

**PICKAWAY COUNTY COMMUNITY FOUNDATION**

**FINANCIAL STATEMENTS**

**DECEMBER 31, 2020 and 2019**



*Whited Seigneur Sams & Rabe, LLP*  
CERTIFIED PUBLIC ACCOUNTANTS

213 South Paint Street, Chillicothe, Ohio 45601-3828  
Phone: (740) 702-2600 • Fax: (740) 702-2610 • Audit Fax: (740) 702-2612  
email@wssrcpa.com • <http://www.wssrcpa.com>

# PICKAWAY COUNTY COMMUNITY FOUNDATION

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Jerry B. Whited, CPA  
Donald R. Seigneur, CPA  
John R. Sams, CPA

Barry L. Rahe, CPA  
Kathleen M. Alderman, CPA  
Nathan C. Baldwin, CPA

Jay D. Seigneur, CPA  
Kathy J. Lambert, CPA  
Katie E. Guba, CPA

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April 11, 2022

## **INDEPENDENT AUDITOR'S REPORT**

The Board of Directors  
Pickaway County Community Foundation

We have audited the accompanying financial statements of Pickaway County Community Foundation (a nonprofit corporation) (the Foundation), which comprise the statements of financial position as of December 31, 2020 and 2019, and the related statements of activities 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 from material misstatement.

An audit includes 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 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.

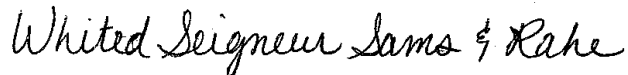
## Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Pickaway County Community Foundation as of December 31, 2020 and 2019, and the change 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 audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The Schedule of Beneficial Interest in Assets Held by Others 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 the 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.

Respectfully submitted,



WHITED SEIGNEUR SAMS & RAHE CPAs, LLP

**PICKAWAY COUNTY COMMUNITY FOUNDATION**  
**STATEMENTS OF FINANCIAL POSITION**  
**DECEMBER 31, 2020 and 2019**

<b>CURRENT ASSETS</b>	<u>2020</u>	<u>2019</u>
Cash and Cash Equivalents	\$ 18,284	\$ 28,732
Investments	87,352	76,110
Prepays and Other Assets	<u>-</u>	<u>-</u>
<b>TOTAL CURRENT ASSETS</b>	<b>105,636</b>	<b>104,842</b>
<b>OTHER ASSETS</b>		
Donor-Restricted Cash	12,605	-
Donor-Restricted Investments	1,451,164	1,055,769
Beneficial Interest in Assets Held by Others	<u>14,656,541</u>	<u>13,383,854</u>
<b>TOTAL OTHER ASSETS</b>	<b>16,120,310</b>	<b>14,439,623</b>
<b>PERMANENT &amp; DEPRECIABLE ASSETS, NET</b>	<u>203,663</u>	<u>198,522</u>
<b>TOTAL ASSETS</b>	<u>\$ 16,429,609</u>	<u>\$ 14,742,987</u>
<b>LIABILITIES</b>		
Payroll Liabilities	\$ 5,138	\$ 4,291
Fiscal Agent Liability	40,810	27,240
Agency Endowment Funds	3,725,062	3,170,898
Paycheck Protection Program Loan	<u>16,600</u>	<u>-</u>
<b>TOTAL CURRENT LIABILITIES</b>	<b>3,787,610</b>	<b>3,202,429</b>
<b>LONG TERM LIABILITIES</b>		
<b>NET ASSETS</b>		
Net Assets Without Donor Restrictions	\$ 284,318	\$ 282,118
Net Assets With Donor Restrictions:		
Undesignated	12,605	17,087
Designated	783,548	669,280
Field of Interest	3,829,018	3,380,088
Scholarship	<u>7,732,510</u>	<u>7,191,985</u>
Total Net Assets With Donor Restrictions	<u>12,357,681</u>	<u>11,258,440</u>
<b>TOTAL NET ASSETS</b>	<u>12,641,999</u>	<u>11,540,558</u>
<b>TOTAL LIABILITIES AND NET ASSETS</b>	<u>\$ 16,429,609</u>	<u>\$ 14,742,987</u>

SEE ACCOMPANYING NOTES AND AUDITOR'S REPORT

**PICKAWAY COUNTY COMMUNITY FOUNDATION  
STATEMENT OF ACTIVITIES  
YEAR ENDED DECEMBER 31, 2020**

	<b>Without Donor Restrictions</b>	<b>With Donor Restrictions</b>	<b>Total</b>
<b>SUPPORT AND REVENUE</b>			
Grants and Contributions	\$ 115,310	\$ 356,951	\$ 472,261
Net Investment Income	2,841	126,015	128,856
Fees	26,804	-	26,804
Fundraisers	39,183	-	39,183
Miscellaneous	3,384	-	3,384
Change in Beneficial Interest		746,353	746,353
Net assets released from restrictions:			
Satisfaction of program restrictions	130,078	(130,078)	-
<b>TOTAL SUPPORT AND REVENUE</b>	<b>317,600</b>	<b>1,099,241</b>	<b>1,416,841</b>
 <b>EXPENSES</b>			
Program Services	177,493	-	177,493
Management and General	110,802	-	110,802
Fundraising	27,105	-	27,105
<b>TOTAL EXPENSES</b>	<b>315,400</b>	<b>-</b>	<b>315,400</b>
 <b>CHANGE IN NET ASSETS</b>	<b>2,200</b>	<b>1,099,241</b>	<b>1,101,441</b>
 <b>NET ASSETS, BEGINNING OF YEAR</b>	<b>282,118</b>	<b>11,258,440</b>	<b>11,540,558</b>
 <b>NET ASSETS, END OF YEAR</b>	<b>\$ 284,318</b>	<b>\$ 12,357,681</b>	<b>\$ 12,641,999</b>

SEE ACCOMPANYING NOTES AND AUDITOR'S REPORT

**PICKAWAY COUNTY COMMUNITY FOUNDATION  
STATEMENT OF ACTIVITIES  
YEAR ENDED DECEMBER 31, 2019**

	<b>Without Donor Restrictions</b>	<b>With Donor Restrictions</b>	<b>Total</b>
<b>SUPPORT AND REVENUE</b>			
Donor-Advised Grants and Contributions	\$ 165,615	\$ 1,021,745	\$ 1,187,360
Net Investment Income	1,079	11,263	12,342
Fees	40,373	-	40,373
Fundraisers	41,000	-	41,000
Miscellaneous	32,919	-	32,919
Change in Beneficial Interest	-	1,416,610	1,416,610
Net assets released from restrictions:			
Satisfaction of program restrictions	40,288	(40,288)	-
<b>TOTAL SUPPORT AND REVENUE</b>	<b>321,274</b>	<b>2,409,330</b>	<b>2,730,604</b>
<b>EXPENSES</b>			
Program Services	108,526	-	108,526
Management and General	111,254	-	111,254
Fundraising	50,465	-	50,465
<b>TOTAL EXPENSES</b>	<b>270,245</b>	<b>-</b>	<b>270,245</b>
<b>CHANGE IN NET ASSETS</b>	<b>51,029</b>	<b>2,409,330</b>	<b>2,460,359</b>
<b>NET ASSETS, BEGINNING OF YEAR (Restated)</b>	<b>231,089</b>	<b>8,849,110</b>	<b>9,080,199</b>
<b>NET ASSETS, END OF YEAR</b>	<b>\$ 282,118</b>	<b>\$ 11,258,440</b>	<b>\$ 11,540,558</b>

SEE ACCOMPANYING NOTES AND AUDITOR'S REPORT

**PICKAWAY COUNTY COMMUNITY FOUNDATION  
STATEMENTS OF FUNCTIONAL EXPENSES  
YEARS ENDED DECEMBER 31, 2020 and 2019**

	<b>2020</b>			
	Program Services	Management and General	Fundraising	Total
Grants	\$ 140,953	\$ -	\$ -	\$ 140,953
Advertising	-	2,040	-	2,040
Salaries and benefits	36,540	64,287	10,001	110,828
Occupancy	-	8,365	-	8,365
Travel and Meetings	-	-	-	-
Professional services	-	11,267	-	11,267
Printing and Mailing	-	5,566	-	5,566
Insurance	-	1,522	-	1,522
Dues, Subscriptions and Licenses	-	6,382	-	6,382
Supplies	-	2,536	17,104	19,640
Depreciation	-	5,808	-	5,808
Other	-	3,029	-	3,029
	<b>\$ 177,493</b>	<b>\$ 110,802</b>	<b>\$ 27,105</b>	<b>\$ 315,400</b>

	<b>2019</b>			
	Program Services	Management and General	Fundraising	Total
Grants	\$ 95,113	\$ -	\$ -	\$ 95,113
Advertising	2,808	-	312	3,120
Salaries and benefits	10,605	63,063	11,304	84,972
Travel and Meetings	-	7,081	-	7,081
Occupancy	-	2,396	-	2,396
Professional services	-	8,156	18,935	27,091
Printing	-	9,996	-	9,996
Insurance	-	1,854	-	1,854
Dues, Subscriptions and Licenses	-	6,010	-	6,010
Supplies	-	2,245	19,286	21,531
Depreciation	-	5,654	-	5,654
Other	-	4,799	628	5,427
	<b>\$ 108,526</b>	<b>\$ 111,254</b>	<b>\$ 50,465</b>	<b>\$ 270,245</b>

SEE ACCOMPANYING NOTES AND AUDITOR'S REPORT



**PICKAWAY COUNTY COMMUNITY FOUNDATION  
STATEMENTS OF CASH FLOWS  
YEARS ENDED DECEMBER 31, 2020 and 2019**

	<b>2020</b>	<b>2019</b>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Change in Net Assets	\$ 1,101,441	\$ 2,460,359
Adjustments to Reconcile Change in Net Assets to Net Cash Provided by Operating Activities:		
Depreciation & Amortization	5,808	5,654
Unrealized (Gain)/Loss on Investments	(123,637)	(9,344)
Change in Operating Assets and Liabilities		
(Increase) Decrease in Prepaids and Other Assets	-	2,501
Increase (Decrease) in Agency Endowment Funds	554,164	149,736
Increase (Decrease) in Accounts Payable	-	(1,075)
Increase (Decrease) in Payroll Liability	847	1,969
Increase (Decrease) in Fiscal Agent Liability	13,570	4,570
Increase (Decrease) in Paycheck Protection Program Loan	16,600	-
<b>Net Cash Provided (Used) by Operating Activities</b>	<b>1,552,193</b>	<b>2,614,370</b>
<b>Cash Flows From Investing Activities</b>		
Purchase of Investments	(521,521)	(1,137,600)
Sale of Investments	255,122	66,633
Purchase of Fixed Assets	(10,950)	-
Net (Increase)/Decrease in Beneficial Interest in Assets Held by Others	(1,272,687)	(1,566,346)
<b>Net Cash Provided (Used) by Investing Activities</b>	<b>(1,550,036)</b>	<b>(2,637,313)</b>
<b>Net Increase/(Decrease) in Cash, Cash Equivalents, and Restricted Cash</b>	2,157	(22,943)
<b>Cash, Cash Equivalents, and Restricted Cash at Beginning of Year</b>	<b>28,732</b>	<b>51,675</b>
<b>Cash, Cash Equivalents, and Restricted Cash at End of Year</b>	<b>\$ 30,889</b>	<b>\$ 28,732</b>

SEE ACCOMPANYING NOTES AND AUDITOR'S REPORT

**PICKAWAY COUNTY COMMUNITY FOUNDATION  
NOTES TO THE FINANCIAL STATEMENTS**

**1. DESCRIPTION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

- **Foundation Description**

The Pickaway County Community Foundation (the Foundation) was created on January 8, 2001, as a not-for-profit corporation. The Foundation was formed to serve as a vehicle through which individuals, families, corporations and community organizations can make current and planned gifts for the general benefit of the community or for specific purposes within the scope of the Foundation's purpose.

- **Basis of Presentation**

The financial statements of the Organization have been prepared in accordance with U.S. generally accepted accounting principles ("US GAAP"), which require the Organization to report information regarding its financial position and activities according to the following net asset classifications:

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

*Net assets with donor restriction:* Net assets subject to stipulations imposed by donors and grantors. Some donor restrictions are temporary in nature; those restrictions will be met by actions of the Organization or by the passage of time. Other donor restrictions are perpetual in nature, where by the donor has stipulated the funds be maintained in perpetuity.

Donor restricted contributions are reported as increases in net assets with donor restriction. When a restriction expires, net assets are reclassified from net assets with donor restriction to net assets without donor restriction in the statement of activities.

- **Cash Equivalents**

The Foundation considers all highly liquid cash instruments purchased with an original maturity of three months or less, which are neither held for nor restricted by donors for long-term purposes, to be cash equivalents. Cash and highly liquid financial instruments restricted by donors for long-term purposes are excluded from this definition.

Pursuant to ASU 2016-18, restricted cash balances are presented separately from cash and cash equivalents on the Statement of Financial Position, but are properly included with cash, cash equivalents, and restricted cash on the Statement of Cash Flows.

The following table provides a reconciliation of cash, cash equivalents, and restricted cash reported on the Statement of Financial Position as of December 31, 2020 and 2019 that sum to the total of the same such amounts shown on the Statement of Cash Flows:

	2020	2019
Cash and Cash Equivalents	\$ 18,284	\$ 28,732
Donor-Restricted Cash	12,605	-
Cash, Cash Equivalents, and Restricted Cash Total	\$ 30,889	\$ 28,732

**PICKAWAY COUNTY COMMUNITY FOUNDATION  
NOTES TO THE FINANCIAL STATEMENTS**

**1. DESCRIPTION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

- **Investments**

Investments in marketable securities with readily determinable fair values and all investments in debt securities are reported at their fair values in the statement of financial position. Unrealized gains and losses are included in the change in net assets.

- **Endowment Funds**

*Donor-Restricted Endowment.* The Foundation's endowment represents contributions for the benefit of the Pickaway County Conservation Fund, an endowment fund.

The Board of Directors has interpreted the State of Ohio Uniform 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 absent explicit donor stipulations to the contrary. As a result of this interpretation, the Foundation classifies as net assets with donor restrictions (a) the original value of gifts donated to the donor-restricted endowment, (b) the original value of subsequent gifts to the donor-restricted endowment, and (c) accumulations to the donor-restricted endowment made in accordance with the direction of the applicable donor gift instrument at the time the accumulation is added to the fund.

Once the remaining portion of the donor-restricted endowment fund are appropriated for expenditure by the Foundation in a manner consistent with the standard of prudence prescribed by SPMIFA. In accordance with SPMIFA, 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 funds, (2) the purposes of the donor-restricted endowment funds, (3) general economic conditions, (4) the possible effect of inflation and deflation, (5) the expected total return from income and the appreciation of investments, (6) other resources of the Foundation, and (7) the Foundation's investment policies.

*Investment Return Objectives, Risk Parameters and Strategies.* The investment objectives of the Foundation are to provide a relatively stable, inflation adjusted, annual payout to support the defined spending rate. There will be some inevitable volatility in principal value, but it may offer the potential for a sustainable payout plus inflation protection over the long term.

To assist management in gauging the success of the return on investments, the Foundation shall employ as its investment minimum return goal the following policy. The target return is measured based on a trailing five-year annualized return. This is the period used to gauge whether the portfolio is meeting its objective. The return in any individual period may be more or less than the target. The probability of success of achieving the minimum return goal increase as the length of the evaluation period increases. It is anticipated that there will be periods of time where the five-year trailing calculation will be below the minimum return goal. There must be a tolerance for these periods in order to remain with the long-term strategy and not change at inopportune times.

In accordance with generally accepted accounting principles, the net assets of these agency endowments are classified as liabilities, Agency Endowment Funds.

**PICKAWAY COUNTY COMMUNITY FOUNDATION  
NOTES TO THE FINANCIAL STATEMENTS**

**1. DESCRIPTION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

- **Property and Equipment**

Acquisitions of property and equipment in excess of \$1,000 are capitalized. Property and equipment are recorded at estimated fair market value at date of donation or at cost if purchased. Depreciation is computed on the straight-line method and is based on expected useful lives. The following useful lives are used in determining depreciation:

Building.....	40 Years
Building Improvements.....	15 Years
Furniture & Equipment.....	5 – 7 Years
Computers.....	3 Years

On May 15, 2013, the Foundation purchased property using funds donated for the purpose of opening the Founders Center for Philanthropy. According to the agreement between the donor and the Foundation, the property cannot be sold for a period of five years. The following schedule presents a breakdown of depreciable assets at December 31, 2020 and 2019:

	2020	2019
Building	\$ 164,348	\$ 164,348
Building Improvements	27,575	16,625
Furniture & Equipment	12,450	12,450
Total Cost of Depreciable Assets	204,373	193,423
Less: Accumulated Depreciation	(51,381)	(45,572)
Net Depreciable Assets	152,992	147,851
Land	50,671	50,671
Net Permanent and Depreciable Assets	\$ 203,663	\$ 198,522

- **Public Support, Revenue and Expense**

The Foundation reports gifts of cash and other assets as restricted contributions when they are received with donor stipulations that limit the use of the donated assets. Support that is restricted by the donor is reported as an increase in net assets without donor restrictions if the restriction expires in the reporting period in which the support is recognized. All other donor-restricted support is reported as an increase in net assets with donor restrictions, depending on the nature of the restriction.

- **Grants**

Grants are recorded as expenses when they are approved by the Board of Directors for payment.

- **Donated Materials and Services**

Donated materials are recorded as contributions in the accompanying financial statements at their estimated fair values at date of receipt. 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.

**PICKAWAY COUNTY COMMUNITY FOUNDATION  
NOTES TO THE FINANCIAL STATEMENTS**

**1. DESCRIPTION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

- **Federal Income Tax**

The Foundation is a nonprofit organization exempt under Internal Revenue Code Section 501(c)(3). Though it is subject to tax on income unrelated to its exempt purpose, no provision for income taxes is required. The Foundation has processes presently in place to ensure the maintenance of its tax-exempt status; to identify and report unrelated income. All required filings are up-to-date and are generally subject to IRS review within three years from the date of filing.

- **Use of Estimates**

The preparation of the financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the amounts reported in the financial statements and accompanying notes. Although these estimates are based on management’s knowledge of current events and actions it may undertake in the future, they may ultimately differ from actual results.

- **Reclassifications**

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

- **Impairment of Long-Lived Assets**

The Foundation reviews long-lived assets for impairment whenever events or changes in circumstances indicate that the carrying amount of such assets may not be recoverable. As of December 31, 2020 and 2019, there were no impairment losses recognized for long-lived assets.

- **Functional Expenses**

The costs of providing program and other activities have been summarized on a functional basis in the statements of activities. Accordingly, certain costs have been allocated among program services, fundraising services, and supporting services benefited. Such allocations are determined by management on an equitable basis.

- **Functional Expenses (continued)**

The expenses are allocated included the following:

Expense	Method of Allocation
Advertising	90% to program and 10% to fundraising
Salaries and benefits	Executive Director: 50% to management, 25% to program, 25% to fundraising Finance/Development Director: 70% to management, 30% program

Excluding the portion of the Executive Director’s pay noted above, the remaining fundraising expenses were allocated by individual item. The remaining expenses were allocated by account to program, management, or fundraising activities on the statements of functional expenses.

**PICKAWAY COUNTY COMMUNITY FOUNDATION  
NOTES TO THE FINANCIAL STATEMENTS**

**1. DESCRIPTION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

- **Management’s Review of Subsequent Events**

In preparing these financial statements, the Foundation has evaluated events and transactions for potential recognition or disclosure through April 11, 2022, the date the financial statements were available to be issued.

**2. AVAILABILITY AND LIQUIDITY**

The following represents the Foundation’s financial assets available for operations at December 31, 2020 and 2019:

	2020	2019
Financial assets at year end:		
Cash and cash equivalents	\$ 30,889	\$ 28,732
Investments	1,538,516	1,131,879
Total financial assets	1,569,405	1,160,611
Less:		
Donor directed investment funds	(1,463,769)	(1,055,769)
Financial assets available to meet general expenditures over the next twelve months	\$ 105,636	\$ 104,842

Donations to operations are kept in the local checking account for easier access to operate. If the balance of the account exceeds \$30,000; the additional funds will be deposited into to their investment portfolio.

**3. ENDOWMENT FUNDS**

The Foundation had the following endowment related activities during 2021:

Endowment assets, beginning of year	\$	-
Contributions		25,500
Investment return, net		2,325
Amounts appropriated for expenditure		-
Endowment assets, end of year	\$	27,825

**4. INVESTMENTS**

Investments are reported at cost, if purchased, or at fair value, if donated. Thereafter, investments are reported at their fair value in the statements of financial position and changes in fair value are reported as investment return in the statements of activities.

Purchases and sales of securities are reflected on a trade-date basis. Gains and losses on sales of securities are based on average cost and are recorded in the statement of activities in the period in which the securities are sold. Interest is recorded when earned. Dividends are accrued as of the dividend date.

**PICKAWAY COUNTY COMMUNITY FOUNDATION  
NOTES TO THE FINANCIAL STATEMENTS**

**4. INVESTMENTS (CONTINUED)**

The following are the funds that represent the Foundation's investment portfolio:

	2020	2019
PCCF Unrestricted	\$ 87,352	\$ 76,110
Friends of the Pickaway Parks and Trails Fund	22,940	11,670
The Southward Family Fund	23,785	22,136
Pickaway County Community Health Improvement Fund	5,613	6,478
Ashville Foundation Fund	11,469	10,589
Pickaway County Bar Association Fund	3,164	3,141
Parkinson's Fund of Pickaway County	31,959	20,763
Friends of the Ted Lewis Park Fund	14,467	13,279
Leist Family Fund	178,948	178,671
Well Being Fund	913,488	750,416
Rainbow Fund of the Well Being Foundation	38,667	38,626
Circle of Caring Fund of the Well Being Foundation	960	-
Scott and Mona Allen Family Fund	71,418	-
Pickaway County Conservation Endowment Fund	27,825	-
Food Insecurities	41,771	-
Joshua Green Scholarship Fund of the Westfall Education Foundation	32,190	-
Visitation Center Fund	32,500	-
	<u>\$ 1,538,516</u>	<u>\$ 1,131,879</u>

The investment portfolio is comprised of the following:

	2020	2019
Money Market Funds	\$ 95,918	\$ 51,576
Exchange Traded Funds	1,302,645	124,707
Mutual Funds	139,953	955,596
	<u>\$ 1,538,516</u>	<u>\$ 1,131,879</u>

Investment Income is summarized as follows:

	2020	2019
Unrealized/Realized Gains or (Losses)	\$ 142,423	\$ 12,965
Investment Management Fees	(11,641)	(623)
Net Investment Income	<u>\$ 130,782</u>	<u>\$ 12,342</u>

**5. FAIR VALUE MEASUREMENTS**

Financial Accounting Standards Board (FASB) Accounting Standards Codification (ASC) 820, *Fair Value Measurements and Disclosures*, provides the framework for measuring fair value. That framework provides a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (Level 1 measurements) and the lowest priority to unobservable inputs (Level 3 measurements).

**PICKAWAY COUNTY COMMUNITY FOUNDATION  
NOTES TO THE FINANCIAL STATEMENTS**

**5. FAIR VALUE MEASUREMENTS (CONTINUED)**

The three levels of the fair value hierarchy are described below:

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 by correlation or other means.

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.

The asset's or liability's fair value measurement level within the fair value hierarchy is based on the lowest level of any input that is significant to the fair value measurement. Valuation techniques used need to maximize the use of observable inputs and minimize the use of unobservable inputs.

Following is a description of the valuation methodologies used for assets measured at fair value. There have been no changes in the methodologies used December 31, 2020 and 2019.

Long-term investments: Valued by reference to quoted market prices and other relevant information generated by market transactions.

Fair value of assets measured on a recurring basis December 31, 2020 and 2019 are as follows:

<b>2020</b>		Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)
Description	Fair Value		
Long-term investments			
Money Market Funds	\$ 95,918	\$ 95,918	\$ -
Exchange Traded Funds	1,302,645	1,302,645	-
Mutual Funds	139,953	139,953	-
Beneficial Interest in Assets Held by Others	14,656,541	-	14,656,541
Total:	<u>\$ 16,195,057</u>	<u>\$ 1,538,516</u>	<u>\$ 14,656,541</u>



**PICKAWAY COUNTY COMMUNITY FOUNDATION  
NOTES TO THE FINANCIAL STATEMENTS**

**5. FAIR VALUE MEASUREMENTS (CONTINUED)**

2019		Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)
Description	Fair Value		
Long-term investments			
Money Market Funds	\$ 51,476	\$ 51,476.00	\$ -
Exchange Traded Funds	124,707	124,707.00	-
Mutual Funds	955,596	955,596.00	-
Beneficial Interest in Assets Held by Others	<u>13,383,854</u>	<u>-</u>	<u>13,383,854</u>
Total:	<u>\$ 14,515,633</u>	<u>\$ 1,131,779</u>	<u>\$ 13,383,854</u>

**6. BENEFICIAL INTEREST IN ASSETS HELD BY OTHERS**

In order to minimize administrative costs, the Foundation has entered into a memorandum of understanding with Community Foundations, Inc., an affiliate of the Columbus Foundation. The Board of Trustees and staff of Community Foundations, Inc. will oversee the management of the funds that hold the Foundation's investments. They will also provide the Foundation with all necessary records, perform necessary administrative procedures and coordinate an independent audit of the funds they hold. Fees for these services are 0.5% of the market value of the assets plus any fees charged by the investment agent. Fees for the years ending December 31, 2020 and 2019 were \$76,223 and \$83,761, respectively. These fees are netted with the change in beneficial interest in assets held by others. Community Foundations, Inc. holds variance power and final authority over distribution decisions and is not legally bound to comply with a donor's suggestions.

At some future date, should the Foundation wish to administer its assets independently from Community Foundations, Inc., the total assets of the funds opened by the Foundation may be requested to be distributed to be held as component funds subject to the Articles of Incorporation and Code of Regulations, upon the approval of the Board of Trustees of Community Foundations, Inc.

Beneficial interest in assets held by others is comprised of funds in the following categories, valued at fair market value at December 31, 2020 and 2019:

	2020	2019
Designated	\$ 712,130	\$ 669,280
Field of Interest	2,548,879	2,353,710
Scholarship	7,700,320	7,191,985
Endowment	<u>3,701,272</u>	<u>3,174,936</u>
	<u>\$14,656,541</u>	<u>\$13,383,854</u>

**7. FISCAL AGENT LIABILITY AND RESTRICTED CASH**

At December 31, 2020 and 2019, the Foundation had \$12,605 and \$0 respectively, of contributions in cash that had not yet been forwarded to the Community Foundations, Inc. and Edward Jones, respectively.

**PICKAWAY COUNTY COMMUNITY FOUNDATION  
NOTES TO THE FINANCIAL STATEMENTS**

**8. NONCOMPLIANCE WITH GRANTOR RESTRICTIONS**

Grants are subject to review from the grantor. Such reviews could result in claims against the Foundation for disallowed costs or noncompliance with grantor restrictions. No provision has been made for any liabilities that may arise from such reviews since the amounts, if any, cannot be determined at this date.

**9. SPLIT-INTEREST AGREEMENT**

During 2013, the Foundation received a planned gift of a \$100,000 life insurance policy. The Foundation is the owner and beneficiary of the policy upon the death of the insured. The Foundation makes quarterly premium payments of \$175 which are reimbursed by the insured. Under the terms of the bequest, yearly distributions are to be evenly divided between the Foundation and Teays Valley Educational Foundation to be used towards operations. The Foundation can choose to cash out the policy at any time.

**10. PAYCHECK PROTECTION PROGRAM**

In April 2020, the Foundation received a Paycheck Protection Program (PPP) loan of \$16,600 granted by the Small Business Administration under the Coronavirus Aid, Relief, and Economic Security Act (CARES Act). PPP loans are considered conditional contributions, with a right-of return in the form of an obligation to be repaid if a barrier to entitlement is not met. The barrier is that PPP loan funds must be used to maintain compensation costs and employee headcount, and other qualifying expenses (mortgage interest, rent and utilities) incurred following receipt of the funds. Subsequent to year-end, the Foundation applied for and received forgiveness of the loan and associated interest. The forgiveness will be recorded as revenue in 2021.

**11. NEW ACCOUNTING STANDARDS**

The Financial Accounting Standards Board (FASB) has adopted the following accounting standard update (ASU) that will be effective in the coming years. The Foundation has not early implemented this change.

Accounting Standards Update No. 2016-02, *Leases (Topic 842)*, will require that lessees record nearly all leases on the balance sheet. Lessors will see some changes too, largely made to align with the revised lessee model and the FASB's new revenue recognition guidance. This Update will be effective for the Foundation's year ending December 31, 2022.

**12. NET ASSETS RESTATEMENT**

The net assets as of December 31, 2019 had to be restated due to errors identified during this year's audit:

Addition to Beneficial Interest in Funds Held at the Community Foundations, Inc.	\$ 20,033
Correction to beginning balance of Well Being Fund Investment	100
Reversal of Accounts Payable determined to not be valid	1,446
Correct balance of payroll liabilities	2,159
Correction to accumulated depreciation	(1,545)
Correct entry to book SBA Payroll Protection Program Loan	(16,600)
	<u>\$ 5,593</u>

**PICKAWAY COUNTY COMMUNITY FOUNDATION  
SUPPLEMENTAL SCHEDULE- BENEFICIAL INTEREST IN ASSETS HELD BY OTHERS  
DECEMBER 31, 2020 AND 2019**

<b>Fund Description</b>	<b>2020</b>	<b>2019</b>
M. Louise Southward Fund of the Pickaway County Community Foundation	\$ 24,243.60	\$ 23,010.84
Yamarick Family Fund of the Pickaway County Community Foundation	72,868.08	68,015.86
Pickaway County Historical Society Clark-May House Fund of the Pickaway County Community Foundation	49,253.86	46,747.93
Mary Hamman May Art Goes to School Fund of the Pickaway County Community Foundation	3,251.29	3,029.70
Mary Ruth Tolbert Trust Fund of the Pickaway County Community Foundation	562,512.67	528,476.10
<b>Total Designated Funds</b>	<b>712,129.50</b>	<b>669,280.43</b>
Starkey Fund for Youth of the Pickaway County Community Foundation	31,620.30	31,241.63
Bowser-Dunlap Family Fund of the Pickaway County Community Foundation	34,805.09	30,926.56
Mary Virginia Hannan Fund of the Pickaway County Community Foundation	64,946.20	60,538.97
Circleville Junior Women's Pumpkins of Pickaway Fund for the Arts of the Pickaway County Community Foundation	43,326.07	39,037.66
Youth Grantmaking Council Fund of the Pickaway County Community Foundation	90,924.71	84,418.93
Mike Harrison Park Fund of the Pickaway County Community Foundation	73,384.23	71,038.24
Chris Gary Memorial Fund of the Pickaway County Community Foundation	129,455.13	135,247.90
Westfall Elementary Field of Dreams Fund of the Pickaway County Community Foundation	31,497.55	29,299.65
Marcus Brown Trust Fund of the Pickaway County Community Foundation	30,262.95	27,893.74
US Bank Directors Fund of the Pickaway County Community Foundation	15,967.52	14,975.40
PCN Agriculture Strategic Direction Fund of the Pickaway County Community Foundation	44,303.69	67,914.10
PCN Education Strategic Direction Fund of the Pickaway County Community Foundation	36,858.91	44,587.08
PCN Leadership Strategic Direction Fund of the Pickaway County Community Foundation	104,534.26	98,265.61
Community Investment Fund for the Pickaway County YMCA Branch of the Pickaway County Community Foundation	19,487.66	17,731.00
John and Susie Dunlap Fund of the Pickaway County Community Foundation	23,884.92	22,197.58
Ellen North Dunlap Fellowship Fund of the Pickaway County Community Foundation	74,734.75	47,891.53
Ruth Neff D.A.R.E. Fund of the Pickaway County Community Foundation	65,889.91	56,996.72
Stoecklein/McNemar Giving Fund of the Pickaway County Community Foundation	507,343.77	498,819.22
Sunrise Rotary Community Project Fund of the Pickaway County Community Foundation	32,144.40	26,871.54
Sutton Family Fund of the Pickaway County Community Foundation	827,249.92	691,524.52
Leist Family Fund of the Pickaway County Community Foundation	-	3.36

**PICKAWAY COUNTY COMMUNITY FOUNDATION**  
**SUPPLEMENTAL SCHEDULE- BENEFICIAL INTEREST IN ASSETS HELD BY OTHERS (CONTINUED)**  
**DECEMBER 31, 2020 AND 2019**

<b>Fund Description</b>	<b>2020</b>	<b>2019</b>
Pickaway Addiction Action Coalition Fund of the Pickaway County Community Foundation	\$ 175,251.61	\$ 190,450.20
Adena Legacy Foundation of the Pickaway County Community Foundation	10,088.26	9,987.84
Ralph and Thommie Allured Fund of the Pickaway County Community Foundation	1,401.23	5,507.50
Imagination Library Fund of the Pickaway County Community Foundation	52,139.61	28,297.93
Irma & Paul Fenstermaker Fund of the Pickaway County Community Foundation	9,943.31	10,013.18
Cooke & Jeanne Rose Metzger Education Fund of the Pickaway County Community Foundation	15,413.50	10,013.18
<b>Total Field of Interest Funds</b>	<u>2,546,859.46</u>	<u>2,351,690.77</u>
Warren B. Sneed & Wally Yamarick Engineering		
Scholarship at OSU Fund of the Pickaway County Community Foundation	\$ 797.59	\$ 76,413.31
Gladys Schaal Memorial Scholarship Fund of the Pickaway County Community Foundation	380,868.55	354,973.00
Edwin & Patricia Taylor Scholarship Fund of the Pickaway County Community Foundation	47,131.07	44,230.73
William Ammer Memorial Education Trust Fund of the Pickaway County Community Foundation	4,463,277.70	4,095,314.06
Karen Matesky Grigg Memorial Scholarship Fund of the Pickaway County Community Foundation	12,607.01	11,912.60
Lanman-Massie Scholarship Fund of the Pickaway County Community Foundation	51,879.55	49,762.68
Ohio Christian University Pickaway Scholars Fund of the Pickaway County Community Foundation	55,767.34	50,150.36
Nelson E. Jones Scholarship Fund of the Pickaway County Community Foundation	27,829.45	25,395.49
Circleville Academic Booster Club Scholarship Fund of the Pickaway County Community Foundation	7,949.99	7,839.93
Renick Scholarship Endowment Fund of the Pickaway County Community Foundation	1,945,093.28	1,815,633.16
Floyd E. and Mary Younkin Scholarship Fund of the Pickaway County Community Foundation	676,642.00	625,704.59
Teays Valley Jay Brinker Memorial Fund	30,476.20	34,654.59
<b>Total Scholarship Funds</b>	<u>7,700,319.73</u>	<u>7,191,984.50</u>
Pickaway County Community Foundation Fund	\$ 6,413.90	\$ 24,612.78
Library Fund for Pickaway County of the Pickaway County Community Foundation	95,579.00	88,699.76
Fund for Tomorrow of the Pickaway County Community Foundation	30,515.00	67,115.80
United Way Legacy Fund of the Pickaway County Community Foundation	144,955.03	109,921.88
Pickaway County Ag Foundation Fund of the Pickaway County Community Foundation	29,570.72	31,353.29

**PICKAWAY COUNTY COMMUNITY FOUNDATION**  
**SUPPLEMENTAL SCHEDULE- BENEFICIAL INTEREST IN ASSETS HELD BY OTHERS (CONTINUED)**  
**DECEMBER 31, 2020 AND 2019**

<b>Fund Description</b>	<b>2020</b>	<b>2019</b>
Pickaway County Historical Society Life Membership Fund of the Pickaway County Community Foundation	\$ 100,728.45	\$ 91,518.73
Brown Memorial Home Endowment Fund of the Pickaway County Community Foundation	26,401.03	24,399.91
Youth Grantmaking Council Operating Fund of the Pickaway County Community Foundation	115,411.22	105,862.84
Westfall Education Foundation Fund of the Pickaway County Community Foundation	101,320.56	63,690.61
Teays Valley Education Foundation Fund of the Pickaway County Community Foundation	25,254.68	23,316.44
Pickaway Progress Fund of the Pickaway County Community Foundation	7,017.78	6,591.02
Boundless Playground Fund of the Pickaway County Community Foundation	223,988.10	221,305.46
Circleville City Schools Foundation of the Pickaway County Community Foundation	14,753.49	24,088.31
Logan Elm Education Foundation of the Pickaway County Community Foundation	16,168.99	16,147.37
ArtsAround Fund of the Pickaway County Community Foundation	14,107.43	13,634.71
Pickaway Senior Citizens Fund of the Pickaway County Community Foundation	34,348.88	31,397.19
Wil-Deer Community Fund of the Pickaway County Community Foundation	10,810.44	9,887.20
Helen Baker Noecker Memorial Scholarship of the Teays Valley Educational Foundation of the Pickaway County Community Foundation	43,014.51	39,464.44
Ashville Alumni Scholarship of the Teays Valley Educations Foundation of the Pickaway County Community Foundation	17,544.39	16,097.81
Sharpe Endowment for Nursing Education	-	12.56
Pickaway HELPS Fund of the Pickaway County Community Foundation	23,558.08	21,447.86
Kiwanis Club of Ashville Howard Hosler Scholarship Fund of the Teays Valley Educational Foundation of the PCCF	18,384.53	16,766.15
Aleris Fund of the Teays Valley Educational Foundation of the Pickaway County Community Foundation	101,741.19	92,459.70
Circleville High School Alumni Association Fund of the Pickaway County Community Foundation	94,223.82	84,119.14
New Hope Christian Academy Endowment of the Pickaway County Community Foundation	180.16	16,061.40
Whitehead-Hinkle Trust Fund of the Teays Valley Educational Foundation of the Pickaway County Community Foundation	400,670.20	416,899.83
Bowser Community Health Endowment Fund of the Well Being Foundation of the Pickaway County Community Foundation	61,790.44	56,018.44
Founders Center Endowment Fund of the Pickaway County Community Foundation	7,977.80	16,243.98
Lehnhart Fund of the Teays Valley Educational Foundation of the Pickaway County Community Foundation	17,620.82	16,183.09
Kids Cancer Fund of the Pickaway County Community Foundation	116,414.69	102,049.15

**PICKAWAY COUNTY COMMUNITY FOUNDATION  
SUPPLEMENTAL SCHEDULE- BENEFICIAL INTEREST IN ASSETS HELD BY OTHERS (CONTINUED)  
DECEMBER 31, 2020 AND 2019**

<b>Fund Description</b>	<b>2020</b>	<b>2019</b>
Community Health Fund of the Well Being Foundation of the Pickaway County Community Foundation	\$ 87,588.40	\$ 79,200.14
Bidwell Family Fund of the Pickaway County Community Foundation	816,115.11	747,704.43
Pickaway County Historical and Genealogical Library Fund of the Pickaway County Community Foundation	14,937.37	13,433.92
Haven House of Pickaway County, Inc. Fund of the Pickaway County Community Foundation	23,282.83	20,226.35
Williamsport United Methodist Church Legacy Fund of the Pickaway County Community Foundation	160,415.56	122,075.16
Pickaway Agriculture and Event Center Fund of the Pickaway County Community Foundation	657,382.04	307,551.21
Emily Nelson Memorial Fund of the Westfall Education Foundation of the Pickaway County Community Foundation	37,045.19	33,339.97
<b>Total Endowment Funds</b>	<u>3,697,231.83</u>	<u>3,170,898.03</u>
<b>Total Beneficial Interest in Funds Held by Others</b>	<u>\$ 14,656,540.52</u>	<u>\$ 13,383,853.73</u>