

Foundations in Charity, Inc.

Financial Statements with Independent Auditor's Report

Years Ended June 30, 2021 and 2020

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Independent Auditor's Report

To the Board of Trustees
Foundations in Charity, Inc.

Report on the Financial Statements

We have audited the accompanying financial statements of Foundations in Charity, Inc., (a nonprofit corporation), which comprise the statements of financial position as of June 30, 2021 and 2020, 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.

Auditor's 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 of material misstatement.

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

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

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Foundations in Charity, Inc. as of June 30, 2021 and 2020, and the changes in its net assets and its cash flows, for the years then ended in conformity with accounting principles generally accepted in the United States of America.

Nanavaty, Davenport, Studley & White, LLP

May 11, 2022

Foundations in Charity, Inc.

Statements of Financial Position

As of June 30,

<u>ASSETS</u>	<u>2021</u>	<u>2020</u>
Cash and cash equivalents	\$ 208,977	\$ 2,168,742
Investments	3,130,833	-
Contributions receivable, net	3,155,155	4,516,171
Total Assets	<u>\$ 6,494,965</u>	<u>\$ 6,684,913</u>

LIABILITIES AND NET ASSETS

Liabilities:

Accounts payable and accrued expenses	\$ 7,555	\$ 24,990
Distributions payable	10,000	82,451
Total Liabilities	<u>17,555</u>	<u>107,441</u>

Net Assets (Deficit):

Without donor restrictions	(224,180)	(90,917)
With donor restrictions	6,701,590	6,668,389
Total Net Assets	<u>6,477,410</u>	<u>6,577,472</u>
Total Liabilities and Net Assets	<u>\$ 6,494,965</u>	<u>\$ 6,684,913</u>

The accompanying notes are an integral part of this financial statement.

Foundations in Charity, Inc.

Statements of Activities

Years Ended June 30,

	2021			2020		
	Without Donor	With Donor	Total	Without Donor	With Donor	Total
	Restrictions	Restrictions		Restrictions	Restrictions	
Support and Revenues:						
Contributions from We Stand with Christ, Inc.	\$ -	\$ 414,755	\$ 414,755	\$ -	\$ 1,855,837	\$ 1,855,837
Contributions	4,785	192,117	196,902	-	13,819	13,819
Investment return, net	-	258,643	258,643	-	-	-
Total support and revenues	4,785	865,515	870,300	-	1,869,656	1,869,656
Net Assets Released From Restrictions	832,314	(832,314)	-	82,451	(82,451)	-
Expenses:						
Program services	305,897	-	305,897	90,388	-	90,388
Management and general	67,949	-	67,949	39,981	-	39,981
Development and fundraising	58,329	-	58,329	42,999	-	42,999
Total expenses	432,175	-	432,175	173,368	-	173,368
Change in net assets before other change	404,924	33,201	438,125	(90,917)	1,787,205	1,696,288
Other Change in Net Assets:						
Change in estimate for uncollectible contributions receivable	(538,187)	-	(538,187)	-	-	-
Other change in net assets	(538,187)	-	(538,187)	-	-	-
Total change in net assets	(133,263)	33,201	(100,062)	(90,917)	1,787,205	1,696,288
Net assets (deficit) at the beginning of the year	(90,917)	6,668,389	6,577,472	-	4,881,184	4,881,184
Net assets (deficit) at the end of the year	\$ (224,180)	\$ 6,701,590	\$ 6,477,410	\$ (90,917)	\$ 6,668,389	\$ 6,577,472

The accompanying notes are an integral part of this financial statement.

Foundations in Charity, Inc.

Statements of Functional Expenses

Years Ended June 30,

	2021				2020			
	Program Services	Management and General	Development and Fundraising	Total Expenses	Program Services	Management and General	Development and Fundraising	Total Expenses
Distributions for program support	\$ 294,127	\$ -	\$ -	\$ 294,127	\$ 82,451	\$ -	\$ -	\$ 82,451
Salaries and benefits	11,770	52,967	52,967	117,704	7,937	35,720	35,720	79,377
Professional fees	-	12,670	5,362	18,032	-	2,990	7,279	10,269
Bank charges	-	964	-	964	-	39	-	39
Telephone	-	609	-	609	-	376	-	376
Office supplies	-	560	-	560	-	133	-	133
Miscellaneous	-	179	-	179	-	50	-	50
Conferences and meetings	-	-	-	-	-	673	-	673
	<u>\$ 305,897</u>	<u>\$ 67,949</u>	<u>\$ 58,329</u>	<u>\$ 432,175</u>	<u>\$ 90,388</u>	<u>\$ 39,981</u>	<u>\$ 42,999</u>	<u>\$ 173,368</u>

The accompanying notes are an integral part of this financial statement.

Foundations in Charity, Inc.

Statements of Cash Flows

Years Ended June 30,

	<u>2021</u>	<u>2020</u>
Cash flows from operating activities:		
Change in net assets	\$ (100,062)	\$ 1,696,288
Adjustments to reconcile change in net assets to net cash provided by operating activities:		
Net (appreciation) in fair value of securities	(174,528)	-
In-kind donations of securities	(22,190)	-
Decrease in contributions receivable, net	1,361,016	344,049
Decrease in amount due from Foundations in Education, Inc.	-	9,964
(Decrease) increase in accounts payable and accrued expenses	(17,435)	24,990
(Decrease) increase in distributions payable	(72,451)	82,451
Net cash provided by operating activities	<u>974,350</u>	<u>2,157,742</u>
Cash flows from investing activities:		
Purchase of investments	<u>(2,934,115)</u>	<u>-</u>
Net cash used in investing activities	<u>(2,934,115)</u>	<u>-</u>
Net (decrease) increase in cash and cash equivalents	(1,959,765)	2,157,742
Cash and cash equivalents at beginning of year	<u>2,168,742</u>	<u>11,000</u>
Cash and cash equivalents at end of year	<u>\$ 208,977</u>	<u>\$ 2,168,742</u>

The accompanying notes are an integral part of this financial statement.

Notes to the Financial Statements

NOTE 1 - ORGANIZATION

Foundations in Charity, Inc. ('Foundations') is a Connecticut nonprofit, non-stock corporation formed on August 9, 2018 by The Bridgeport Roman Catholic Diocesan Corporation (the 'Diocese'). Members of Foundations shall include that person holding the office of the Bishop, or in the event of a vacancy of the office of the Bishop, the Administrator of the Diocese, and such other persons as may be appointed by the Bishop of the Diocese. The members of the corporation shall elect the Board of Trustees.

Foundations was incorporated to promote and support the work of catholic charities throughout Fairfield County. The mission of Foundations is to improve the lives of those most in need in Fairfield County through dedicated fundraising, stewardship, and distribution of funds, both operational and endowed, in support of Catholic Charities of Fairfield County, Inc. and other similar catholic entities.

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of Accounting and Presentation - The financial statements of Foundations have been prepared on the accrual basis in accordance with accounting principles generally accepted in the United States of America. Accordingly, the accounts of Foundations are reported in the following net asset categories:

Net Assets Without Donor Restrictions - Net assets without donor restrictions represent available resources other than donor-restricted contributions. These resources may be expended at the discretion of the Board of Trustees. Undesignated net assets represent the portion of expendable funds that is available for support of operations. Designated net assets represent reserves or special designations established by the Board of Trustees.

Net Assets With Donor Restrictions - Net assets with donor restrictions represent contributions that are restricted by the donor as to purpose or time of expenditure. Foundations reports different categories of net assets with donor restrictions including donor contributions with purpose or time restrictions.

Use of 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 in the financial statements. Actual results could differ from those estimates.

Cash and Cash Equivalents - Cash and cash equivalents are defined as highly liquid investments with original maturities of up to 90 days, except for money market accounts held with investment brokers, which are considered to be investments.

Investment Valuation and Income Recognition - Investments are reported at fair value. 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. See Note 6 for a discussion of fair value measurements. Purchases and sales of securities are recorded on the trade date basis. Interest income is recorded on the accrual basis. Dividends are recorded on the ex-dividend date. Realized and unrealized gains include gains and losses on investments bought and sold as well as held during the year.

Notes to the Financial Statements (continued)

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Revenue Recognition - Foundations adopted Accounting Standards Update (ASU) No. 2018-08 *Not-for Profit Entities: Clarifying the Scope and the Accounting Guidance for Contributions Received and Contributions Made* (Topic 605), as management believes the standard improves the usefulness and understandability of its financial statements. Analysis of various provisions of this standard resulted in no significant changes in the way the organization recognizes revenue, and therefore no changes to the previously issued audited financial statements were required on a retrospective basis. The presentation and disclosures of revenue have been enhanced in accordance with the standard.

Contributions are recognized when cash, securities, or other assets; an unconditional promise to give; or a 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 – are not recognized until the condition on which they depend has been met.

Contributions receivable that are expected to be collected in more than one year are discounted to their present value. An allowance for uncollectible contributions receivable is provided in the net asset category in which the contribution receivable resides based on an assessment of the credit worthiness of the respective donor, when deemed necessary.

Foundations reports contributions of cash and other assets as restricted support if they are received with donor stipulations that limit their use. When a donor restriction expires, that is, when a stipulated time restriction ends, or purpose restriction is accomplished, net assets with restrictions are reclassified to net assets released from restrictions. Contributions received whose restrictions are met in the same period are recognized as net assets without donor restrictions.

Contributed services are recognized in the financial statements if they enhance nonfinancial assets or require specialized skills, are provided by individuals possessing those skills, and would typically need to be purchased if not provided by donation. While many individuals volunteer their time, and perform a variety of tasks that assist Foundations, no amounts have been recognized in the accompanying financial statements for such services because the criteria for recognition of such volunteer efforts have not been met.

Allowance for Uncollectible Contributions - Contributions receivable are stated net of an allowance for doubtful accounts. Amounts due from the We Stand With Christ, Inc. campaign include a general allowance of 10% recorded by We Stand With Christ, Inc. when the pledge was received. During the current year, the management of We Stand With Christ, Inc. changed to estimating the allowance based on an analysis of specific donors, taking into consideration the aging of the past due amounts and an assessment of the donor's ability to pay. This change resulted in a \$538,187 decrease in the change in net assets for the year ended June 30, 2021. This change has been reflected as an other change in net assets in the statement of activities.

Notes to the Financial Statements (continued)

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Distributions Payable - Foundations makes distributions to Catholic Charities of Fairfield County, Inc., and other charitable organizations to continue to provide much needed social services to the needy and vulnerable across Fairfield County. The minimum amount for which Foundations is obligated is recorded upon the Board of Trustees' approval. Distributions that are expected to be paid within one year are recorded as liabilities at their full value. Distributions that are expected to be paid in more than one year are recorded at the present value of their estimated cash flows. The discounts on the distributions are computed using treasury rates applicable to the years in which the promises were made.

Income Taxes - Foundations is a nonprofit organization and is exempt from federal and state income taxes as a public charity under Section 501(c)(3) of the Internal Revenue Code. Accordingly, no provision for income taxes has been made in the accompanying financial statements. Foundations recognizes the benefits of income tax positions only if those positions are more likely than not of being sustained. Foundations is subject to routine audits by the Internal Revenue Service. There are currently no audits for any tax periods in progress since inception.

Functional Expenses and Cost Allocation - The financial statements report certain categories of expenses that are attributable to more than one program or supporting function. Therefore, these expenses require allocation on a reasonable basis that is consistently applied. The expenses that are allocated may include personnel expenses, development and fundraising expenses, and operations expenses. These expenses, if any, are allocated on the basis of time and effort spent in the applicable functions and are determined by Foundations management.

Subsequent Events - In preparing these financial statements, management has evaluated subsequent events through May 11, 2022, which represents the date the financial statements were available to be issued. There are no subsequent events that require disclosure.

NOTE 3 - CONCENTRATIONS

Cash and Cash Equivalents

Foundations maintains a single bank account with one local financial institution. Accounts at the institution are insured by the Federal Deposit Insurance Corporation (FDIC) up to \$250,000. At times, during the year the balance may exceed federally insured limits. Foundations has not experienced any losses on such account.

Investments

Foundations investments include a diversified portfolio of securities managed by professional investment advisors, designed to minimize market concentration risks.

Contributions Receivable

Credit risk for contributions revenues and contributions receivable is concentrated as well because substantially all of the balances are from either affiliated organizations, or individuals located within the same geographic region.

Notes to the Financial Statements (continued)

NOTE 4 - LIQUIDITY AND AVAILABILITY OF RESOURCES

Foundations financial assets available within one-year of June 30 for general expenditure are as follows:

	<u>2021</u>	<u>2020</u>
Cash and cash equivalents	\$ 208,977	\$ 2,168,742
Investments	3,130,833	-
Contributions receivable, net (due within one-year)	<u>637,342</u>	<u>994,018</u>
Total financial assets	3,977,152	3,162,760
Less amounts not available to be used within one year:		
Net assets with donor restrictions	<u>(4,152,226)</u>	<u>(3,102,099)</u>
Financial assets available to management		
to meet general expenditures within one year	<u>\$ (175,074)</u>	<u>\$ 60,661</u>

Liquidity Management

Foundations operates within a balanced budget and is in the process of seeking unrestricted revenue to cover general expenditures and eliminate the deficit in net assets without donor restrictions.

NOTE 5 - CONTRIBUTIONS RECEIVABLE

Contributions receivable, net, consist of the following unconditional promises to give from individual donors at June 30:

	<u>2021</u>	<u>2020</u>
Amounts expected to be collected in:		
Less than one year	\$ 637,342	\$ 994,018
One to four years	<u>2,549,364</u>	<u>3,566,290</u>
	3,186,706	4,560,308
Less: discount to net present value	<u>(31,551)</u>	<u>(44,137)</u>
Contributions receivable, net	<u>\$ 3,155,155</u>	<u>\$ 4,516,171</u>

Contributions that are expected to be collected after one year have been discounted at .5% and are reflected in the financial statements at their net present value.

Included in contributions receivable above are \$3,155,155 and \$4,496,176 for June 30, 2021 and 2020, respectively, representing amounts from We Stand With Christ, Inc. (“WSWC”). The funds are from a Diocesan-wide campaign benefitting the parishes within the Diocese and its three Foundations: Foundations in Faith, Inc., Foundations in Charity, Inc., and Foundations in Education, Inc. Contributions receivable from WSWC are outstanding pledges since the inception of the WSWC capital campaign in 2018. Pledges are accepted on a payment schedule not to exceed five years. WSWC parish campaigns commenced on different schedules from 2018 through 2021. Three remaining parishes commenced their WSWC campaigns within 2021-2022.

Notes to the Financial Statements (continued)

NOTE 6 - FAIR VALUE MEASUREMENTS

The Financial Accounting Standards Board (“FASB”) Topic 820, under the FASB Accounting Standards Codification (“ASC”) defines fair value, establishes a framework for measuring fair value, and expands disclosures about fair value measurements. This standard provides a consistent definition of fair value, which focuses on an exit price between market participants in an orderly transaction. The standard also prioritizes the use of observable inputs and minimizes the use of unobservable inputs by requiring that observable inputs be used when available.

Observable inputs are inputs that market participants would use in pricing the respective asset or liability based on market data obtained from independent sources. Unobservable inputs reflect assumptions that market participants would use in pricing the asset or liability based on the best information available in the circumstances. The hierarchy is categorized into three levels based on the transparency of inputs as follows:

- Level 1** - Quoted prices are available in active markets for identical assets or liabilities as of the report date. A quoted price for an identical asset or liability in an active market provides the most reliable fair value measurement because it is directly observable to the market.
- Level 2** - Pricing inputs are other than quoted prices in active markets, which are either directly or indirectly observable as of the report date. The nature of these securities includes investments for which quoted prices are available but traded less frequently and investments that are fair valued using other securities, the parameters of which can be directly observed. Also included in Level 2 are investments measured using a net asset value (“NAV”) per share, or its equivalent, that may be redeemed at NAV at the date of the statement of financial position or in the near term, which Foundations has determined to be within 90 days.
- Level 3** - Assets that have little to no pricing observability as of the report date. These assets are measured using management’s best estimate of fair value, where the inputs into the determination of fair value are not observable and require significant management judgment or estimation. Also included in Level 3 are investments measured using a NAV per share, or its equivalent, that can never be redeemed at NAV or for which redemption at NAV is uncertain due to lockup periods or other investment restrictions.

Inputs are used in applying the various valuation techniques and broadly refer to the assumptions that market participants use to make valuation decisions, including assumptions about risk. Inputs may include price information, volatility statistics, specific and broad credit data, liquidity statistics, and other factors. A financial instrument’s level within the fair value hierarchy is based on the lowest level of any input that is significant to the fair value measurement. However, the determination of what constitutes “observable” requires significant judgment by Foundations.

Notes to the Financial Statements (continued)

NOTE 6 - FAIR VALUE MEASUREMENTS (continued)

Foundations considers observable data to be that market data that is readily available, regularly distributed or updated, reliable and verifiable, not proprietary, and provided by independent sources that are actively involved in the relevant market. The categorization of a financial instrument within the hierarchy is based upon the pricing transparency of the instrument and does not necessarily correspond to Foundations perceived risk of that instrument. Foundations policy is to recognize transfers in and transfers out of levels at the end of the reporting period.

The following is a description of the valuation methodologies used for assets measured at fair value:

Money Market Funds - Money market funds are valued at the quoted net asset value of shares reported in the active market in which money market funds are traded.

Equity and Bond Mutual Funds - Equity and bond mutual funds are valued at the quoted net asset value of shares held by Foundations at year-end.

There have been no changes in the methodologies used for assets measured at fair value during the year.

The methods described above may produce a fair value calculation that may not be indicative of net realizable value or reflective of future fair values. Furthermore, while Foundations believes its valuation methods are appropriate and consistent with other market participants, the use of different methodologies or assumptions to determine the fair value of certain financial instruments could result in a different fair value measurement at the reporting date.

Assets Measured at Fair-Value on a Recurring Basis - The following is a summary of the source of fair-value measurements (all Level 1 investments) for assets that are measured at fair-value on a recurring basis as of June 30 (there were no investments to be measured at June 30, 2020):

	<u>2021</u>
Money market funds	\$ 21,992
Equity mutual funds	2,367,632
Bond mutual funds	<u>741,209</u>
	<u>\$ 3,130,833</u>

Notes to the Financial Statements (continued)

NOTE 7 - NET ASSETS WITH DONOR RESTRICTIONS

Net assets with donor restrictions are available for the following purposes or time periods at June 30:

	<u>2021</u>	<u>2020</u>
Restricted in perpetuity:		
Endowment funds restricted in perpetuity		
WSWC Capital Campaign	<u>\$ 6,442,947</u>	<u>\$ 6,654,570</u>
Purpose restricted:		
Programs	-	13,819
Accumulated gains and income on donor-restricted endowment assets	<u>258,643</u>	<u>-</u>
	<u>258,643</u>	<u>13,819</u>
Total Net Assets With Donor Restrictions	<u><u>\$ 6,701,590</u></u>	<u><u>\$ 6,668,389</u></u>

NOTE 8 - ENDOWMENT

Foundations endowment includes only donor-restricted endowment funds. 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.

Interpretation of Relevant Law - The Board of Trustees of Foundations has interpreted the Connecticut Prudent Management of Institutional Funds Act (CTPMIFA) as requiring the preservation of the fair value of the original gift as of the gift date of the donor-restricted endowment funds, absent explicit donor stipulations to the contrary. As a result of this interpretation, Foundations classifies as restricted net assets (a) the original value of gifts donated to the endowment, (b) the original value of subsequent gifts to the endowment, and (c) accumulations to the endowment made in accordance with the direction of the applicable donor gift instrument at the time the accumulation is added to the fund.

The portion of the endowment fund that is not classified as net assets with donor restrictions in perpetuity is classified as net assets with donor restrictions for future periods until those amounts are appropriated for expenditure by Foundations in a manner consistent with the standard of prudence prescribed by CTPMIFA.

Notes to the Financial Statements (continued)

NOTE 8 - ENDOWMENT (continued)

In accordance with CTPMIFA, Foundations considers the following factors in making a determination to appropriate or accumulate donor-restricted endowment funds:

- The duration and preservation of the fund
- The purposes of Foundations and the donor-restricted endowment fund
- The investment policies of Foundations
- General economic conditions
- The possible effect of inflation and deflation
- The expected total return from income and the appreciation of investments
- Other resources of Foundations

Net Assets - Endowment net assets (all with donor restrictions) is as follows as of June 30:

	<u>2021</u>	<u>2020</u>
Endowment funds	<u>\$ 6,701,590</u>	<u>\$ 6,668,389</u>

Changes in endowment net assets (all with donor restrictions) for the year ended June 30, 2021 and 2020 are as follows:

Endowment net assets - June 30, 2019	\$ 4,881,184
Contributions	1,869,656
Appropriation of endowment assets	<u>(82,451)</u>
Endowment net assets - June 30, 2020	6,668,389
Contributions	606,872
Investment return, net	258,643
Appropriation of endowment assets	<u>(832,314)</u>
Endowment net assets - June 30, 2021	<u>\$ 6,701,590</u>

Funds with Deficiencies - From time to time, the fair value of investments associated with donor-restricted endowment funds may fall below the level that the donor or CTPMIFA requires Foundations to retain as a fund of perpetual duration. In accordance with GAAP, deficiencies of this nature are reported in unrestricted net assets. There were no funds with deficiencies as of June 30, 2021 and 2020.

Return Objectives and Risk Parameters - Foundations has adopted an investment policy for endowment assets with the objective of achieving investment results over the long term that compare favorably with those of other endowments, professionally managed portfolios, and appropriate benchmark indices. All investments are invested in accordance with the investment policy.

Notes to the Financial Statements (continued)

NOTE 8 - ENDOWMENT (continued)

Strategies Employed for Achieving Objectives - To satisfy its long-term rate-of-return objectives, Foundations engages a professional investment advisor and has adopted a total return strategy in which investment returns are achieved through both capital appreciation (realized and unrealized) and current yield (interest and dividends). Consistent with that strategy, Foundations targets a diversified asset allocation emphasizing long-term investment performance and targets 70% to equity-type investments, 24% to fixed income, and 6% to real estate.

Spending Policy and How the Investment Objectives Relate to Spending Policy - Foundations Board of Trustees has approved a spending policy that evaluates an annual spending target of 4.00% of the average quarterly ending market value over the preceding twelve quarters. This is consistent with Foundations objective to maintain the purchasing power of the endowment assets held in perpetuity, as well as to provide additional real growth through new gifts and investment return.

NOTE 9 - RISKS AND UNCERTAINTY

The recent COVID-19 outbreak has caused economic interruptions through mandated and voluntary closings of businesses and organizations throughout the United States. The extent of the impact of COVID-19 on Foundations operational and financial performance will depend on certain developments, including the duration and spread of the outbreak and its impact on Foundations donors, employees, and vendors, all of which at present cannot be determined. Accordingly, the extent to which COVID-19 may impact Foundations financial position and changes in net assets and cash flows is uncertain and the accompanying financial statements include no adjustments relating to the effects of this pandemic.