REPORT OF

CENTRAL PENNSYLVANIA COMMUNITY FOUNDATION

ALTOONA, PENNSYLVANIA

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AS OF DECEMBER 31, 2025

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YOUNG OAKES BROWN & COMPANY PC
Certified Public Accountants

INDEPENDENT AUDITOR'S REPORT

To The Board of Directors
Central Pennsylvania Community Foundation
1616 E. Pleasant Valley Boulevard
Altoona, PA 16602

Opinion

We have audited the accompanying financial statements of the Central Pennsylvania Community Foundation (a nonprofit organization), which comprise the statement of financial position as of December 31, 2025, and the related statements of activities, functional expenses, and cash flows for the year then ended, and the related notes to the financial statements.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of The Central Pennsylvania Community Foundation as of December 31, 2025, and the changes in net assets and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of The Central Pennsylvania Community Foundation and to meet our other ethical responsibilities in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for 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.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the Central Pennsylvania Community's ability to continue as a going concern within one year after the date that the financial statements are available to be issued.

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Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with generally accepted auditing standards, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit 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 Central Pennsylvania Community's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the Central Pennsylvania Community's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control related matters that we identified during the audit.

Young, Oakes, Brown & Company, P.C.

Altoona, Pennsylvania
September 30, 2026

CENTRAL PENNSYLVANIA COMMUNITY FOUNDATION
STATEMENT OF FINANCIAL POSITION
DECEMBER 31, 2025

ASSETS	
Current Assets	
Cash and Cash Equivalents - Unrestricted	$ 278,805
Cash and Cash Equivalents - Restricted	495,417
Investments	18,923,261
Prepaid Insurance	5,350
Total Current Assets	$19,702,833
Property and Equipment	
Property and Equipment	$ 907,320
Less: Accumulated Depreciation	(85,478)
Total Property and Equipment, Net	$ 821,842
Other Assets	
Endowment Investments - Donor Restricted	$11,919,095
Funds Held in Trust	3,151,311
Total Other Assets	$15,070,406
TOTAL ASSETS	$35,595,081
LIABILITIES AND NET ASSETS	
Current Liabilities	
Accounts Payable and Accrued Payroll Taxes	$ 8,391
Grants Payable	8,600
Total Current Liabilities	$ 16,991
Long-Term Liabilities	
Agency Funds	$ 120,718
Charitable Remainder Unitrust	791,657
Charitable Remainder Annuity Trust	2,359,654
Total Long-Term Liabilities	$ 3,272,029
Total Liabilities	$ 3,289,020
Net Assets	
Without Donor Restrictions	$19,891,549
With Donor Restrictions	12,414,512
Total Net Assets	$32,306,061
TOTAL LIABILITIES AND NET ASSETS	$35,595,081

See Accompanying Notes and Independent Auditor's Report

CENTRAL PENNSYLVANIA COMMUNITY FOUNDATION
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED DECEMBER 31, 2025

	Net Assets Without Donor Restrictions	Net Assets With Donor Restrictions	Total
Revenue and Support			
Contributions	$ 2,560,415	$ 741,295	$ 3,301,710
Other Revenue:			
Net Investment Income	1,944,509	1,437,090	3,381,599
Administration and Agency Fee Revenue	136,571	0	136,571
EITC Administrative Fees	68,452	0	68,452
Annual Luncheon Revenue	7,695	0	7,695
Miscellaneous	0	0	0
Total Other Revenue	$ 2,157,227	$ 1,437,090	$ 3,594,317
Total Revenue and Support	$ 4,717,642	$ 2,178,385	$ 6,896,027
Net Assets Released from Restrictions	$ 856,725	($ 856,725)	$ 0
Expenses			
Program Services	$ 2,839,005	$ 0	$ 2,839,005
Management and General	204,209	0	204,209
Fundraising	184,416	0	184,416
Total Expenses	$ 3,227,630	$ 0	$ 3,227,630
Change in Net Assets Before Other Revenues	$ 2,346,737	$ 1,321,660	$ 3,668,397
Other Revenues			
Rental Income	$ 5,355	$ 0	$ 5,355
Change in Net Assets	$ 2,352,092	$ 1,321,660	$ 3,673,752
Net Assets - Beginning of Year (Restated)	17,539,457	11,092,852	28,632,309
Net Assets - End of Year	$19,891,549	$12,414,512	$32,306,061

See Accompanying Notes and Independent Auditor's Report

CENTRAL PENNSYLVANIA COMMUNITY FOUNDATION
STATEMENT OF FUNCTIONAL EXPENSES
FOR THE YEAR ENDED DECEMBER 31, 2025

		----- Support Services -----		
	Program Services	Management and General	Fundraising	Total Expenses
Grants and Related Expenses	$2,726,455	$ 0	$ 0	$2,726,455
Salaries and Wages	51,969	107,836	97,145	256,950
Payroll Taxes	4,186	8,790	7,953	20,929
IRA Employer Match	1,003	2,108	1,907	5,018
Independent Contractor	0	0	15,600	15,600
Real Estate Taxes	0	6,180	0	6,180
Conferences and Meetings	8,042	0	8,042	16,084
Travel and Meals	0	0	1,349	1,349
Postage	530	353	2,653	3,536
Office Expenses and Supplies	4,676	4,677	0	9,353
Dues and Subscriptions	0	0	4,246	4,246
Printing	0	1,589	1,588	3,177
Communications	0	2,903	968	3,871
Insurance	0	6,568	0	6,568
Professional Services	11,243	16,865	0	28,108
Software Services	15,225	15,225	0	30,450
Cleaning and Maintenance	0	14,784	0	14,784
Utilities	0	5,250	0	5,250
Reception Expense	0	0	0	0
Awards and Sponsorships	1,200	0	0	1,200
Advertising and Marketing	0	0	40,553	40,553
Depreciation	14,476	7,238	2,412	24,126
Bank Fees	0	537	0	537
Miscellaneous	0	3,306	0	3,306
Total Functional Expenses	$2,839,005	$204,209	$184,416	$3,227,630

See Accompanying Notes and Independent Auditor's Report

CENTRAL PENNSYLVANIA COMMUNITY FOUNDATION
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED DECEMBER 31, 2025

Cash Flows from Operating Activities	
Change in Net Assets	$3,673,752
Adjustments to Reconcile Change in Net Assets to Net Cash Provided by Operating Activities:	
Depreciation	24,126
Net Unrealized (Gains) on Investments	(1,803,931)
Net Realized (Gains) on Investments	(830,757)
(Increase) Decrease in Prepaid Insurance	(2,970)
Increase in Agency Funds	30,145
Increase (Decrease) in Accrued Liabilities	3,874
(Decrease) in Grants Payable	(5,800)
Net Cash Provided by Operating Activities	$1,088,439
Cash Flows from Investing Activities	
Acquisition of Investments	($5,213,091)
Proceeds from Sales of Investments	3,830,468
Purchase of Property and Equipment	(17,275)
Net Cash (Used) by Investing Activities	($1,399,898)
Net (Decrease) Increase in Cash and Cash Equivalents	($ 311,459)
Cash and Cash Equivalents - January 1	1,085,681
Cash and Cash Equivalents - December 31	$ 774,222

Reconciliation of Cash and Cash Equivalents
Amounts reported within the statement of financial position that sum to the total above:

Cash and Cash Equivalents - Unrestricted	$ 278,805
Cash and Cash Equivalents - Restricted	495,417
	$ 774,222

See Accompanying Notes and Independent Auditor's Report

Note 1: Nature of Activities and Summary of Significant Accounting Policies

a. Nature of Activities

The Central Pennsylvania Community Foundation (the Foundation) was established in 1995 to improve the quality of life in the Central PA region and to promote effective philanthropy. The Foundation accomplishes its purpose by building a permanent endowment for the benefit of the community through the support of its philanthropically-minded donors. Funds are contributed by individuals, corporations, and non-profit agencies and support a wide range of organizations that promote the educational, cultural, health, social, and civic development of the region.

b. Basis of Accounting

The financial statements are presented on an accrual basis of accounting in accordance with accounting principles generally accepted in the United States of America, which recognizes income when earned, and expenses when incurred.

c. Basis of Presentation

The Foundation reports information regarding its financial position and activities according to two classes of net assets: net assets without donor restrictions and net assets with donor restrictions.

Net Assets Without Donor Restrictions: These net assets generally result from revenues generated by receiving contributions that have no donor restrictions, providing services, and receiving interest from operating investments, less expenses incurred in providing program-related services, raising contributions, and performing administrative functions.

Net Assets With Donor Restrictions: These net assets result from gifts of cash and other assets that are received with donor stipulations that limit the use of the donated assets, either temporarily or permanently, until the donor restriction expires, the stipulated time restriction ends, or the purpose of the restriction is accomplished.

d. 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 the reported amounts of assets and liabilities and disclosures of contingent assets and liabilities at the date of the financial statements and the reported amounts of support, revenues, and expenses during the reporting period. On an ongoing basis, the Foundation's management evaluates the estimates and assumptions based upon historical experience, and various other factors and circumstances. The Foundation's management believes that the estimates and assumptions are reasonable in the circumstances; however, actual results could differ from those estimates.

Note 1: Nature of Activities and Summary of Significant Accounting Policies (Continued)

e. Cash and Cash Equivalents

Cash and cash equivalents consist of cash held in checking and money market accounts with maturities of less than three months unless they are held as part of the long-term investments of the endowment. Cash and cash equivalents include restricted amounts of $495,417 as of December 31, 2025. Management believes the Foundation is not exposed to any significant credit risk on cash and cash equivalents.

f. Investments

The Foundation's investments are stated at fair value in the statement of financial position, with all gains and losses included in the statement of activities. 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.

Investments acquired by gift are recorded at their fair value at the date of the gift. The Foundation's policy is to liquidate all gifts of investments as soon as possible after the gift.

Investments are made according to the investment policies adopted by the Foundation's Board of Directors. These guidelines provide for a balanced diversified portfolio with investments in equities, fixed income, and other securities with performance measured against appropriate indices. Outside parties are contracted by the Foundation for the purpose of providing investment management.

Purchases and sales of securities are recorded on a trade-date basis. Interest income is recorded on the accrual basis. Dividends are recorded on the ex-dividend date. Realized gains or losses on the sale of marketable securities are calculated using the specific-identification method. Unrealized gains and losses represent the change in the fair value of the individual investments for the year or since the acquisition date.

g. Income Tax Status

The Foundation is exempt from income tax under Section 501(c)(3) of the Internal Revenue Code. In addition, the Foundation has been classified as an entity that is not a private foundation within the meaning of Section 509(a) and qualifies for deductible contributions as provided in Section 170(b)(l)(A)(vi). However, income from certain rental activities not directly related to the Foundation's tax-exempt purpose is subject to taxation as unrelated business income. Income taxes for such unrelated business income totaled $0 in 2025. The Foundation's federal income tax returns for the tax years 2022 through current remain subject to examination by the Internal Revenue Service.

The Foundation has filed for and received state income tax exemptions in the jurisdictions where it is required to do so. As of and during the year ended December 31, 2025, the Foundation did not have a liability for any tax benefits that would not be sustained upon examination.

Note 1: Nature of Activities and Summary of Significant Accounting Policies (Continued)

h. Property and Equipment

The Foundation follows the practice of capitalizing expenditures in excess of $3,000 for property and equipment at cost; the fair market value of donated fixed assets is similarly capitalized. Depreciation is provided over the estimated useful lives of the respective assets on a straight-line basis. Amortization of leasehold improvements and software costs are computed using the straight-line method over an estimated useful life of five years. Routine repairs and maintenance are expensed as incurred.

i. Split Interest Agreements and Perpetual Trust

The Foundation accepts gifts subject to split interest agreements. These gifts may be in the form of annuities, charitable lead trusts, or charitable remainder trusts. At the time of receipt, a gift is recorded based upon the fair value of assets donated less any applicable liabilities. Liabilities include the present value of projected future distributions to the annuity or trust beneficiary and are determined using appropriate discount rates. For certain split interest agreements where the measurement objective is fair value, the discount rate is adjusted to a current market rate at each reporting date. The gift portion of net assets subject to split interest agreements are classified as contributions with donor restrictions. No new gifts subject to these agreements were received during the year ended December 31, 2025.

j. Grants

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

k. Endowment Investment and Spending Policies

The Board of Directors has the ability to distribute from donor advised funds both principal and income at such times, in such ways and for such purposes as the Board in its sole discretion shall determine. As a result of the ability to distribute the original principal, all contributions to these funds are classified as being without donor restrictions for financial statement purposes.

The Foundation has adopted investment and spending policies, approved by the Board of Directors for endowment assets that attempt to ensure maximum income on a "total return" basis while protecting the assets of the Foundation through prudent investment practice. The investment policy establishes an achievable return objective through diversification of asset classes. Although investment and market conditions may dictate some tactical variation, the strategies asset mix, consistent with the long-term objective of the Foundation is as follows:

Class I - Conservative (income driven): 0%-35% equities; 65%-100% fixed income

Class II - Moderate (balance of growth and income): 40%-60% equities; 40%-60% fixed income

Class III - Growth emphasis: 60%-80% equities; 20%-40% fixed income

Note 1: Nature of Activities and Summary of Significant Accounting Policies (Continued)

k. Endowment Investment and Spending Policies (Continued)
A portion of Endowment funds are maintained in a pooled investment portfolio. Interest, dividends, and realized and unrealized gains and losses in the investment pools are allocated quarterly to the Foundation and agency endowment funds in proportion to each fund's share in the investment pool.

l. Advertising Costs
Advertising costs are charged to expense when incurred. Advertising expense was $40,553 for the year ending December 31, 2025.

m. Agency Funds
Agency endowments held for others are transactions in which the Foundation accepts assets from a donor and agrees to transfer those assets, the return on investment of those assets, or both, to a not-for-profit organization that is specified by the donor. Many of these arrangements are agreements in which another not-for-profit organization establishes a fund at the Foundation with its own funds and specifies itself or its affiliate as the beneficiary of that fund. The transferred funds are managed along with the Foundation's investments, and the fact that they ultimately benefit the other not-for-profit organization is reflected as a liability.

Note 2: Subsequent Events

The Foundation has evaluated events and transactions for potential recognition or disclosure through September 30, 2026, the date the financial statements were available to be issued.

Note 3: Administration and Agency Fee Revenue

Third-Party Administration Fees
The Foundation earns fees from administering funds received through the Educational Improvement Tax Credit program and the Central Pennsylvania Scholarship Fund. In addition, the Foundation charges fees for administering agency endowments and providing contracted services to manage a separate non-profit foundation. The fees collected for the year ending December 31, 2025 totaled $136,571.

Component Fund Fees
The Foundation assesses an administrative fee on each fund held within the Foundation. The fee is collected at the end of each quarter and is based on the following scale:

1.5% of the first $100,000 or $150, whichever is greater

1.25% of the next $100,001 - $499,999

1% of any amount over $500,000 - $999,999

Note 3: Administration and Agency Fee Revenue (Continued)

Component Fund Fees (Continued)

Flat 1% for any funds between $1,000,000 - $2,999,999

Flat .75% for any funds between $3,000,000 - $4,999,999

Flat .50% for any funds over $5,000,000

The fees from component funds are eliminated in the financial statements. The amounts collected for the year ended December 31, 2025 totaled $344,217.

Note 4: Functional Allocation of Expenses

The Foundation's operating costs have been allocated between program, management and general, and fundraising expenses based on direct identification when possible, and allocation if a single expenditure benefits more than one program or function. Expenditures that require allocation are allocated on either a square-footage basis or are allocated on the basis of estimates of time and effort.

Note 5: Investments and Fair Value Measurements

Investments at market value and cost at December 31, 2025 were as follows:

	Cost	Market Value
Money Market	$ 3,712,560	$ 3,712,560
Certificates of Deposit	437,634	437,634
Bonds	0	0
Fixed Income/Mutual Funds	11,616,558	12,176,620
Equities	11,215,709	14,515,542
	$26,982,461	$30,842,356

Investment return consists of the following:

Investment Income	$ 878,717
Net Realized Gain on Sales of Investments	830,757
Net Unrealized Gain on Investments	1,803,931
Investment Fees	(131,806)
	$3,381,599

The Foundation pools a portion of its investments for portfolio management purposes. The pool units are assigned to the individual endowment funds and the agency endowments based on the fair value of the cash and securities placed in the pool by each fund.

Note 5: Investments and Fair Value Measurements (Continued)

Fair Value Measurements

The Foundation applies the provisions of ASC 820, Fair Value Measurements and Disclosures, for fair value measurements of investments that are recognized and disclosed at fair value price that would be received for an asset or liability in an orderly transaction between market participants on the measurement date. ASC 820 also establishes a fair value hierarchy that requires the Foundation to maximize the use of observable inputs when measuring fair value. Observable inputs reflect market data obtained from independent sources, while unobservable inputs reflect the Foundation's market assumptions.

The three levels of the fair value hierarchy are as follows:

Level 1
Quoted prices for identical assets or liabilities in active markets.

Level 2
Observable inputs other than Level 1 quoted prices for similar assets or liabilities; quoted prices for identical or similar assets or liabilities in markets that are not active; or other inputs that are observable or can be corroborated by observable market data for the full term of the assets or liabilities.

Level 3
Unobservable inputs that are supported by little or no market activity and that are significant to the fair value of the assets or liabilities.

The following table represents investments that are measured at fair value on a recurring basis at December 31, 2025:

	Total	Level 1	Level 2	Level 3
Money Market	$ 3,712,560	$ 3,712,560	$ -	$ -
Certificates of Deposit	437,634	437,634	-	-
Fixed Income/Mutual Funds	12,176,620	12,176,620	-	-
Equities	14,515,542	14,515,542	-	-
	$30,842,356	$30,842,356	$ -	$ -

The following is a description of the valuation methodologies used for assets measured at fair value. There have been no changes in the methodologies used as of December 31, 2025.

Fixed Income/Mutual Funds and Bond Funds - Valued using pricing information from various sources including pricing vendors and investment managers.

Equities - Valued using quoted market prices for those of similar investments.

Note 6: Property and Equipment

Property and equipment at December 31, 2025, are summarized as follows by major classification:

Building	$895,073
Furniture and Fixtures	12,247
	$907,320
Less: Accumulated Depreciation	(85,478)
Net Property and Equipment	$821,842

Note 7: Net Assets

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. Donor-restricted endowments are classified as net assets with donor restrictions. Undesignated operating funds, board-designated and donor advised endowments are classified as net assets without donor restrictions.

Net assets with donor restrictions consist of funds which are available to support the following purposes at December 31:

Designated	$ 6,155,156
Scholarships	3,575,547
Fields of Interest	1,314,184
Pass Through	484,625
Other	885,000
Total Net Assets With Donor Restrictions	$12,414,512

Net assets without donor restrictions were for the following purposes at December 31:

Undesignated Operating Funds	$ 1,390,261
Donor Advised Endowments	18,501,288
Total Net Assets Without Donor Restrictions	$19,891,549

Note 8: Net Assets Received With Donor Restrictions

Subject to Expenditure for a Specified Purpose:

Program Activities:

Contributions - Designated by Donor	$ 741,295
Net Investment Return - Restricted	1,437,090
Total Net Assets Received With Donor Restrictions	$ 2,178,385

Note 9: Endowment Funds

The Foundation's endowment consists of 315 individual funds established within a specific framework to support various philanthropic programs and needs within the community. The funds include donor-restricted endowment funds, one fund designated by the Board to function as an endowment for operating purposes and donor advised funds. Contributions made to donor-restricted funds are maintained in perpetuity, the income of which is expendable for the donor's intended purpose. Annual distributions are in accordance with the Foundation's investment and spending policy and subject to Pennsylvania law.

Changes in endowment net assets as of December 31, 2025 are as follows:

	Without Donor Restrictions	With Donor Restrictions	Total Net Assets
Endowment Net Assets - Beginning of Year	$16,833,121	$11,092,852	$27,925,973
Contributions	2,560,415	741,295	3,301,710
Administration Fees	205,023	0	205,023
Other Income	7,695	0	7,695
Investment Return, Net	1,944,509	1,437,090	3,381,599
Amounts Appropriated for Expenditure	(2,357,324)	(856,725)	(3,214,049)
Endowment Net Assets - End of Year	$19,193,439	$12,414,512	$31,607,951
Other Operating Net Assets	$ 698,110	$ 0	$ 698,110
Total Net Assets	$19,891,549	$12,414,512	$32,306,061

The Foundation held certain donor-restricted endowment funds in which year end values had fallen below the original gift amounts. Funds with principal balances of $107,859 and fair values of $50,360 resulted in deficiencies of $57,499 as of December 31, 2025. These amounts were reported in net assets with donor restrictions on the statement of financial position.

Note 10: Concentration of Credit Risk

The Central Pennsylvania Community Foundation maintains bank accounts at two financial institutions. Accounts at an institution are insured by the Federal Deposit Insurance Corporation (FDIC) up to $250,000. Cash maintained at one institution exceeds federally insured limits. The amount in excess of the FDIC limit totaled $698,163 as of December 31, 2025.

Note 11: Related Party Transactions

The Foundation utilizes an investment manager who serves as a board member. The Foundation paid $22,422 in management fees to that member's firm, during the year ended December 31, 2025.

In 2025, the Foundation also paid $6,807 in premiums to an insurance company owned by a board member. In addition, professional fees in the amount of $2,670 were paid to a board member's legal firm in 2025.

In 2025, the Foundation received $68,452 in administrative fee revenue from the Central Pennsylvania Scholarship Fund, a separate 501(c)(3) organization whose President serves as a board member at the Foundation.

Note 12: Retirement Plan

In 2022, the Foundation adopted a Simple Individual Retirement Account Program which provides a matching provision from the Foundation on employee contributions up to 3% of the employee's compensation. Match contributions totaled $5,018 at December 31, 2025.

Note 13: Funds Held in Trust

Funds Held in Trust by the Foundation consist of both Annuity Trusts and a Unitrust for which the Foundation serves as co-trustee. The Foundation records an asset for the estimated market value of trust investments. Offsetting liabilities are recorded as well so that no impact is made on the statement of activities. As of December 31, 2025, assets consisted of $3,110,237 in investments and cash of $41,074.

Note 14: Liquidity and Availability

The following represents the Foundation's financial assets available to meet general expenditures as of December 31, 2025:

Financial Assets:	
Cash and Cash Equivalents - Unrestricted	$ 278,805
Investments – Unrestricted	18,923,261
Less: Cash and Investments Subject to Appropriation	(18,501,288)
Total Financial Assets to meet Cash Needs for General Expenditures within One Year	$ 700,778

Note 14: **Liquidity and Availability** (Continued)

The Foundation's primary sources of revenue are contributions, income from investments and fee income related to asset management and various management agreements. General expenditures include management, general expenses, and fundraising expenses. As part of the Foundation's liquidity management, it maintains adequate liquid assets to meet financial needs, adheres to distribution policies and maintains a liquidity reserve which can be drawn on to meet an immediate financial need. The market value of this reserve is $437,634 as of December 31, 2025.

Note 15: **Operating Lease**

The Foundation (lessor) had an operating lease agreement for office space owned by the lessor in Logan Township, which was terminated effective July 7, 2025 by the lessee. Income in the amount of $5,355 as of December 31, 2025 is reflected in the financial statements. The Foundation does not have plans to pursue additional lease agreements in the near term.

Note 16: **Restatement for Prior Period Adjustments**

Software purchases capitalized in prior years should have been expensed. This adjustment resulted in a reduction in net assets without donor restrictions in the amount of $49,616. In addition, agency funds in the amount of $15,246 were reclassed from accumulated net assets without donor restrictions to an increase in agency fund liabilities. The cumulative effect of these adjustments decreased beginning net assets without donor restrictions by $64,862.