THE COMMUNITY FOUNDATION OF MACON COUNTY

FINANCIAL STATEMENTS

December 31, 2024

THE COMMUNITY FOUNDATION OF MACON COUNTY

TABLE OF CONTENTS
December 31, 2024

	Page
Independent Auditor's Report	1 - 2
FINANCIAL STATEMENTS	
Statements of Financial Position	3
Statements of Activities	4
Statements of Functional Expenses	5
Statements of Cash Flows	6
Notes to Financial Statements	7 - 24

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INDEPENDENT AUDITOR'S REPORT

The Board of Directors
The Community Foundation of
Macon County
Decatur, Illinois

Opinion

We have audited the accompanying financial statements of the Community Foundation of Macon County (a nonprofit organization), which comprise the Statements of Financial Position as of December 31, 2024 and 2023, and the related Statements of Activities, Functional Expenses, and Cash Flows for the years 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 Community Foundation of Macon County as of December 31, 2024 and 2023, and the changes 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.

Basis for Opinion

We conducted our audits 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 Community Foundation of Macon County and to meet our other ethical responsibilities in accordance with the relevant ethical requirements relating to our audits. 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 Community Foundation of Macon County's

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ability to continue as a going concern within one year after the date that the financial statements are available to be issued.

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 Community Foundation of Macon County'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 Community Foundation of Macon County'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.

McGuire, Yuhas, Huffman & Buckley, P.C.

McGuire, Yuhas, Huffman & Buckley, P.C.
Decatur, Illinois
June 17, 2025

THE COMMUNITY FOUNDATION OF MACON COUNTY

STATEMENTS OF FINANCIAL POSITION

December 31, 2024 and 2023

	2024	2023
ASSETS		
Cash	$ 772,043	$ 334,007
Investments	55,452,597	47,113,746
Prepaid Expenses	32,652	26,405
Promises to Give (CLAT, Bequest), Less Unamortized Discount of $399,645 (2023 $476,254)	2,434,621	8,557,789
Promises to Give (In-Kind Lease), Less Unamortized Discount of $10,011 (2023 $15,778)	197,989	240,222
Leasehold Improvements, Net of Accumulated Amortization of $57,279 (2023 $45,413)	50,929	62,795
Furniture and Equipment, Net of Accumulated Depreciation of $35,072 (2023 $29,876)	5,457	9,887
Total Assets	$ 58,946,288	$ 56,344,851
LIABILITIES		
Accounts Payable	$ 24,744	$ 17,306
Agency Funds	5,838,179	5,379,540
Total Liabilities	5,862,923	5,396,846
NET ASSETS		
Net Assets without Donor Restrictions:		
Operating Funds	643,612	819,449
Donor-Advised and Other Funds	49,807,143	41,330,545
Total Net Assets without Donor Restrictions	50,450,755	42,149,994
Net Assets with Donor Restrictions:		
Operating Funds with Time Restrictions	197,989	240,222
Donor-Advised With Time Restrictions	2,434,621	8,557,789
Total Net Assets with Donor Restrictions	2,632,610	8,798,011
Total Net Assets	53,083,365	50,948,005
Total Liabilities and Net Assets	$ 58,946,288	$ 56,344,851

Notes to Financial Statements are an integral part of this statement.

THE COMMUNITY FOUNDATION OF MACON COUNTY

STATEMENTS OF ACTIVITIES

Years Ended December 31, 2024 and 2023

	2024	2023
NET ASSETS WITHOUT DONOR RESTRICTIONS		
Support, Revenue and Reclassifications		
Gifts	$ 3,856,944	$ 5,053,174
Decatur Legacy Membership Dues	11,600	13,800
Investment Income, Net of Amounts Earned on Agency Funds	5,607,622	4,766,754
	9,476,166	9,833,728
Net Assets Released From Restrictions		
Expiration of Time Restriction	6,247,777	274,131
Total Support, Revenue and Reclassifications	15,723,943	10,107,859
Expenses		
Program Services	6,733,709	4,951,590
Supporting Services:		
General and Administrative	435,244	397,623
Fund-Raising	254,229	163,425
Total Supporting Services	689,473	561,048
Total Expenses	7,423,182	5,512,638
Increase (Decrease) in Net Assets Without Donor Restrictions	8,300,761	4,595,221
NET ASSETS WITH DONOR RESTRICTIONS		
Support, Revenue and Reclassifications		
Gifts	82,376	6,004,183
Net Assets Released From Restrictions		
Expiration of Time Restriction	(6,247,777)	(274,131)
Total Support, Revenue and Reclassifications	(6,165,401)	5,730,052
Increase(Decrease) in Net Assets With Donor Restrictions	(6,165,401)	5,730,052
Total Increase(Decrease) in Net Assets	2,135,360	10,325,273
Net Assets, Beginning of Year	50,948,005	40,622,732
Net Assets, End of Year	$ 53,083,365	$ 50,948,005

Notes to Financial Statements are an integral part of this statement.

THE COMMUNITY FOUNDATION OF MACON COUNTY

STATEMENTS OF FUNCTIONAL EXPENSES

Years ended December 31, 2024 and 2023

	2024				
		Supporting Services			
	Program Services	General and Administrative	Fund-Raising	Total Supporting Services	Totals
Grants (Outside Organizations)	$ 5,772,435	$	$	$	$ 5,772,435
Grants (Other Program Expenses)	119,495				119,495
Grants (EdCo/CommunityWorks & Early Childhood Education)					
Outside Organizations	468,087				468,087
Program Expenses	29,633				29,633
Salaries & Benefits	70,996				70,996
Total Grants/Programs	6,460,646	-	-	-	6,460,646
Salaries & Benefits	175,998	234,876	197,634	432,510	608,508
Conference/Training	3,290	8,243	10,991	19,234	22,524
Credit Card Processing			2,164	2,164	2,164
Printing/Postage/Advertising	20,639	17,376	43,440	60,816	81,455
Decatur Legacy	53,136			-	53,136
Depreciation & Amortization		17,062		17,062	17,062
Liability Insurance		8,670		8,670	8,670
Office Supplies		6,474		6,474	6,474
Professional Fees	20,000	69,002		69,002	89,002
Rent/Utilities		4,019		4,019	4,019
In-Kind Rent		48,000		48,000	48,000
Donor Stewardship		17,097		17,097	17,097
Telephone		4,425		4,425	4,425
Total Functional Expenses	$ 6,733,709	$ 435,244	$ 254,229	$ 689,473	$ 7,423,182

	2023				
		Supporting Services			
	Program Services	General and Administrative	Fund-Raising	Total Supporting Services	Totals
Grants (Outside Organizations)	$ 4,333,428	$	$	$	$ 4,333,428
Grants (Other Program Expenses)	36,028				36,028
Grants (EdCo/CommunityWorks & Early Childhood Education)					
Outside Organizations	235,767				235,767
Program Expenses	26,659				26,659
Salaries & Benefits	46,435				46,435
Total Grants/Programs	4,678,317	-	-	-	4,678,317
Salaries & Benefits	181,772	193,799	124,652	318,451	500,223
Conference/Training	2,107	9,687	4,554	14,241	16,348
Credit Card Processing			2,350	2,350	2,350
Printing/Postage/Advertising	17,299	12,260	31,869	44,129	61,428
Decatur Legacy	52,095			-	52,095
Depreciation & Amortization		17,629		17,629	17,629
Liability Insurance		11,756		11,756	11,756
Office Supplies		5,914		5,914	5,914
Professional Fees	20,000	64,150		64,150	84,150
Rent		4,403		4,403	4,403
In-Kind Rent		48,000		48,000	48,000
Donor Stewardship		25,816		25,816	25,816
Telephone		4,209		4,209	4,209
Total Functional Expenses	$ 4,951,590	$ 397,623	$ 163,425	$ 561,048	$ 5,512,638

Notes to Financial Statements are an integral part of this statement.

THE COMMUNITY FOUNDATION OF MACON COUNTY

STATEMENTS OF CASH FLOWS

Years Ended December 31, 2024 and 2023

	2024	2023
CASH FLOWS FROM OPERATING ACTIVITIES		
Changes in Net Assets	$ 2,135,360	$ 10,325,273
Adjustments to Reconcile Change in Net Assets		
to Net Cash Flows from Operating Activities:		
Depreciation of Equip/Amortization of Leasehold Improvements	17,061	17,629
Discounts on Promises to Give	(82,376)	(89,989)
Unrealized (Appreciation) Depreciation on Investments	(3,374,381)	(4,325,257)
Donated Securities included in Gifts	(8,144,298)	(3,133,690)
(Increase) Decrease in Assets:		
Promises to Give Receivable	6,247,777	(5,640,063)
Prepaid Expenses	(6,247)	(1,258)
Increase (Decrease) in Liabilities:		
Agency Funds	458,639	487,339
Accounts Payable	7,438	7,335
Net Cash Flows from (used by) Operating Activities	(2,741,027)	(2,352,681)
CASH FLOWS FROM INVESTING ACTIVITIES		
Sale (Purchase) of Equipment/Leasehold Improvements	(765)	(502)
Sale (Purchase) of Investments	3,179,828	2,099,220
Net Cash Flows from (used by) Investing Activities	3,179,063	2,098,717
Net Increase(Decrease) in Cash and Cash Equivalents	438,036	(253,964)
Cash and Cash Equivalents, beginning	334,007	587,971
Cash and Cash Equivalents, ending	$ 772,043	$ 334,007
SUPPLEMENTAL DISCLOSURES		
Noncash Investing and Financing Transactions:		
Gifts of Investments	$ 8,144,298	$ 3,133,690

Notes to Financial Statements are an integral part of this statement.

THE COMMUNITY FOUNDATION OF
MACON COUNTY

NOTES TO FINANCIAL STATEMENTS
December 31, 2024 and 2023

Note 1 Summary of Significant Accounting Policies

Organization Data

The Community Foundation of Macon County (the Foundation) was incorporated under the laws of the State of Illinois as a not-for-profit organization and operates under the name Heart of Illinois Community Foundation for its operations, programs, and outreach activities. The Foundation is a community trust organized to enhance the quality of life in the greater Macon County area, and toward that end, to receive, administer and distribute property in cash and in kind primarily to benefit the people, institutions and community for philanthropic purposes. The Foundation administers over 360 individual funds, each established with an instrument of gift describing either the general or specific purposes for which grants are to be made, usually from income only, but in some cases, from principal. The Foundation's governing instruments also allow for invasion of principal and for it to exercise its variance power. Additionally, on occasion, the Foundation receives funds for specific charitable purposes which are pass-through in nature.

Basis of Accounting

The Foundation's financial statements have been prepared on the accrual basis of accounting. Accordingly, revenues are recognized when earned, and expenses are recognized when incurred.

Grants Payable

Grants payable to selected or designated organizations and the related expense are recorded when the grants are approved by the Foundation. There were no grants payable as of December 31, 2024 and 2023.

Net Assets

The Foundation classifies net assets into two categories: without donor restrictions and with donor restrictions. All contributions and grants are considered to be available for any purpose performing the primary objective of the organization unless subject to specific donor-imposed restrictions.

Net assets consist of the following types of internally-designated funds:

Operating funds - Funds used for the general operation of the Foundation.

Donor-advised and other funds - Includes donor-advised, discretionary, field of interest, designated, and scholarship funds. See Note 8 for additional information.

Note 1 Summary of Significant Accounting Policies - (Continued)

Net Assets (Continued)

When the Foundation has the ability to remove a donor restriction (i.e., variance power), the contribution is classified as a net asset without donor restrictions. To ensure tax deductibility of donors' gifts, the Foundation is required by the IRS to exercise final discretion concerning expenditures from its funds. The Foundation has variance power for all donor-advised, discretionary, field of interest, designated, and scholarship funds. Accordingly, all such funds are included in the net assets of the Foundation in the accompanying financial statements. However, if the donor has indicated a desire to support a particular area of interest or organization, the Foundation Board will designate the contribution for that use.

Gifts (Contributions)

Unconditional promises to give are recognized as revenue in the period received and as assets. Conditional promises to give are recognized when the conditions on which they depend are substantially met. Unconditional promises expected to be collected in future years are recorded at the present value of expected future cash flows discounted at appropriate discount commensurate to the risks involved, which was 3% at December 31, 2024 and 2023.

In accordance with ASU 2018-08, the Foundation classifies receipts as gifts when there is no commensurate value transferred between the resource provider and the Community Foundation.

Furniture and Equipment and Leasehold Improvements

The Foundation capitalizes expenditures for furniture and equipment and leasehold improvements. Furniture and equipment and leasehold improvement purchases are stated at cost. Depreciation and amortization are provided over the estimated useful lives of the assets using the straight-line method.

Investment Policy

It is the Foundation's policy that investments should carry a balanced risk profile. The Foundation's asset allocation ranges, based on market value, are as follows: equities - 50% to 65%, fixed income - 25% to 40%, and cash - 0% to 15%.

Present Spending Policy

The Board of the Foundation expects to approve, for grant making purposes, an amount up to 5% of its net assets available for

THE COMMUNITY FOUNDATION OF
MACON COUNTY

NOTES TO FINANCIAL STATEMENTS
December 31, 2024 and 2023
(Continued)

Note 1 Summary of Significant Accounting Policies - (Continued)

Present Spending Policy (Continued)

such use. The rate, amounts, and base against which policy is applied are subject to change at the sole discretion of the Board.

Investments

Investments are carried at market value, except for life insurance policies which are valued at their cash surrender value. The Foundation records all donated securities at their fair market value at the date of donation. Interest and dividends and gains and losses are reflected in the Statement of Activities as change in net assets without donor restrictions.

Concentration of Credit Risk

The Foundation maintains its cash balances at several financial institutions located in Decatur, Illinois. The balances in interest bearing demand or savings accounts at each institution are insured by the Federal Deposit Insurance Corporation for up to $250,000. From time to time during the year, deposits exceed federally insured limits. At December 31, 2024 there was $398,372 exceeding federally insured limits. At December 31, 2023, there were no accounts exceeding federally insured limits. Management does not believe that it is exposed to any significant risk in connection with any uninsured cash balances.

The Foundation's investments are invested mostly in mutual funds. These investments are uninsured and subject to the credit risk of the financial markets.

Income Taxes

The Foundation is a non-profit corporation and is exempt from income taxes under Section 501(c)(3) of the Internal Revenue Code. In addition, the Foundation qualifies for the charitable contribution deduction under Section 170(b)(1)(a) and has been classified as an organization that is not a private foundation under Section 509(a)(2).

Use of Donated Facilities

Nominal rents are paid by the Foundation under the terms of a lease agreement for office space. The Foundation recognizes in-kind contribution revenue and a corresponding expense in an amount approximating the annual estimated fair-value rental of the property. The fair value of donated facilities is developed based on rental rates for comparable space in the surrounding area of the property.

THE COMMUNITY FOUNDATION OF
MACON COUNTY

NOTES TO FINANCIAL STATEMENTS
December 31, 2024 and 2023
(Continued)

Note 1 Summary of Significant Accounting Policies - (Continued)

Cash and Cash Equivalents

For the purposes of the Statements of Cash Flows, the Foundation considers all highly liquid investments with an initial maturity of three months or less and not held by a broker to be cash equivalents.

Use of Estimates

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

Agency Funds

The Foundation accepts transfers of assets from other nonprofit organizations. When the nonprofit organization names itself as the beneficiary of the transferred assets, the Community Foundation records the assets received and a liability for the amount due back to the organization, rather than recognizing revenue. In these situations, the Foundation is acting as an agent on behalf of the other nonprofit organization. Investment income produced from these assets is also accounted for as a liability.

Functional expenses

The costs associated with the Community Foundation's providing various charitable services to community, including both program services and related supporting services have been included in the Statement of Activities and are reported on the Statement of Functional Expenses. The costs associated with services provided to the community have been allocated to program services and have been determined by management based on a human resource allocation framework for all charitable activities.

Expenses that are allocated include the following:

Expense	Method of Allocation
Salaries & Benefits	Time and Effort
Conference/Training	Time and Effort
Printing/Postage/Advertising	Time and Effort
Professional Fees	Time and Effort

Note 2 Investments

Investments in marketable securities are held by commercial banks, segregated within the trust departments, or by brokerage houses. They consist primarily of mutual funds. Pursuant to its investment policy, the Foundation diversifies its holdings into various asset classes, principally debt and equity holdings. Mutual funds are evaluated on the basis of their underlying securities. As of December 31, 2024 and 2023, a majority of the Foundation's holdings were in the American Funds from Capital Group.

Investments consist of the following at December 31, 2024 and 2023:

	2024 Fair Value	2023 Fair Value
Broker cash and money market funds	$ 3,285,291	$ 3,408,852
Common Stock	197,023	185,114
Corporate/government bonds/CDs Fixed	320,762	386,205
Mutual funds	51,594,404	42,887,662
Insurance policy- cash surrender value	55,117	45,913
Privately Held Stock	-	200,000
	$55,452,597	$47,113,746

Investment income at December 31, 2024 and 2023 is summarized as follows:

	2024	2023
Interest and dividends	$ 2,887,435	$ 1,065,163
Realized and unrealized gains and (losses)	3,374,381	4,325,257
	6,261,816	5,390,420
Less amount allocated to agency endowments	(654,194)	(623,666)
Total investment income	$ 5,607,622	$ 4,766,754

Note 3 Leases

1 Main Place Properties: On May 2, 2019, the Foundation entered a 10-year lease with 1 Main Place Properties for facilities to be used for the main offices of the Foundation (the Foundation's current office space). The lease provides that the Foundation pays $1 per year in rent as long as the premises are used for the furtherance of charitable and educational purposes.

The fair value of the total rent contributed under this lease term is estimated to be $480,000. This estimate was developed based on rental rates for comparable space in the surrounding area of the property. This total amount is discounted to present value using a discount rate of 3%.

The contributed rent receivable is being amortized on a straight-line basis because that method does not differ materially from the effective-interest method. Therefore, the receivable and the related net assets with donor restrictions are reduced each year by $48,000. The release of the time restriction increases net assets without donor restrictions concurrently with a decrease in that net asset class for rent expense. The Foundation is responsible for certain improvements and operating expenses of the property. During 2023,there were no additional improvements to the space and operating expenses amounted to $4,403. During 2024, there were no additional improvements to the space and operating expenses amounted to $4,019.

The December 31, 2024 and 2023 present value of this contributed use of facilities is $197,989 and $240,222 respectively and are included in the Foundation's donor-restricted net assets. In the year ended December 31, 2024, $48,000 (2023 - $48,000) of donor-restricted net assets was released to net assets without donor restrictions upon expiration of the time restrictions on the contributed rent.

Note 4 Promises to Give Receivable

Unconditional promises to give that are expected to be collected within one year are recorded at net realizable value. Unconditional promises to give that are expected to be collected in future years are recorded at the present value of their estimated future cash flows.

Promises to Give consist of charitable lead annuity trust (CLAT) agreements, an in-kind lease agreement, and a bequest gift. When such agreements are signed into effect, the Foundation records revenue, and a promise to give for the entire amount of the agreement, discounted to present value. Subsequent payments under the agreements reduce the promise to give receivable, and the discount is amortized (included in contribution revenue)

THE COMMUNITY FOUNDATION OF
MACON COUNTY

NOTES TO FINANCIAL STATEMENTS
December 31, 2024 and 2023
(Continued)

Note 4 Promises to Give Receivable - (Continued)

over the life of the agreement.

As of December 31, 2024 and 2023, contributors to the Foundation have made written unconditional promises to give totaling $3,042,266 and $9,290,043, respectively. The discount on those amounts is computed using an assumed risk-free interest rate of 3%.

As of December 31, 2024:	CLAT	In-Kind Lease	DAF Bequest	Total
Less than one year	$ 375,583	$ 48,000	$ -	$ 423,583
One to five years	1,142,332	160,000	-	1,302,332
Beyond 5 years	1,316,351	-	-	1,316,351
	2,834,266	208,000	-	3,042,266
Less unamortized discount	(399,645)	(10,011)	-	(409,656)
Total promises to give	$2,434,621	$ 197,989	$ -	$2,632,610

As of December 31, 2023:	CLAT	In-Kind Lease	DAF Bequest	Total
Less than one year	$ 375,583	$ 48,000	$ 5,914,194	$6,337,777
One to five years	1,142,332	192,000		1,334,332
Beyond 5 years	1,601,934	16,000		1,617,934
	3,119,849	256,000	5,914,194	9,290,043
Less unamortized discount	(476,254)	(15,778)	-	(492,032)
Total promises to give	$2,643,595	$ 240,222	$ 5,914,194	$8,798,011

Note 5 Intentions to Give

The Foundation is aware that it has been named as beneficiary of several life insurance policies, IRA accounts and bequests. Because the Foundation's interest is conditional, the value of these intended gifts has not been established, nor have these gifts been recognized as an asset or contribution revenue.

Note 6 Furniture and Equipment and Leasehold Improvements

Furniture and equipment included the following at December 31, 2024 and 2023:

	2024	2023
Furniture and equipment	$ 40,529	$ 39,764
Accumulated depreciation	(35,072)	(29,877)
Net property and equipment	$ 5,457	$ 9,887

Furniture and equipment are capitalized at cost when purchased and at fair value if donated. Depreciation is computed using the straight-line method based on expected useful life and amounted to $5,195 and $5,763 for the years ending December 31, 2024 and 2023, respectively.

Leasehold improvements included the following at December 31, 2024 and 2023:

	2024	2023
Leasehold Improvements	$ 108,208	$ 108,208
Accumulated Amortization	(57,279)	(45,413)
Net Leasehold Improvements	$ 50,929	$ 62,795

Leasehold improvements are capitalized at cost when incurred. Amortization is computed using the straight-line method based on life of the lease and amounted to $11,866 and $11,866 for the years ending December 31, 2024 and 2023, respectively.

Total depreciation and amortization expense for 2024 amounted to $17,062, which was allocated to general and administrative. Total depreciation and amortization expense for 2023 amounted to $17,629, which was allocated to general and administrative.

Note 7 Agency Funds

Agency funds are used to account for the liabilities due to other not-for-profit organizations under certain agency and intermediary arrangements. Under these arrangements, a not-for-profit organization establishes an agency fund at the Foundation with its own funds and specifies itself or an affiliate organization as the beneficiary of the fund. All contributions, investment income, grants and other expenses of these funds are excluded from the Foundation's support, revenue, and expenses. A summary of the transactions comprising the total change in the agency funds liability is as follows:

	2024	2023
Additions:		
Contributions	$ 123,000	$ 4,025
Investment income	654,195	623,666
Deductions:		
Grants to designated Organizations	(318,522)	(140,350)
Expenses	(34)	(2)
Increase in agency funds	458,639	487,339
Balance in agency funds, Beginning of year	5,379,540	4,892,201
Balance in agency funds, End of year	$ 5,838,179	$ 5,379,540

THE COMMUNITY FOUNDATION OF
MACON COUNTY

NOTES TO FINANCIAL STATEMENTS
December 31, 2024 and 2023
(Continued)

Note 7 Agency Funds - (Continued)

At December 31, 2024 and 2023, individual balances which make up the total agency fund balance are as follows:

	2024	2023
Decatur Area Arts Council Endowment	$ 522,149	$ 485,678
Governor Oglesby Mansion Endowment	209,173	186,701
Rock Springs Endowment	38,795	34,304
Girl Scouts of Central IL Endowment	36,278	33,846
United Way Endowment	97,935	91,274
Victory Pharmacy Endowment	17,943	16,021
Walter & Inabell Kirby Mem Endowment	56,736	52,550
Webster-Cantrell Hall Endowment	397,989	373,313
YMCA Endowment	65,111	58,407
Big Brothers/Big Sisters	87,789	78,627
LSA-Pritts	59,983	56,035
LSA-Horn	88,339	81,882
LSA-Burdick	52,583	49,100
LSA-Brink	1,507	1,407
LSA-Tieman	41,486	38,749
LSA-Fund I	207,128	193,173
Northwest Softball	947,972	846,130
Northeast Community Fund	12,007	9,629
St. Teresa Foundation-McCoy	531,331	490,855
Nancy Koopman Memorial Scholarship	142,058	133,239
Macon County Historical Society	320,003	295,919
Demirjian Scholarship for WCH	204,477	190,999
Friends of the Library Fund	82,818	119,946
Decatur Christian Education Fund	32,378	28,900
Webster-Cantrell Youth Advocacy Fund	428,145	398,685
The Good Samaritan Inn Fund	193,923	173,090
Dove, Inc. Agency Fund	67,911	60,572
Ronald McDonald House of Central IL	764,893	800,509
Meridian Ag Foundation	108,752	0
Symphony Orchestra Guild of Decatur	20,587	0
Total	$ 5,838,179	$ 5,379,540

Note 8 Donor-advised and Other Funds

Donor-advised and other funds are components of net assets and consist of the following as of December 31, 2024 and 2023. All are without donor restrictions, except as noted:

	2024	2023
Donor-advised funds	$21,859,634	$15,546,207
Donor-advised funds with time restrictions	2,434,621	8,557,789
Discretionary funds	203,204	185,824
Field of service funds	9,856,385	9,281,935
Designated funds	8,898,622	8,145,748
Scholarship funds	8,989,298	8,170,831
Total	$52,241,764	$49,888,334

The following is a brief description of each type of fund:

Donor Advised Fund - Established by donors who may recommend grants to charitable projects or organizations they want to support, with oversight provided by the Board of Directors.

Discretionary Funds - Flexible and responsive to emerging and changing community needs. Donors place no restrictions on gifts and leave decisions about charitable use of the funds to the Foundation.

Field of Interest Funds - Support a class of charitable beneficiaries or institutions that assist children, support the arts, or environmental education. These funds are limited to a particular area of interest or service area.

Designated Funds - Designated support for a specific charitable organization.

Scholarship Funds - Allow donors to establish a named fund for any level of education. Donors may designate a particular school, field of study, and select eligibility criteria. Scholarship recipients are selected by the Foundation's scholarship committee.

The Foundation's policy is to assess each fund an annual fee of 1% of its market value. Such amounts are credited to discretionary funds without donor restrictions to offset administrative expenses. For the years ended December 31, 2024 and 2023, the Foundation assessed $553,148 and $451,765, respectively, against the various donor-advised and other funds.

Note 8 Donor-advised and Other Funds - (Continued)

For the years ended December 31, 2024 and 2023, grants were awarded and payments totaling $6,240,522 and $4,569,196, respectively, were made to a wide variety of charities, organizations, and universities on behalf of scholarship recipients. These benefited social service agencies, local churches, education, environment, arts, and others.

Note 9 Leave a Legacy

Partner nonprofit organizations and professional firms pay dues in order to help pay for conducting an annual awareness campaign, public relations projects, billboards, education opportunities for members, etc. The amount held for the group was $84,060 on December 31, 2024 (2023 - $80,482).

Note 10 Retirement Plan

Effective January 1, 2001, the Organization adopted a Simplified Employee Pension (SEP) Plan. Employer contributions under this plan were made at the Employer's discretion and were based upon the total compensation of each participant. Eligibility requires the employee to have attained the age of twenty-one (21) and to have performed services for the employer in three of the last five plan years. It was the practice of the Foundation to begin contributions in the plan following the 1-year anniversary of an employee and contributions will be made from the employment start date. Contributions paid/accrued during 2023 were $19,442.

Effective January 1, 2024, the Organization adopted a 401(k) Plan. Employer contributions under this plan were made at the Employer's discretion and were based upon the total compensation of each participant. Employees are eligible after one thousand hours (1,000) of employment and contributions will begin at that point. Contribution paid during 2024 was $24,439.

Note 11 Related Party Transactions

During the year ended December 31, 2024, the Foundation received $180,293 (2023 - $394,506) in contributions (including gifts of securities) from board members, their family, their employers/businesses, and Foundation employees/volunteers and their families.

During the course of ordinary business, the Foundation maintained investment accounts at numerous brokerage firms, one of which has a partner who is a board member. This relationship is disclosed to the entire board and does not influence the operations or decision-making process of the Foundation. All investment choices in this particular account are made by the Foundation's board and are in line with the Foundation's investment policy, as well as the other investment accounts.

Note 12 Major Contributors

A significant portion of current year contributions received as of December 31, 2024 came from primarily five donors totaling $1,885,359 or 48% of total contribution revenue. 2023 contributions came from primarily five donors totaling $8,908,264 (including a bequest of $5,914,194) or 81% of total contribution revenue.

Note 13 Community Partnerships

During 2008, the Community Foundation launched the Decatur Area Education Coalition and the Leaders Challenge Fund, bringing state-wide private foundation funding as well as donor and local foundation giving together to create a network of well-informed advocates and community members working to support improvements in education and workforce development. During 2024 and 2023, these programs continued to run. The education, workforce development and land use and preservation related programs are being funded by interest earned, as well as additional donations under the CommunityWorks funding umbrella.

Note 14 Net Assets with Donor Restrictions

Net Assets with Donor Restrictions were as follows for the years ended December 31, 2024 and 2023:

	Beginning Balance December 31, 2023	Increase	Decrease	Ending Balance December 31, 2024
Passage of Time				
DAF CLAT	$ 497,151	$ 14,915	$ 60,000	$ 452,066
DAF CLAT	358,138	10,744	30,000	338,882
DAF CLAT	1,047,146	28,715	90,000*	985,861
DAF CLAT	741,160	22,235	105,583	657,812
DAF Bequest	5,914,194	-	5,914,194	-
In-Kind Lease	240,222	5,767	48,000	197,989
	$ 8,798,011	$ 82,376	$ 6,247,777	$ 2,632,610

* This is the 2023 payment of $90,000 which was received in 2024; the 2024 payment of $90,000 was not received until 2025.

	Beginning Balance December 31, 2022	Increase	Decrease	Ending Balance December 31, 2023
Passage of Time				
DAF CLAT	$ 30,548	$ -	$ 30,548	$ -
DAF CLAT	540,924	16,227	60,000	497,151
DAF CLAT	376,833	11,305	30,000	358,138
DAF CLAT	1,016,647	30,499	-#	1,047,146
DAF CLAT	822,081	24,662	105,583	741,160
DAF Bequest	-	5,914,194		5,914,194
In-Kind Lease	280,926	7,296	48,000	240,222
	$ 3,067,959	$ 6,004,183	$ 274,131	$ 8,798,011

The 2023 payment of $90,000 was not received until 2024, so there were no decreases to this DAF CLAT in 2023.

Note 15 Endowments

The Foundation will continue to fulfill its stewardship responsibility by internally accounting for and reporting all net assets in accordance with each donor's original intent as provided for in the gift instrument which established the fund. All recordkeeping for internal management and external reporting retains the original donor intent for every charitable asset within the Foundation.

The Foundation, upon management and governance review, has determined that net assets do not meet the specific definition of endowment under Illinois UPMIFA. The Foundation, at its sole discretion, shall determine to distribute so much of the corpus of any trust or separate gift, devise, bequest, or fund. As a result of this responsibility, all contributions not subject to donor-imposed restrictions are classified as net assets without donor restrictions for financial statement purposes. Net assets with donor restrictions are disclosed in Note 14 above.

Although the charitable assets entrusted to the Foundation do not meet the definition as provided for under Illinois UPMIFA, the spending policies and philosophy, as well as the long-term investment management policies, and procedures described in Note 1, were designed to function as integrated processes and are administered to reflect the following factors, as described in Illinois UPMIFA, for prudent stewards of charitable assets, including:

1) The duration and preservation of a fund;
2) The purpose of the organization and the donor designations thereto;
3) General economic conditions;
4) The possible effects of inflation and deflation;
5) The expected total return of the charitable assets;
6) Other resources of the organization; and
7) The investment policies.

Note 16 Fair Value of Financial Instruments

The Foundation classifies and discloses the fair value measurements for certain financial and nonfinancial assets and liabilities, carried at fair value in one of the following three categories:

Level 1: Quoted market prices for identical assets or liabilities in an open market, to which an entity has access to at the measurement date.

Level 2: Valuations for assets and liabilities traded in less active dealer or broker markets. Valuations are obtained from third party pricing services for identical or similar assets or liabilities.

THE COMMUNITY FOUNDATION OF
MACON COUNTY

NOTES TO FINANCIAL STATEMENTS
December 31, 2024 and 2023
(Continued)

Note 16 Fair Value of Financial Instruments - (Continued)

Level 3: Unobservable inputs for the asset or liability. Unobservable inputs should be used to measure the fair value to the extent that observable inputs are not available.

When applying fair value principles in the valuation of assets and liabilities, we are required to maximize the use of quoted market prices and minimize the use of unobservable inputs. We calculate the fair value of our Level 1 and Level 2 instruments based on the market value, at close of business, of similar or identical instruments. Our Level 3 instrument value is based on a CPA valuation. The Foundation has not changed its valuation techniques in measuring the fair value of any financial assets and liabilities during the year.

The following table sets forth the Foundation's financial assets and liabilities as of December 31, 2024 and 2023, which were measured at fair value on a recurring basis during the period, segregated by level within the fair value hierarchy:

2024	Level 1	Level 2	Level 3	Total
Assets at Fair Value:				
Investments:				
Mutual Funds	$ 51,594,404	$ -	$ -	$ 51,594,404
Broker Cash Equivalents	3,285,291	-	-	3,285,291
Fixed Income	-	320,762	-	320,762
Equities	197,023	-	-	197,023
Insurance Policy	-	55,117	-	55,117
Privately Held Stock	-	-	-	-
Total assets at Fair Value:	$ 55,076,718	$ 375,879	$ -	$ 55,452,597

2023	Level 1	Level 2	Level 3	Total
Assets at Fair Value:				
Investments:				
Mutual Funds	$ 42,887,662	$ -	$ -	$ 42,887,662
Broker Cash Equivalents	3,408,852	-	-	3,408,852
Fixed Income	-	386,205	-	386,205
Equities	185,114	-	-	185,114
Insurance Policy	-	45,913	-	45,913
Privately Held Stock	-	-	200,000	200,000
Total assets at Fair Value:	$ 46,481,628	$ 432,118	$ 200,000	$ 47,113,746

THE COMMUNITY FOUNDATION OF
MACON COUNTY

NOTES TO FINANCIAL STATEMENTS
December 31, 2024 and 2023
(Continued)

Note 16 Fair Value of Financial Instruments - (Continued)

There were no non-financial assets requiring measurement at fair value on a recurring basis during the year ended December 31, 2024 or 2023.

Note 17 Availability and Liquidity

The Foundation regularly monitors the liquidity required to meet its operating needs, liabilities, and other obligations as they become due. The Foundation's general operating needs are substantially supported by administrative service fees assessed on fund balances and distributions from our operating endowments. The Foundation does not intend to spend from its funds functioning as endowments other than the amounts appropriated for general expenditures as part of its annual budget approval and appropriation process. The Foundation also distributes grants at spending rate of no less than 5% annually.

	2024	2023
Financial Assets		
Cash	$ 772,043	$ 334,007
Investments	55,452,597	47,113,746
Promises to Give (Cash)	2,434,621	8,557,789
Total Financial Assets	58,659,261	56,005,542
Less amounts unavailable for general expenditure within one year:		
Promises to Give (Cash) due in more than one year	(2,059,038)	(2,268,012)
Cash Held in Agency Funds	(5,838,179)	(5,379,540)
Financial Assets available to meet cash needs for general expenditure with one year	$50,762,044	$48,357,990

Note 18 Commitments

On May 1, 2017, the Foundation entered into a 36-month agreement with Network Solutions Unlimited Inc. for $56,000 payable monthly at $1,559. Network Solutions provides all the hardware, operating systems, and computer support as noted in the terms to the agreement. This agreement was continued in May of 2023 on a month-to-month plan. The total paid in 2024 was $20,179 and in 2023 was $17,253.

On November 11, 2024, the Foundation renewed a 1-year agreement for CommunitySuite licenses which includes hosting, maintenance,

THE COMMUNITY FOUNDATION OF
MACON COUNTY

NOTES TO FINANCIAL STATEMENTS
December 31, 2024 and 2023
(Continued)

Note 18 Commitments - (Continued)

upgrades, and support for accounting and fund management software service and scholarship application portal services. The total amount paid was $32,912 for the one-year agreement. During 2023, the Foundation had a similar agreement with Foundant for CommunitySuite licenses which included hosting, maintenance, upgrades, and support for accounting and fund management software service and scholarship application portal services. The total amount paid during 2023 was $31,685.

Effective January 1, 2024, The Foundation entered into a Client Services Agreement with Insperity PEO Services L.P. As a PEO (Professional Employer Organization), Insperity provides human resource services including payroll to its clients and is the employer of record for tax withholding and reporting purposes on wages paid to employees on Insperity's payroll during the time in which the Client Services Agreement is in effect. Insperity remits applicable taxes and returns under its name for the wages that it pays. As the human resource services provider, Insperity also manages the retirement plan for the Community Foundation in compliance with all laws, as well as providing health insurance and life insurance benefits for employees.

Note 19 Subsequent Events

Subsequent events have been evaluated through June 17, 2025, the date in which the financial statements were available to be issued.

In April 2025, two agency funds were closed, Ronald McDonald House Charities of Central IL and LSA Fund I. These funds totaled just under $1,000,000 and were returned to the agencies.