593</u>	<u>\$ 424,648</u>

NOTE H - SPLIT - INTEREST AGREEMENTS

The Foundation's split-interest agreements with donors consist of charitable remainder trusts and annuities. The assets received are recorded at their fair (present) value and are revalued annually. The fair value of assets held for split-interest agreements totaled \$3,213,448 and \$3,509,802 at June 30, 2019 and 2018, respectively. Changes in fair value of charitable remainder trusts are reflected as changes in net assets with donor restrictions in the Consolidated Statements of Activities.

On an annual basis, the Foundation revalues the liability for the annuity based on actuarial assumptions. The fair value of future payment obligations at June 30, 2019 and 2018 was \$26,146 and \$8,341, respectively. The liabilities were determined using discount rates. Changes in fair value of the annuities are reflected as changes in net assets with donor restrictions in the Consolidated Statements of Activities.

Gains or losses resulting from changes in actuarial assumptions and accretions of the discount are recorded as increases or decreases in the value of the split-interest agreements in the Consolidated Statements of Activities as net assets with donor restrictions.

Kosciusko County Community Foundation, Inc. and Affiliate

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

June 30, 2019 and 2018

NOTE I - NET ASSETS WITH DONOR RESTRICTIONS

Net assets with donor restrictions are restricted for the following purposes as of June 30, 2019 and 2018:

	<u>2019</u>	<u>2018</u>
Subject to expenditure for a specific purpose:		
Donor advised	\$ 2,052,422	\$ 2,370,621
Designated	353,828	641,486
Scholarships	544,050	479,849
Field of interest	100,270	102,290
Community grants	57,591	
Pledges receivable, net, the proceeds from which have been restricted by donors for:		
Designated	<u>6,000</u>	<u>9,000</u>
	3,114,161	3,603,246
Subject to appropriation and expenditure when a specific event occurs:		
Proceeds from gift annuity upon death of the annuitant	22,919	10,411
Proceeds from charitable remainder trusts upon death of the donor	3,213,448	3,509,802
Endowments:		
Subject to appropriation and expenditure when a specific event occurs:		
Restricted by donors for:		
Donor advised	67,113	132,493
Designated	130,679	114,422
Scholarships	48,781	57,663
Field of interest	204,470	176,743
Community grants	<u>24,275</u>	<u>61,757</u>
	475,318	543,078
Receivables, net, the proceeds from which are held in perpetuity for:		
Donor advised		231,389
Scholarships	<u>676,790</u>	
	676,790	231,389
Trusts receivable, net, the proceeds from which are held in perpetuity for:		
Designated	436,036	
Scholarships	1,033,019	
Community grants	<u>400,000</u>	
	1,869,055	

Kosciusko County Community Foundation, Inc. and Affiliate

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

June 30, 2019 and 2018

NOTE I - NET ASSETS WITH DONOR RESTRICTIONS - Continued

	<u>2019</u>	<u>2018</u>
Subject to Foundation spending and appropriation:		
Donor advised	6,141,228	6,186,893
Designated	11,380,364	10,425,313
Scholarships	12,071,325	11,713,216
Field of interest	5,690,968	4,043,980
Operating	2,123,959	2,191,046
Community grants	11,247,457	10,284,718
Underwater endowments	<u>(1,231,267)</u>	<u>(560,519)</u>
	<u>47,424,034</u>	<u>44,284,647</u>
	<u>\$ 56,795,725</u>	<u>\$ 52,182,573</u>

NOTE J - NET ASSETS RELEASED FROM DONOR RESTRICTION

Net assets were released from donor restrictions by incurring expenses satisfying the restricted purposes or by occurrence of the passage of time or other events specified by donors as follows for the years ended June 30, 2019 and 2018:

	<u>2019</u>	<u>2018</u>
Satisfaction of purpose restrictions:		
Donor advised	\$ 1,230,606	\$ 792,020
Designated	361,197	202,197
Scholarships	141,177	148,141
Field of interest	47,535	42,510
Community grants	<u>5,230</u>	<u></u>
	1,785,745	1,184,868
Restricted-purpose spending-rate distributions and appropriations:		
Donor advised	284,985	273,201
Designated	399,250	450,904
Scholarships	696,658	646,748
Field of interest	226,328	242,542
Operating	107,380	107,241
Community grants	<u>558,894</u>	<u>567,811</u>
	<u>2,273,495</u>	<u>2,288,447</u>
	<u>\$ 4,059,240</u>	<u>\$ 3,473,315</u>

Kosciusko County Community Foundation, Inc. and Affiliate

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

June 30, 2019 and 2018

NOTE K - ENDOWMENT FUNDS

At June 30, 2019 and 2018, the Foundation's endowment consists of 324 and 301 funds, respectively, designated by the Board of Directors to function as endowments to provide unrestricted support for Foundation programs. As required by accounting principles generally accepted in the United States of America, net assets associated with endowment funds are classified and reported based on the existence or absence of donor-imposed restrictions.

The Board of Directors of the Foundation has interpreted the Indiana Prudent Management of Institutional Funds Act (UPMIFA) as requiring the preservation of the fair value of the original gift as of the date of the donor-restricted endowment funds, unless there are explicit donor stipulations to the contrary. At June 30, 2019 and 2018, there were no such donor stipulations. As a result of this interpretation, we retain in perpetuity (a) the original value of initial and subsequent gift amounts donated to the endowment and (b) any accumulations to the endowment made in accordance with the direction of the applicable donor gift instrument at the time the accumulation is added. Donor-restricted amounts not retained in perpetuity are subject to appropriation for expenditure by us in a manner consistent with the standard of prudence prescribed by UPMIFA. We consider the following factors in making a determination to appropriate or accumulate donor-restricted endowment funds:

1. Duration and preservation of the fund
2. Purposes of the Foundation and the fund
3. General economic conditions
4. Possible effect of inflation and deflation
5. Expected total return from investment income and appreciation or depreciation of investments
6. Other resources of the Foundation
7. Investment policies of the Foundation

Endowment net assets composition by type of fund as of June 30, 2019 and 2018 was as follows:

	2019		
	Without Donor Restrictions	With Donor Restrictions	Total
Board-designated endowment funds	\$ 12,910		\$ 12,910
Donor-restricted endowment funds:			
Original donor-restricted gift amount and amounts required to be maintained in perpetuity by donor		\$ 48,530,357	48,530,357
Accumulated investment gains		1,514,836	1,514,836
	<u>\$ 12,910</u>	<u>\$ 50,045,193</u>	<u>\$ 50,058,103</u>
	2018		
	Without Donor Restrictions	With Donor Restrictions	Total
Board-designated endowment funds	\$ 11,734		\$ 11,734
Donor-restricted endowment funds:			
Original donor-restricted gift amount and amounts required to be maintained in perpetuity by donor		\$ 41,716,639	41,716,639
Accumulated investment gains		3,342,475	3,342,475
	<u>\$ 11,734</u>	<u>\$ 45,059,114</u>	<u>\$ 45,070,848</u>

Kosciusko County Community Foundation, Inc. and Affiliate

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

June 30, 2019 and 2018

NOTE K - ENDOWMENT FUNDS - Continued

Changes in endowment net assets for the years ended June 30, 2019 and 2018, were as follows:

	2019		
	Without Donor Restrictions	With Donor Restrictions	Total
Revenue and support			
Contributions and grant income	\$ 1,614	\$ 6,917,364	\$ 6,918,978
Investment return, net	220	620,061	620,281
Total revenue and support	1,834	7,537,425	7,539,259
Appropriation of endowment assets for expenditure	658	2,551,346	2,552,004
Change in endowment net assets	1,176	4,986,079	4,987,255
Endowment net assets, beginning of year	11,734	45,059,114	45,070,848
Endowment net assets, end of year	\$ 12,910	\$ 50,045,193	\$ 50,058,103
	2018		
	Without Donor Restrictions	With Donor Restrictions	Total
Revenue and support			
Contributions and grant income		\$ 2,114,709	\$ 2,114,709
Investment return, net	\$ 650	2,354,076	2,354,726
Total revenue and support	650	4,468,785	4,469,435
Appropriation of endowment assets for expenditure	665	2,296,640	2,297,305
Change in endowment net assets	(15)	2,172,145	2,172,130
Endowment net assets, beginning of year	11,749	42,886,969	42,898,718
Endowment net assets, end of year	\$ 11,734	\$ 45,059,114	\$ 45,070,848

From time to time, the fair value of assets associated with donor-restricted endowments may fall below the level the donor or UPMIFA requires the Foundation to retain. In accordance with accounting principles generally accepted in the United States of America, deficiencies of this nature that are reported in net assets without donor restrictions were \$1,231,267 and \$560,519 as of June 30, 2019 and 2018, respectively. These deficiencies resulted from spending policy distributions and unfavorable market fluctuations.

Kosciusko County Community Foundation, Inc. and Affiliate

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

June 30, 2019 and 2018

NOTE L - AGENCY FUNDS

The Foundation reports contributions as a liability when third party organizations transfer these assets to the Foundation and specify themselves, or their affiliates, as the beneficiary. These liabilities are offset by the Foundation's investments.

During the years ended June 30, 2019 and 2018, the following activity occurred in the agency funds held by the Foundation. These amounts are not reflected on the Consolidated Statements of Activities.

	2019	2018
Support and revenue		
Contributions and pledges	\$ 151,551	\$ 30,301
Investment return, net	<u>28,515</u>	<u>114,520</u>
	\$ 180,066	\$ 144,821
Expenses		
Grants expense	89,490	65,726
Administrative fees	<u>23,354</u>	<u>23,293</u>
	<u>112,844</u>	<u>89,019</u>
Increase in agency funds	67,222	55,802
Balance at beginning of year	<u>2,181,847</u>	<u>2,126,045</u>
Balance at end of year	<u><u>\$2,249,069</u></u>	<u><u>\$2,181,847</u></u>

NOTE M - ADMINISTRATIVE CHARGES

The Foundation assesses an administrative charge of 1.0% to 2.0% on endowment and non-permanent funds. For endowment funds, one fourth of the fee is assessed each quarter to the funds based upon the ending quarter balances, beginning with September 30 information and ending with June 30 information. For non-permanent funds, one fourth of the fee is assessed each quarter to the funds based upon the beginning balance plus all new gifts to the fund. At fiscal year-end, all non-permanent funds, with the exception of non-permanent donor advised funds, will be assessed the full 2% fee regardless of the timing of gifts received. Non-permanent donor advised funds will be assessed a tiered fee of 0.25% to 2.0% based upon the value of the fund. The administrative charge is used primarily to support the operations of the Foundation.

For the fiscal years ended June 30, 2019 and 2018, \$795,646 and \$783,720, respectively, is included as support and revenue and \$772,292 and \$760,427, respectively, as an expense, less fees from agency endowments. Due to the fact that administrative charges to various funds are considered a significant measure of the operations of community foundations, these fees have not been eliminated in the consolidated financial statements.

NOTE N - RELATED-PARTY TRANSACTIONS

During the fiscal year ended June 30, 2019 and 2018, officers and board members made donations to the Foundation totaling \$101,706 and \$41,950, respectively. Three board members of the Foundation are also employees of financial institutions which maintain investments and cash accounts for the Foundation. Also, a board member and a committee member are partners at a legal firm which provides legal services for the Foundation. Two committee members are partners of financial institutions which maintains investment accounts for the Foundation.

Kosciusko County Community Foundation, Inc. and Affiliate

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

June 30, 2019 and 2018

NOTE O - RETIREMENT PLAN

Full-time and part-time Foundation employees earning a minimum of \$5,000 are eligible to participate in its Simple IRA plan. Under the plan, the employees may contribute a specified portion of their compensation, and the Foundation will match the employee contribution, up to 3% of eligible employees' gross wages.

NOTE P - LIQUIDITY

The Foundation has financial assets available within one year of the Consolidated Statements of Financial Position date consisting the following:

	2019	2018
Cash and cash equivalents	\$ 250,641	\$ 335,601
Interest and dividends receivable	1,930	1,973
Investments	1,429,096	1,353,946
	<u>\$ 1,681,667</u>	<u>\$ 1,691,520</u>

None of the financial assets are subject to donor or other contractual restrictions that make them unavailable for general expenditure within one year of the Consolidated Statements of Financial Position date. As part of its liquidity management, the Foundation invests cash in excess of daily requirements in various cash equivalents including money market funds and other interest earning opportunities.

NOTE Q - SUBSEQUENT EVENTS

The Foundation has evaluated subsequent events through August 28, 2019, which is the date these financial statements were available to be issued. All subsequent events requiring recognition as of June 30, 2019, have been incorporated into these financial statements herein.

NOTE R - CHANGE IN ACCOUNTING PRINCIPLE

During 2019, the Foundation adopted FASB ASU 2016-14, Not-for-Profit Entities (Topic 958) - Presentation of Financial Statements of Not-for-Profit Entities. The update addresses the complexity and understandability of net asset classification, deficiencies in information about liquidity and availability of resources, and the lack of consistency in the type of information provided about expenses and investment return. ASU 2016-14 has been implemented and adjustments have been made to the presentation in these financial statements accordingly. The ASU has been applied retrospectively to all periods presented which decreased net assets without donor restrictions by \$48,190,455 and increased net assets with donor restrictions by \$48,190,455 resulting from reclassifications of underwater endowment funds and the treatment of operating and unrestricted endowment funds as required under ASU 2016-14.

SUPPLEMENTAL INFORMATION



Independent Auditors' Report
on Supplemental Information

Board of Directors
Kosciusko County Community Foundation, Inc. and Affiliate

We have audited the consolidated financial statements of Kosciusko County Community Foundation, Inc. and Affiliate as of and for the years ended June 30, 2019 and 2018, and have issued our report thereon dated August 28, 2019, which contained an unqualified opinion on those consolidated financial statements. Our audits were performed for the purpose of forming an opinion on the consolidated financial statements as a whole. The consolidating statement of financial position and consolidating statement of activities are presented for the purpose of additional analysis and is not a required part of the consolidated 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 consolidated financial statements. The information has been subjected to the auditing procedures applied in the audit of the consolidated financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the consolidated financial statements or to the consolidated 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 consolidated financial statements as a whole.

Estep Burkey Simmons, LLC

Muncie, Indiana
August 28, 2019

Kosciusko County Community Foundation, Inc. and Affiliate

CONSOLIDATING STATEMENTS OF FINANCIAL POSITION

June 30,

2019

	Kosciusko County Community Foundation, Inc.	Orthopedics Capital Foundation, Inc.	Eliminations	Total
ASSETS				
CURRENT ASSETS				
Cash and cash equivalents	\$ 4,215,382	\$ 10,401	\$ -	\$ 4,225,783
Interest and dividends receivable	31,128	-	-	31,128
Prepaid expenses	41,367	-	-	41,367
Certificates of deposit	-	-	-	-
Estate receivable	676,790	-	-	676,790
Pledges and grants receivable, net	6,000	-	-	6,000
Trusts receivable, net of discount	1,869,057	-	-	1,869,057
Investments	51,915,141	-	-	51,915,141
Charitable remainder trusts	3,213,448	-	-	3,213,448
Property, building and equipment, net	369,593	-	-	369,593
	<u>\$ 62,337,906</u>	<u>\$ 10,401</u>	<u>\$ -</u>	<u>\$ 62,348,307</u>
LIABILITIES AND NET ASSETS				
LIABILITIES				
Accounts payable	\$ 41,889	\$ -	\$ -	\$ 41,889
Accrued payroll, taxes and benefits	57,743	-	-	57,743
Payroll taxes and benefits withheld	6,593	-	-	6,593
Grants payable	868,295	-	-	868,295
Deferred revenue	269,916	-	-	269,916
Annuity reserves	26,146	-	-	26,146
Agency endowments	2,249,069	-	-	2,249,069
Total liabilities	3,519,651	-	-	3,519,651
NET ASSETS				
Without donor restrictions	2,022,530	10,401	-	2,032,931
With donor restrictions	56,795,725	-	-	56,795,725
	<u>58,818,255</u>	<u>10,401</u>	<u>-</u>	<u>58,828,656</u>
	<u>\$ 62,337,906</u>	<u>\$ 10,401</u>	<u>\$ -</u>	<u>\$ 62,348,307</u>

2018

Kosciusko County Community Foundation, Inc.	Orthopedics Capital Foundation, Inc.	Eliminations	Total
\$ 1,311,002	\$ 15,555	\$ -	\$ 1,326,557
12,753	-	-	12,753
29,827	-	-	29,827
200,000	-	-	200,000
-	-	-	-
240,389	-	-	240,389
-	-	-	-
51,625,066	-	-	51,625,066
3,509,802	-	-	3,509,802
424,648	-	-	424,648
<u>\$ 57,353,487</u>	<u>\$ 15,555</u>	<u>\$ -</u>	<u>\$ 57,369,042</u>
\$ 10,554	\$ 4,700	\$ -	\$ 15,254
57,320	-	-	57,320
6,449	-	-	6,449
831,620	-	-	831,620
-	-	-	-
8,341	-	-	8,341
2,181,847	-	-	2,181,847
3,096,131	4,700	-	3,100,831
2,074,783	10,855	-	2,085,638
52,182,573	-	-	52,182,573
<u>54,257,356</u>	<u>10,855</u>	<u>-</u>	<u>54,268,211</u>
<u>\$ 57,353,487</u>	<u>\$ 15,555</u>	<u>\$ -</u>	<u>\$ 57,369,042</u>

Kosciusko County Community Foundation, Inc. and Affiliate

CONSOLIDATING STATEMENTS OF ACTIVITIES

Years Ended June 30,

	2019				Eliminations	Total
	Kosciusko County Community Foundation, Inc.		Orthopedics Capital Foundation, Inc.			
	Without Donor Restrictions	With Donor Restrictions	Without Donor Restrictions	With Donor Restrictions		
Support and revenue						
Contributions and bequests	\$ 79,809	\$ 7,665,802		\$ 16,750		\$ 7,762,361
Administrative fee income	795,646					795,646
Investment return, net	72,395	808,848	\$ 9			881,252
Change in value of split- interest agreements		149,311				149,311
Discounts on receivables		31,559				31,559
Other income	7,045	122				7,167
	<u>954,895</u>	<u>8,655,642</u>	<u>9</u>	<u>16,750</u>		<u>9,627,296</u>
Net assets released from restrictions						
Pursuant to endowment restrictions	2,273,495	(2,273,495)				
Other releases from restriction	1,768,995	(1,768,995)	16,750	(16,750)		
	<u>4,042,490</u>	<u>(4,042,490)</u>	<u>16,750</u>	<u>(16,750)</u>		
Expenses						
Program Services	3,498,815		17,213			3,516,028
Supporting Services						
Management and general	1,242,029					1,242,029
Fundraising and promotion	308,794					308,794
	<u>5,049,638</u>		<u>17,213</u>			<u>5,066,851</u>
INCREASE (DECREASE) IN NET ASSETS	(52,253)	4,613,152	(454)			4,560,445
Nets assets at beginning of year	<u>2,074,783</u>	<u>52,182,573</u>	<u>10,855</u>			<u>54,268,211</u>
Net assets at end of year	<u>\$ 2,022,530</u>	<u>\$ 56,795,725</u>	<u>\$ 10,401</u>			<u>\$ 58,828,656</u>

2018					
Kosciusko County Community Foundation, Inc.		Orthopedics Capital Foundation, Inc.		Eliminations	Total
Without Donor Restrictions	With Donor Restrictions	Without Donor Restrictions	With Donor Restrictions		
\$ 217,853	\$ 3,590,234				\$ 3,808,087
783,720					783,720
46,824	2,478,862	\$ 93			2,525,779
	278,858				278,858
	12,484				12,484
7,950	385				8,335
<u>1,056,347</u>	<u>6,360,823</u>	<u>93</u>			<u>7,417,263</u>
2,288,447	(2,288,447)				
1,117,731	(1,117,731)	67,137	\$ (67,137)		
<u>3,406,178</u>	<u>(3,406,178)</u>	<u>67,137</u>	<u>(67,137)</u>		
2,755,230		200,810			2,956,040
1,262,076		150			1,262,226
293,542		309			293,851
<u>4,310,848</u>		<u>201,269</u>			<u>4,512,117</u>
151,677	2,954,645	(134,039)	(67,137)		2,905,146
<u>1,923,106</u>	<u>49,227,928</u>	<u>144,894</u>	<u>67,137</u>		<u>51,363,065</u>
<u>\$ 2,074,783</u>	<u>\$ 52,182,573</u>	<u>\$ 10,855</u>			<u>\$ 54,268,211</u>