

Catholic Community Foundation of Mid-Michigan

Financial Statements

December 31, 2020

(With Summarized Comparative Information for 2019)



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Independent Auditors' Report

Management and the Board of Trustees
Catholic Community Foundation of Mid-Michigan
Saginaw, Michigan

We have audited the accompanying financial statements of Catholic Community Foundation of Mid-Michigan which comprise the statement of financial position as of December 31, 2020, and the related statements of activities, functional expenses, and cash flows for the year then ended, and the related notes to the financial statements.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit 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 auditors' judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Catholic Community Foundation of Mid-Michigan as of December 31, 2020, and the changes in its net assets and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Report on Summarized Comparative Information

We have previously audited the Catholic Community Foundation of Mid-Michigan 2019 financial statements, and we expressed an unmodified audit opinion on those financial statements in our report dated May 4, 2020. In our opinion, the summarized comparative information presented herein as of and for the year ended December 31, 2019, is consistent, in all material respects, with the audited financial statements from which it has been derived.

Yeo & Yeo, P.C.

Saginaw, MI
June 7, 2021

Catholic Community Foundation of Mid-Michigan
Statement of Financial Position
December 31, 2020
(With Summarized Comparative Information for 2019)

	Without Donor Restrictions	With Donor Restrictions	Total	
			<u>2020</u>	<u>2019</u>
Assets				
Current assets				
Cash	\$ 197,754	\$ 672,489	\$ 870,243	\$ 582,565
Promises to give, net of allowance for doubtful accounts	-	143,671	143,671	143,671
Prepaid expenses	<u>94</u>	<u>-</u>	<u>94</u>	<u>117</u>
Total current assets	197,848	816,160	1,014,008	726,353
Long-term investments	-	35,140,540	35,140,540	30,793,265
Promises to give, net of current portion and discount	<u>-</u>	<u>604,882</u>	<u>604,882</u>	<u>604,882</u>
Total assets	<u>\$ 197,848</u>	<u>\$ 36,561,582</u>	<u>\$ 36,759,430</u>	<u>\$ 32,124,500</u>
Liabilities and net assets				
Current liabilities				
Accounts payable	\$ 42,315	\$ -	\$ 42,315	\$ 7,323
Payroll liabilities	12,786	-	12,786	11,315
Annuity obligations, current portion	<u>-</u>	<u>96,804</u>	<u>96,804</u>	<u>96,804</u>
Total current liabilities	55,101	96,804	151,905	115,442
Annuity obligations, net of current portion	-	287,561	287,561	53,734
Long-term debt	<u>-</u>	<u>-</u>	<u>-</u>	<u>128,000</u>
Total liabilities	<u>55,101</u>	<u>384,365</u>	<u>439,466</u>	<u>297,176</u>

See Accompanying Notes to the Financial Statements

Catholic Community Foundation of Mid-Michigan
Statement of Financial Position
December 31, 2020
(With Summarized Comparative Information for 2019)

	Without Donor Restrictions	With Donor Restrictions	Total	
			<u>2020</u>	<u>2019</u>
Net assets				
Without donor restrictions				
Undesignated	\$ 142,747	\$ -	\$ 142,747	\$ 82,063
With donor restrictions				
Perpetual in nature	-	21,144,140	21,144,140	19,073,116
Purpose restrictions	-	14,668,889	14,668,889	12,074,130
Time-restricted for future periods	-	364,188	364,188	598,015
Total with donor restrictions	-	36,177,217	36,177,217	31,745,261
Total net assets	142,747	36,177,217	36,319,964	31,827,324
Total liabilities and net assets	\$ 197,848	\$ 36,561,582	\$ 36,759,430	\$ 32,124,500

See Accompanying Notes to the Financial Statements

Catholic Community Foundation of Mid-Michigan
Statement of Activities
For the Year Ended December 31, 2020
(With Summarized Comparative Information for 2019)

	Without Donor Restrictions	With Donor Restrictions	Total	
			2020	2019
Revenue, support and gains				
Contributions	\$ 104,272	\$ 2,374,234	\$ 2,478,506	\$ 1,294,321
Net investment activity	(79,256)	3,735,285	3,656,029	5,174,708
Change in value of split-interest agreements	-	(238,010)	(238,010)	52,334
Net assets released from restrictions	<u>1,439,553</u>	<u>(1,439,553)</u>	<u>-</u>	<u>-</u>
Total revenue, support and gains	<u>1,464,569</u>	<u>4,431,956</u>	<u>5,896,525</u>	<u>6,521,363</u>
Expenses				
Program services				
Grants	964,652	-	964,652	1,144,434
Other program expenses	176,970	-	176,970	144,704
Management and general	121,671	-	121,671	99,486
Fundraising	<u>140,592</u>	<u>-</u>	<u>140,592</u>	<u>61,833</u>
Total expenses	<u>1,403,885</u>	<u>-</u>	<u>1,403,885</u>	<u>1,450,457</u>
Change in net assets	60,684	4,431,956	4,492,640	5,070,906
Net assets - beginning of year	<u>82,063</u>	<u>31,745,261</u>	<u>31,827,324</u>	<u>26,756,418</u>
Net assets - end of year	<u>\$ 142,747</u>	<u>\$ 36,177,217</u>	<u>\$ 36,319,964</u>	<u>\$ 31,827,324</u>

See Accompanying Notes to the Financial Statements

Catholic Community Foundation of Mid-Michigan
Statement of Functional Expenses
For the Year Ended December 31, 2020
(With Summarized Comparative Information for 2019)

	Program Services	Management and General	Fundraising	Total	
				2020	2019
Grants	\$ 964,652	\$ -	\$ -	\$ 964,652	\$ 1,144,434
Payroll and related costs					
Salaries and wages	62,412	42,909	24,705	130,026	119,651
Payroll taxes	4,710	3,239	1,865	9,814	8,994
Retirement	5,286	3,635	2,093	11,014	9,626
Employee benefits	2,536	1,744	1,004	5,284	7,897
Total payroll and related costs	74,944	51,527	29,667	156,138	146,168
Advertising and marketing	91	62	36	189	2,969
Conferences and meetings	95	66	38	199	100
Contract services	27,603	18,978	10,927	57,508	50,541
Miscellaneous	3,337	2,294	1,321	6,952	7,849
Occupancy	8,773	6,032	3,473	18,278	18,099
Office expenses	24,256	16,677	10,811	51,744	11,235
Professional fees	35,095	24,127	13,891	73,113	55,962
Travel and transportation	213	146	84	443	1,460
Supplies	2,563	1,762	70,344	74,669	11,640
Total expenses included in the expenses section on the statement of activities	\$ 1,141,622	\$ 121,671	\$ 140,592	\$ 1,403,885	\$ 1,450,457

See Accompanying Notes to the Financial Statements

Catholic Community Foundation of Mid-Michigan
Statement of Cash Flows
For the Year Ended December 31, 2020
(With Summarized Comparative Information for 2019)

	2020	2019
Cash flows from investing activities		
Change in net assets	\$ 4,492,640	\$ 5,070,906
Items not requiring cash		
Unrealized gain on investments	(2,202,655)	(3,751,643)
Realized gain on investments	(917,160)	(822,351)
Change in value of split-interest agreements	238,010	(52,334)
Changes in assets and liabilities		
Promises to give	-	107,888
Prepaid expenses	23	(67)
Accounts payable	34,992	(76,069)
Payroll liabilities	1,471	3,635
Annuity liability	(4,183)	10,802
Net cash provided by operating activities	1,643,138	490,767
Cash flows from investing activities		
Net purchases and sales of investments	(1,227,460)	(107,427)
Cash flows from financing activities		
Principal payments on notes	(128,000)	(92,649)
Net change in cash and cash equivalents	287,678	290,691
Cash and cash equivalents - beginning of year	582,565	291,874
Cash and cash equivalents- end of year	\$ 870,243	\$ 582,565

See Accompanying Notes to the Financial Statements

Catholic Community Foundation of Mid-Michigan
Notes to the Financial Statements
December 31, 2020
(With Summarized Comparative Information for 2019)

Note 1 - Summary of Significant Accounting Policies

Nature of Activities

The Catholic Community Foundation of Mid-Michigan (the "Foundation") is a non-profit organization whose mission is to develop and manage funds to secure and further God's work in Mid-Michigan communities. The Foundation is guided by Gospel values and the teachings of the Catholic Church.

Basis of Accounting

The accompanying financial statements have been prepared on the accrual basis of accounting in accordance with accounting principles generally accepted in the United States of America.

Basis of Presentation

Net assets, revenues, gains, and losses are classified based on the existence or absence of donor or grantor imposed restrictions. Accordingly, net assets and changes therein are classified and reported as follows:

Net assets without donor restrictions - Net assets available for use in general operations and not subject to donor (or certain grantor) restrictions.

Net assets with donor restrictions - Net assets subject to donor- (or certain grantor-) imposed restrictions. Some donor-imposed restrictions are temporary in nature, such as those that will be met by the passage of time or other events specified by the donor. Other donor-imposed restrictions are perpetual in nature, where the donor stipulates that resources be maintained in perpetuity.

Donor-imposed restrictions are released when a restriction expires, that is, when the stipulated time has elapsed, when the stipulated purpose for which the resource was restricted has been fulfilled, or both.

Cash

As of December 31, 2020, \$617,827 of cash was in excess of the amount insured by the FDIC.

Promises to Give

Contributions are recognized when the donor makes a promise to give to the Foundation that is, in substance, unconditional.

The Foundation initially records unconditional promises to give at fair value using the income approach and subsequently amortizes them using the original discount rate.

Investments

Investments are stated at fair value. Donated investments are reflected as contributions at their fair values at date of receipt. Investment income is reported net of direct investment expenses.

Revenue and Revenue Recognition

Revenue is recognized when earned. Program service fees are deferred to the applicable period in which the related services are performed, or expenditures are incurred, respectively. Contributions are recognized when cash, securities or other assets, an unconditional promise to give, or notification of a beneficial interest is received. Conditional promises to give are not recognized until the conditions on which they depend have been substantially met.

Annuity Obligations

Charitable gift annuities are recognized in the period the contract is executed. Assets are recorded at fair value and an annuity obligation is recorded at the fair value of the life expected future cash flows.

Catholic Community Foundation of Mid-Michigan
Notes to the Financial Statements
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Functional Expenses

The costs of program and supporting services activities have been summarized on a functional basis in the statement of activities. The statement of functional expenses presents the natural classification detail of expenses by function. Accordingly, certain costs have been allocated among the programs and supporting services benefited. Amounts have been distributed equitably based on payroll and related costs which are allocated based on an estimate of where efforts are made. Certain fundraising expenses are allocated based on actual.

Income Tax Status

The Foundation is qualified as a tax-exempt organization under Section 501(c)(3) of the Internal Revenue Code and is classified as an organization other than a private foundation, as described in Section 509(a). The Foundation files information returns in the U.S. Federal and Michigan jurisdiction.

Risks and Uncertainties

The Foundation invests in various investment securities. Investment securities are exposed to various risks such as interest rate, market, and credit risks. Due to the level of risk associated with certain investment securities, it is at least reasonably possible that changes in the values of investment securities will occur in the near term and that such changes could materially affect the amounts reported in the balance sheet.

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. Accordingly, actual results could differ from those estimates.

Variance Power

Federal regulations require that the governing body of a community foundation "must have the power...to modify any restriction or condition on the distribution of funds for any specified charitable purposes or to specified organization if in the sole judgment of the governing body...such restriction or condition becomes, in effect, unnecessary, incapable of fulfillment, or inconsistent with the charitable needs of the community or area served."

Subsequent Events

Management has evaluated subsequent events through June 7, 2021, which is the date the financial statements were available to be issued.

Note 2 - Liquidity and Availability

Financial assets available for general expenditure, that is, without donor or other restrictions limiting their use, within one year of the statement of financial position date, comprise of the following as of December 31:

	2020	2019
Cash	\$ 870,243	\$ 582,565
Promises to give, net	143,671	143,671
Long-term investments	35,140,540	30,793,265
Promises to give, net of current portion	604,882	604,882
Total financial assets - end of year	36,759,336	32,124,383
Less: Financial assets unavailable for general expenditures within one year, due to:		
Restricted by donor with time or purpose restrictions	34,804,576	25,693,388
Financial assets available to meet cash needs for general expenditures within one year	\$ 1,954,760	\$ 6,430,995

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The Foundation's endowment funds consist of donor-restricted endowments. Income from donor-restricted endowments is restricted for specific purposes, with the exception of the amounts available for general use. Donor-restricted endowment funds are not available for general expenditure.

Our endowment is subject to an annual spending policy as described in Note 8. Although the Foundation does not intend to spend from this endowment (other than amounts appropriated for general expenditure as part of our Board's annual budget approval and appropriation), these amounts could be made available if necessary.

The Foundation's goal is generally to maintain financial assets to meet at least one month of expenditures. As part of its liquidity plan, excess cash is invested with the ability to liquidate within one month, if needed. Account balances are closely monitored to ensure sufficient funds are available to pay upcoming expenditures.

Note 3 - Promises to Give

Promises to give are scheduled to be collected as follows as of December 31:

	2020	2019
Less than one year	\$ 229,055	\$ 229,055
One to five years	500,000	500,000
More than five years	200,000	200,000
	929,055	929,055
Less allowance for doubtful accounts	(85,384)	(85,384)
Less discount to net present value	(95,118)	(95,118)
	\$ 748,553	\$ 748,553

Management has elected the fair value option for promises to give in order to simplify the accounting for promises to give made in multiple years. The promises to give are discounted using a rate of 3%.

Note 4 - Investments

The Foundation's investments are in trust with the National Catholic Investment Pool (NCIP). The NCIP is a uniquely designed investment program for Catholic Dioceses and other 501(c)(3) Catholic entities listed in the Kennedy Directory. The NCIP offers investment diversification using eleven separately managed portfolios. In addition, all investments are screened using the socially responsible factors established by the United States Conference of Catholic Bishops (USCCB). The Michigan Catholic Conference (MCC) has administered the NCIP for over 15 years. The NCIP provides a diversified array of high quality active and passive managers. Cap Trust is the financial consultant and Northern Trust is the custodian. Each participant sets their own asset allocation and chooses which of the separately managed portfolios that they would like to use for their particular investment strategy.

Fair value of marketable debt and equity securities at December 31 consist of:

	2020	2019
Available for sale		
Equities	\$ 22,677,807	\$ 21,449,666
Fixed income	10,002,054	7,667,609
Real estate	1,676,606	1,500,583
Total available for sale	\$ 34,356,467	\$ 30,617,858

Catholic Community Foundation of Mid-Michigan
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Long-term investments on the statement of financial position also includes cash and cash equivalents of \$784,073 and \$175,407 as of December 31, 2020 and 2019, respectively.

Net investment activity is composed of the following at December 31:

	2020	2019
Dividends and interest	\$ 615,472	\$ 679,118
Realized gain	917,160	822,351
Unrealized gain	2,202,655	3,751,643
Less: investment fees	(79,258)	(78,404)
	\$ 3,656,029	\$ 5,174,708

Note 5 - Loan Payable

The Foundation had a loan agreement with the Diocese of Saginaw for unpaid service agreements amounts. In 2020, the Foundation paid off the balance of the loan.

Interest expense for 2020 and 2019 amounted to \$337 and \$553, respectively.

Note 6 - Net Assets With Donor Restrictions

Net assets with donor restrictions are restricted for the following purposes and periods at December 31:

	2020	2019
Subject to the passage of time:		
Promises to give that are not restricted by donors, but which are unavailable for expenditure until due	\$ 833,937	\$ 833,937
Endowments:		
Subject to endowment spending policy and appropriation		
Bishop's Mission	5,159	-
Cemetery	361,012	279,776
Diocese of Saginaw	46,056	928,670
Education	136,169	93,703
Education - Special Needs	24,261	19,893
Elderly	22,011	13,768
International	16,802	9,496
Lay Ministry	27,047	14,627
Mass Stipends	23,289	16,133
Ministries of the DOS	519,051	404,002
Operations	40,389	30,196
Parish	1,716,965	1,319,450
Poor & Needy	972,892	1,046,287
Priests Education	401,904	307,810
Religious	175,163	141,931
Religious Education	590,241	441,747
Respect Life	67,227	46,936
Retirement Priests and Religious	10,247	6,819
Scholarship - Award	810,532	620,119
Scholarship - College	404,213	268,068
Scholarship - Committee	682,689	522,536

Catholic Community Foundation of Mid-Michigan
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Note 6 - Net Assets with Donor Restrictions (continued)

Schools	4,462,054	3,402,485
Schools - Teacher Salaries	1,406,283	1,038,678
Seminarian	1,202,869	846,303
Seminarian and Priest Education	69,742	15,809
Seminarian Education and Vocations	981	601
Vocations	3,892	2,365
Perpetual in nature	20,698,863	18,411,927
Not subject to spending policy or appropriation:		
Perpetual in nature		
Charitable gift annuities	<u>445,277</u>	<u>661,189</u>
Total net assets with donor restrictions	<u>\$ 36,177,217</u>	<u>\$ 31,745,261</u>

Note 7 - Net Assets Released from Donor Restrictions

Net assets were released from donor restrictions by incurring expenses satisfying the restricted purpose or by occurrence of the passage of time or other events specified by the donors as follows for the year ended December 31:

	<u>2020</u>	<u>2019</u>
Restricted-purpose spending-rate distributions and appropriations		
Bishop's Mission	\$ 5	\$ 5
Cemetery	2,927	2,927
Diocese of Saginaw	9,805	811
Education	11,808	24,951
Education - Special Needs	1,768	206
Elderly	3,711	406
International	(110)	235
Lay Ministry	3,448	506
Mass Stipends	3,041	335
Ministries of the DOS	16,273	4,238
Operations	242	177
Parish	168,291	18,086
Poor & Needy	429,238	371,891
Priests Education	36,518	3,496
Religious	5,888	1,359
Religious Education	70,995	7,941
Respect Life	7,637	936
Retirement Priests and Religious	1,456	161
Scholarship - Award	41,145	7,588
Scholarship - College	(5,018)	4,564
Scholarship - Committee	38,932	6,088
Schools	300,684	253,092
Schools - Teacher Salaries	151,688	13,460
Seminarian	130,437	12,835
Seminarian and Priest Education	5,806	3,287

Catholic Community Foundation of Mid-Michigan
Notes to the Financial Statements
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Note 7 - Net Assets Released from Donor Restrictions
(continued)

Seminarian Education and Vocations	161	18
Vocations	635	72
Charitable gift annuities	<u>2,142</u>	<u>11,482</u>
	<u>\$ 1,439,553</u>	<u>\$ 751,153</u>

Note 8 - Endowments

The Foundation's endowment consists entirely of donor-restricted endowment funds and is classified based on those donor-imposed restrictions.

Interpretation of Relevant Law

The board of directors of the Foundation has interpreted the 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 unless there are explicit donor stipulations to the contrary. At December 31, 2020, there were no such donor stipulations. As a result of this interpretation, we retain in perpetuity (a) the original value of initial and subsequent gift amounts (including promises to give net of discount and allowance for doubtful accounts donated to the Endowment and (b) any accumulations to the endowment made in accordance with the direction of the applicable donor gift instrument at the time the accumulation is added. Donor-restricted amounts not retained in perpetuity are subject to appropriation for expenditure by us in a manner consistent with the standard of prudence prescribed by UPMIFA. We consider the following factors in making a determination to appropriate or accumulate donor-restricted endowment funds: (1) The duration and preservation of the fund; (2) The purposes of the organization and the donor-restricted endowment fund; (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 organization; and (7) The investment policies of the organization.

The endowment net asset composition by type of fund as of December 31 is as follows:

	<u>With Donor Restrictions</u>	
	<u>2020</u>	<u>2019</u>
Donor-restricted		
Original donor-restricted gift amount and amounts required to be maintained in perpetuity by donor	\$ 21,144,140	\$ 19,073,116
Accumulated investment gains	<u>15,033,077</u>	<u>12,672,145</u>
	<u>\$ 36,177,217</u>	<u>\$ 31,745,261</u>

Changes in endowment net assets for the year ended December are as follows:

	<u>With Donor Restrictions</u>	
	<u>2020</u>	<u>2019</u>
Beginning of year	\$ 31,745,261	\$ 26,806,905
Contributions	2,374,234	1,161,929
Distributions	(1,439,553)	(1,529,019)
Net investment activity	<u>3,497,275</u>	<u>5,305,446</u>
End of year	<u>\$ 36,177,217</u>	<u>\$ 31,745,261</u>

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Return Objectives and Risk Parameters

The Foundation has adopted a policy to ensure a total return (yield plus capital appreciation) necessary to preserve and enhance (in real dollar terms) the principal of the funds, and at the same time, provide a dependable source of support for current projects of the Foundation.

Strategies Employed for Achieving Objectives

The Foundation's investments are diversified to minimize the risk of large losses and investment in securities that conflict with the official moral and social teachings of the Roman Catholic Church are prohibited. The return objectives of the investments are to meet or exceed cumulative annual total return over a five-year moving average of a balanced market index comprised of 55% S&P 1500, 10% MSCI EAFE, and 35% Lehman Brothers Intermediate Government Credit Bond Index. The Foundation allocates 60% of its funds to equity investments, 30% of its funds to fixed investments, and 10% to other investment vehicles.

Spending Policy and How the Investment Objectives Relate to Spending Policy

When it is possible to do so without invading investment principal, disbursements are on a semi-annual basis at the discretion of the Board of Trustees. The Foundation's policy is to make the semi-annual disbursements based on the most recent twelve quarters fair market value rolling average asset values.

Note 9 - Fair Value Measurements

The following tables represent information about the Foundation's assets and liabilities measured at fair value on a recurring basis at December 31, 2020, and the valuation techniques used by the Foundation to determine those fair values.

In general, fair values determined by Level 1 inputs use quoted prices in active markets for identical assets or liabilities that the Foundation has the ability to access.

Fair values determined by Level 2 inputs use other inputs that are observable, either directly or indirectly. These Level 2 inputs include quoted prices for similar assets and liabilities in active markets, and other inputs such as interest rates and yield curves that are observable at commonly quoted intervals.

Level 3 inputs are unobservable inputs, including inputs that are available in situations where there is little, if any, market activity for the related asset or liability.

In instances where inputs used to measure fair value fall into different levels in the above fair value hierarchy, fair value measurements in the entirety are categorized based on the lowest level input that is significant to the valuation. The Foundation's assessment of the significance of particular inputs to these fair value measurements requires judgment and considers factors specific to each asset or liability.

Disclosures concerning assets and liabilities measured at fair value on a recurring basis are as follows as of December 31, 2020:

	Balance at December 31, 2020	Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)
Cash and equivalents	\$ 784,073	\$ 784,073	\$ -
Equities	22,677,807	22,677,807	-
Fixed income	10,002,054	-	10,002,054
Real estate	1,676,606	-	1,676,606
	<u>\$ 35,140,540</u>	<u>\$ 23,461,880</u>	<u>\$ 11,678,660</u>

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Disclosures concerning assets and liabilities measured at fair value on a recurring basis are as follows as of December 31, 2019:

	Balance at December 31, 2019	Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)
Cash and equivalents	\$ 175,407	\$ 175,407	\$ -
Equities	21,449,666	21,449,666	-
Fixed income	7,667,609	-	7,667,609
Real Estate	1,500,583	-	1,500,583
	<u>\$ 30,793,265</u>	<u>\$ 21,625,073</u>	<u>\$ 9,168,192</u>

Note 10 - Global Pandemic

As result of the global coronavirus pandemic of 2020, many organizations' financial picture has seen an unanticipated change. The duration and full effects of the outbreak are currently unknown, as the global picture continues to change daily. Currently, it is not possible to estimate the extent of any potential net losses or to determine if any of the change in fair values are other than temporary in nature. Accordingly, no adjustments to the financial statements were made as a result of this subsequent event.

Note 11 - Subsequent Event

As of December 31, 2020, the organization had multiple charitable gift annuities that were reported as liabilities on the financial statements. In April of 2021, one of the annuitants passed away, resulting in the liability of two of the charitable gift annuity's totaling \$346,344, being released as a liability and therefore recorded as income.