

THE COLUMBUS FOUNDATION

COMBINED FINANCIAL STATEMENTS

December 31, 2021 and 2020

To the Governing Committee/Board of Trustees of
The Columbus Foundation

Independent Auditor's Report

Opinion

We have audited the accompanying combined financial statements of The Columbus Foundation (the Foundations) as defined in Note 1 of these financial statements which comprise the combined statements of financial position as of December 31, 2021 and 2020, and the related combined statements of activities and cash flows for the years then ended and the related combined notes to the financial statements.

In our opinion, the combined financial statements referred to above present fairly, in all material respects, the financial position of The Columbus Foundation as of December 31, 2021 and 2020, 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 Columbus Foundation 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 combined 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 combined financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about The Columbus Foundation's ability to continue as a going concern within one year after the date that the combined financial statements are available to be issued.

Auditor's Responsibility for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the combined 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, including omissions, 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 combined 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 Columbus Foundation'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 Columbus Foundation'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.

A handwritten signature in black ink that reads "John Gerlach & Company LLP". The signature is written in a cursive, flowing style.

Columbus, Ohio
August 23, 2022

THE COLUMBUS FOUNDATION

COMBINED STATEMENTS OF FINANCIAL POSITION

December 31, 2021 and 2020

	<u>2021</u>	<u>2020</u>
ASSETS:		
Cash and cash equivalents	\$ 224,314,352	\$ 176,751,996
Dividends and interest receivable	911,809	790,823
Investments	3,217,221,481	2,858,105,965
Property and equipment, net	8,094,843	8,909,768
Other	165,542,931	290,027
TOTAL ASSETS	<u>\$ 3,616,085,416</u>	<u>\$ 3,044,848,579</u>
LIABILITIES AND NET ASSETS:		
Grants payable	\$ 42,491,581	\$ 22,640,843
Charitable gift annuities liability	1,737,366	1,781,409
Organization endowment funds held for others	286,116,088	249,141,266
Other accrued liabilities	1,477,419	1,139,995
Total liabilities	<u>331,822,454</u>	<u>274,703,513</u>
Net Assets:		
Without donor restrictions	3,284,262,962	2,770,145,066
Total net assets	<u>3,284,262,962</u>	<u>2,770,145,066</u>
TOTAL LIABILITIES AND NET ASSETS	<u>\$ 3,616,085,416</u>	<u>\$ 3,044,848,579</u>

See Notes to Financial Statements

THE COLUMBUS FOUNDATION
COMBINED STATEMENT OF ACTIVITIES

For the Year Ended December 31, 2021

	<u>All Funds</u>	<u>Organization Endowment Funds Held For Others</u>	<u>Net Of Organization Endowment Funds</u>
REVENUES AND GAINS WITHOUT DONOR RESTRICTIONS:			
Operating Revenues:			
Public support - new donations and bequests	\$ 363,639,571	\$ 27,471,879	\$ 336,167,692
Interest, dividends and other income, net of investment fees	115,418,296	12,364,429	103,053,867
Refunded and adjusted grants for prior years	582,055	-	582,055
Net unrealized and realized gain on investments	348,522,452	19,690,086	328,832,366
Total revenues and gains without donor restrictions	<u>828,162,374</u>	<u>59,526,394</u>	<u>768,635,980</u>
EXPENSES:			
Grants approved, net of rescinds	263,754,948	24,438,270	239,316,678
Transfer to/from endowment funds	-	(1,943,152)	1,943,152
Gift annuities expense	(131,722)	-	(131,722)
Administrative expenses:			
Operating expenses	12,473,272	-	12,473,272
Fund expenses	973,158	56,454	916,704
Total expenses	<u>277,069,656</u>	<u>22,551,572</u>	<u>254,518,084</u>
CHANGE IN NET ASSETS WITHOUT DONOR RESTRICTIONS	<u>551,092,718</u>	<u>36,974,822</u>	<u>514,117,896</u>
NET ASSETS AT BEGINNING OF YEAR	3,019,286,332	249,141,266	2,770,145,066
NET ASSETS AT END OF YEAR	<u>\$ 3,570,379,050</u>	<u>\$ 286,116,088</u>	<u>\$ 3,284,262,962</u>

See Notes to Financial Statements

THE COLUMBUS FOUNDATION
COMBINED STATEMENT OF ACTIVITIES

For the Year Ended December 31, 2020

	<u>All Funds</u>	<u>Organization Endowment Funds Held For Others</u>	<u>Net Of Organization Endowment Funds</u>
REVENUES AND GAINS WITHOUT DONOR RESTRICTIONS:			
Operating Revenues:			
Public support - new donations and bequests	\$ 274,281,132	\$ 13,960,802	\$ 260,320,330
Interest, dividends and other income, net of investment fees	81,871,838	9,081,005	72,790,833
Refunded and adjusted grants for prior years	802,979	-	802,979
Net unrealized and realized gain on investments	254,530,040	16,543,340	237,986,700
Total revenues and gains without donor restrictions	<u>611,485,989</u>	<u>39,585,147</u>	<u>571,900,842</u>
EXPENSES:			
Grants approved, net of rescinds	231,144,202	15,163,435	215,980,767
Transfer to/from endowment funds	-	(1,592,424)	1,592,424
Gift annuities expense	123,300	-	123,300
Administrative expenses:			
Operating expenses	11,635,292	-	11,635,292
Fund expenses	896,138	54,783	841,355
Total expenses	<u>243,798,932</u>	<u>13,625,794</u>	<u>230,173,138</u>
CHANGE IN NET ASSETS WITHOUT DONOR RESTRICTIONS	<u>367,687,057</u>	<u>25,959,353</u>	<u>341,727,704</u>
NET ASSETS AT BEGINNING OF YEAR	2,651,599,275	223,181,913	2,428,417,362
NET ASSETS AT END OF YEAR	<u>\$ 3,019,286,332</u>	<u>\$ 249,141,266</u>	<u>\$ 2,770,145,066</u>

THE COLUMBUS FOUNDATION

COMBINED STATEMENTS OF CASH FLOWS

For the Years Ended December 31, 2021 and 2020

	<u>2021</u>	<u>2020</u>
CASH FLOWS FROM OPERATING ACTIVITIES:		
Change in net assets without donor restrictions	\$ 514,117,896	\$ 341,727,704
Adjustments to reconcile change in net assets without donor restrictions to net cash provided (used) by operating activities:		
Net unrealized and realized gain on investments	(328,832,366)	(237,986,700)
Gifts received in the form of investments	(117,821,541)	(126,353,044)
Depreciation expense	896,522	892,600
Changes in operating assets and liabilities:		
(Increase) decrease in dividends and interest receivable	(120,986)	380,471
(Increase) decrease in other assets	(283,931)	2,116,917
Increase (decrease) in grants payable	19,850,738	(159,187)
Decrease in charitable gift annuities liability	(44,043)	(10,166)
Increase in organization endowment funds held for others	36,974,822	25,959,353
Increase in other accrued liabilities	337,424	384,057
Net cash provided (used) by operating activities	<u>125,074,535</u>	<u>6,952,005</u>
CASH FLOWS FROM INVESTING ACTIVITIES:		
Purchases of investments	(736,390,407)	(650,695,502)
Proceeds from sale or maturities of investments	658,959,825	653,867,448
Property additions	(81,597)	(339,381)
Net cash provided (used) by investing activities	<u>(77,512,179)</u>	<u>2,832,565</u>
NET CHANGE IN CASH AND CASH EQUIVALENTS	<u>47,562,356</u>	<u>9,784,570</u>
CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR	176,751,996	166,967,426
CASH AND CASH EQUIVALENTS AT END OF YEAR	<u><u>\$ 224,314,352</u></u>	<u><u>\$ 176,751,996</u></u>
Supplemental Disclosures for Non-Cash Investing Activities:		
Exercise of equity purchase option	<u><u>\$ 164,968,973</u></u>	<u><u>\$ -</u></u>

See Notes to Financial Statements

THE COLUMBUS FOUNDATION

NOTES TO COMBINED FINANCIAL STATEMENTS

December 31, 2021

1. DESCRIPTION OF THE FOUNDATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Description of the Foundations - The Columbus Foundation exercises significant control over the supporting entities under Section 509(a)(3) of the Internal Revenue Code. Accordingly, the Governing Committee/Boards of Trustees have elected to present combined financial statements which include the following supporting foundations (collectively referred to as The Foundations):

The Columbus Foundation
Battelle Charities
Borror Family Foundation
Central Benefits Health Care Foundation
Columbus Youth Foundation
Community Foundations, Inc.
Community Gifts Foundation
Crane Family Foundation
The William H. Davis, Dorothy M. Davis and William C. Davis Foundation
The Paul G. Duke Foundation, Inc.
The FG Foundation
The John B. and Dareth Gerlach Foundation
The John J. and Pauline Gerlach Foundation
Greer Foundation
Hinson Family Trust
Ingram-White Castle Foundation
Isabelle Ridgway Foundation
Kidd Family Foundation
The Arthur and Sara Jo Kobacker, Alfred and Ida Kobacker Foundation
L Brands Foundation
The Marsh Family Foundation
The John H. McConnell Foundation
Meuse Family Foundation
The Moritz Family Foundation
Roush Family Foundation
The Shackelford Family Foundation
The Siemer Family Foundation
Siemer Institute
Margaret and Robert Walter Foundation
The Robert F. Wolfe and Edgar T. Wolfe Foundation

The Foundations are vehicles for the receipt and distribution of charitable funds primarily in Ohio.

The Foundations investments are comprised of approximately 3,000 component funds organized in seven fund types: unrestricted, field of interest, designated, scholarship, organization endowment, donor advised, and administrative. Each fund type is used for charitable purposes in the community pursuant to the authority of the Governing Committee/Boards of Trustees of The Foundations.

THE COLUMBUS FOUNDATION

NOTES TO COMBINED FINANCIAL STATEMENTS

December 31, 2021

1. DESCRIPTION OF THE FOUNDATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Battelle Charities was established in 2001. This foundation provides grants in support of encouraging technological and scientific innovation and economic development for the benefit of mankind.

Borror Family Foundation was established in 2004. This foundation provides grants and support of services to meet the needs of the community.

The Central Benefits Health Care Foundation was established in 1997. This foundation supports programs that provide preventative health care to indigent children and adults in the original Central Ohio service area of Central Benefits Mutual Insurance Company.

The Columbus Youth Foundation was established in 1976. This foundation awards grants to agencies serving sick, underprivileged, and disabled youth.

Community Foundations, Inc. was established in 1988 and is recognized by the Internal Revenue Service as a public charity for the receipt and distribution of charitable funds primarily in Ohio, but generally outside central Ohio.

The Community Gifts Foundation was established in 1998 with broad charitable interests.

Crane Family Foundation was established in 2009. This foundation has broad charitable interests, with grants made primarily in the central Ohio region.

The William H. Davis, Dorothy M. Davis and William C. Davis Foundation was established in 1993 with broad charitable interests.

The Paul G. Duke Foundation, Inc. was established in 1983. This foundation's mission is to be a catalyst to enhance the quality of life in the Miami County area.

The FG Foundation was established in 2002. This foundation awards grants for education and other broad charitable purposes.

The John B. and Dareth Gerlach Foundation was established in 1998. It has a broad philanthropic purpose and makes gifts and grants primarily in the Columbus, Ohio region.

The John J. and Pauline Gerlach Foundation was established in 1996. It has a broad philanthropic purpose and makes gifts and grants primarily in the Columbus, Ohio region.

The Greer Foundation was established in 1995. It has a broad philanthropic mission.

The Hinson Family Trust was established in 2000. This foundation provides grants to organizations that increase opportunity and the quality of life for men, women and children primarily in the central Ohio area.

The Ingram-White Castle Foundation was established in 1981 and awards grants primarily to strengthen education and human services.

The Isabelle Ridgway Foundation was established in 2017. This foundation's mission is to improve the quality of life and the systems that impact aging African Americans in central Ohio.

THE COLUMBUS FOUNDATION

NOTES TO COMBINED FINANCIAL STATEMENTS

December 31, 2021

1. DESCRIPTION OF THE FOUNDATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

The Kidd Family Foundation was established in 1999. This foundation has broad charitable interests.

The Arthur and Sara Jo Kobacker, Alfred and Ida Kobacker Foundation was established in 1993. This foundation makes grants to organizations for programs that improve the community. In January 2021, the board voted and approved to dissolve this foundation and to distribute all of its assets to The Columbus Foundation where new funds have been established in keeping with this foundation's historic grantmaking goals and objectives.

L Brands Foundation was established in 1993. It has a broad philanthropic purpose and makes gifts and grants primarily to organizations benefiting women, children, and the communities in which they live.

The Marsh Family Foundation was established in 1993. This foundation awards grants to be used for charitable, scientific, educational, public, and cultural purposes.

The John H. McConnell Foundation was established in 1989. This foundation provides grants in support of educational projects, health and research programs, and civic activities.

The Meuse Family Foundation was established in 2002. This foundation awards grants to be used for charitable, educational, scientific, religious, public and cultural purposes.

The Moritz Family Foundation was established in 2004. This foundation has broad philanthropic interests.

The Roush Family Foundation was established in 2000. This foundation provides grants in support of services to meet the needs of the community.

The Shackelford Family Foundation was established in 1996. This foundation's focus is primarily on educational issues and the distribution of funds to eligible organizations involved in educational issues.

The Siemer Family Foundation was established in 1997. The primary focus of this foundation is on people in need and the distribution of funds to eligible organizations involved in services/programs which benefit them.

The Siemer Institute was established in 2017. This foundation provides grants for local and national programs, and provides program coordination and program support for the reduction of student mobility for school-aged children and prevention of homelessness for families

The Margaret and Robert Walter Foundation was established in 1997. This foundation has a broad philanthropic mission.

The Robert F. Wolfe and Edgar T. Wolfe Foundation was established in 1989. This foundation has a broad philanthropic mission.

THE COLUMBUS FOUNDATION

NOTES TO COMBINED FINANCIAL STATEMENTS

December 31, 2021

1. DESCRIPTION OF THE FOUNDATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Summary of Significant Accounting Policies:

Financial Statements - The combined financial statements for the Foundations have been prepared on the accrual basis of accounting, which means that revenues are recognized as they are earned and expenses are recognized as they are incurred whether or not cash is received or paid out at that time.

Bequests and Grants - Bequests and gifts are recorded when all requirements for the transfer of the assets to the Foundations have been met, appropriate court orders have been issued and the assets have been received.

Grants made by the Foundations are recorded in the financial statements at the time the grants are approved by the Governing Committee of The Columbus Foundation or the appropriate Board of Trustees for the supporting foundations. Payments are made when requested by the grantee and any contingencies, such as obtaining matching funds, have been met by the grantee.

Investments – Investments in marketable securities are recorded at fair market value (see Note 2). Investments other than marketable securities are recorded at the lower of cost or fair market value (see Note 2).

Investments for The Columbus Foundation primarily consist of marketable securities (see Note 2), mortgage and notes receivable, real estate, interests in limited partnerships, privately held common stock and leases and are administered by various money managers, investment firms and mutual fund investment agents. These investment agents are responsible for custody and investment management under supervision of the Board of Trustees.

Investments of the supporting foundations are administered by investment agents chosen by the respective Boards of Trustees. The investment agents report the assigned values and market values of the investments and are responsible for custody and investment management under supervision of the Boards of Trustees. The Columbus Foundation provides administrative and reporting support as needed.

Real estate investments at December 31, 2021 and 2020 consist of land, residential properties and commercial properties, recorded at appraised values when received, which are managed by various property managers for the trustee administrators.

Limited partnerships consist of certain real estate located in central Ohio and family partnerships which are recorded at the total fair market value when received as determined by independent appraisals.

Other investments at December 31, 2021 and 2020 consist of insurance policies and other miscellaneous investments.

Market value information is based on closing prices at December 31, 2021 and 2020 for those securities traded on national stock exchanges or determined by the trustee for those securities not traded on national exchanges. Dividend and interest income from investments is accrued as the income is earned.

THE COLUMBUS FOUNDATION

NOTES TO COMBINED FINANCIAL STATEMENTS

December 31, 2021

1. DESCRIPTION OF THE FOUNDATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Use of Estimates - The preparation of the financial statements of the Foundations 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 at the date of the financial statements, as well as their related disclosures. Such estimates and assumptions also affect the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates. Estimates are used in determining the useful lives of property and equipment and calculating the present value of the payments expected to be made to beneficiaries relating to charitable gift annuity agreements.

Income Taxes - Each of the foundations are recognized as exempt from Federal income tax under Section 501(c)(3) of the Internal Revenue Code, and, therefore, have made no provision for federal, state, or local income tax in the accompanying financial statements for income from exempt activities. However, income from certain activities not directly related to the Foundations tax-exempt purpose is subject to taxation as unrelated business income.

The Foundations have adopted the provisions of the Financial Accounting Standards Board (FASB) Accounting Standards Codification (ASC) relating to uncertain tax positions. Management has reviewed its current and past income tax positions and has determined, based on clear and unambiguous tax law and regulations, that the tax positions taken are certain and that there is no likelihood that a material tax assessment would be made if the respective government agency examined tax returns subject to audit. Accordingly, no provision for the effects of uncertain tax positions has been recorded.

Investment Policy - The investment policies vary by foundation but in general fall into one of the following parameters and/or policies:

- A) Funds designated as permanent and/or endowed assets, which include component funds covered under The Columbus Foundation's "spending rule" and certain supporting foundations of The Columbus Foundation, are invested utilizing generally a 50% - 80% equity exposure. Individual securities, primarily no-load mutual funds, and certain "alternative" investments are employed. Mutual fund selections include various no-load mutual funds, including a pre-approved selection of funds from the Vanguard Family of Mutual Funds.
- B) Funds designated as non-permanent foundation assets, which include donor advised and organization endowment funds of The Columbus Foundation and Community Foundations, Inc. as well as certain supporting foundations of The Columbus Foundation, are invested based upon the donor's or supporting foundation board's expected time horizon for suggesting distributions or approving grants from the fund or supporting foundation. The assets of these component funds or supporting foundations may be invested with equity exposures that can have: 0%, 30%-40%, 60%-70% and up to 100% equity exposure. Individual securities and no-load mutual funds, including a pre-approved selection of funds from the Vanguard Family of Mutual Funds, as chosen by the foundations' investment agent(s), are used to invest these assets.

THE COLUMBUS FOUNDATION

NOTES TO COMBINED FINANCIAL STATEMENTS

December 31, 2021

1. DESCRIPTION OF THE FOUNDATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES
(continued)

Summary of Significant Accounting Policies (continued):

Spending Policy - Spending policies vary by foundation but in general fall into one of the following parameters and/or policies:

- A) No formal spending policy and spending may be made from both the income and principal of the fund.
- B) Only the income (dividends and interest) is spent.
- C) A “spending rule” utilizing a calculation, that employs a single historical market value point in time or a series of historical market value points in time, to which a spending rate varying between 4.00% and 5.50% is applied.

Each foundation included in these combined financial statements has received its own separate audit. Each of the audited financial statements includes information concerning its specific investment and spending policies.

Cash and Cash Equivalents - Cash in excess of daily requirements is generally invested in savings and cash management (money market) accounts with maturities of three months or less.

Property and equipment - Property and equipment acquisitions are recorded at cost or, if donated, at fair market value at date of donation. Depreciation is computed on the straight-line basis over the estimated lives of the assets.

Net Assets - Accounting standards provide that if the governing body of an organization has the ability to remove a donor restriction, the contributions should be classified as net assets without donor restrictions. Accordingly, the financial statements classify all net assets that The Foundations have obtained variance power from the donor as net assets without donor restrictions.

THE COLUMBUS FOUNDATION

NOTES TO COMBINED FINANCIAL STATEMENTS

December 31, 2021

2. INVESTMENTS

Investments consist of the following:

	2021	2020
Marketable securities:		
Certificates of deposit	\$ 157,051	\$ 439,872
Federal obligations	41,311,602	34,470,112
Corporate note obligations	53,250,602	53,610,438
Preferred stocks	294,911	693,880
Common stocks	805,646,117	646,174,874
Mutual funds	2,227,716,344	1,908,543,644
Alternative investments	9,034,884	6,022,695
Total marketable securities	<u>3,137,411,511</u>	<u>2,649,955,515</u>
Privately held common stock	31,694,127	150,734,616
Mortgage and notes receivable	9,790,904	10,317,975
Real estate	2,915,101	2,915,101
Interest in limited partnerships	31,941,016	40,714,444
Other investments	3,468,822	3,468,314
Total investments	<u>\$ 3,217,221,481</u>	<u>\$ 2,858,105,965</u>

3. ASSETS AND LIABILITIES – FAIR VALUE INFORMATION

In accordance with the Fair Value Measurements and Disclosures Topic of FASB ASC, all financial instruments that are being measured and reported on a fair value basis must be classified and disclosed in one of the following three categories unless the financial instrument is being measured using NAV per share as a practical expedient:

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

Level 2: Observable market based inputs or unobservable inputs that are corroborated by market data.

Level 3: Unobservable inputs that are not corroborated by market data.

THE COLUMBUS FOUNDATION

NOTES TO COMBINED FINANCIAL STATEMENTS

December 31, 2021

3. ASSETS AND LIABILITIES – FAIR VALUE INFORMATION (continued)

Assets measured at fair value on a recurring basis or NAV per share as a practical expedient were as follows:

Description	December 31, 2021				
	Total	Level 1	Level 2	Level 3	NAV
Marketable securities:					
Certificates of deposit	\$ 157,051	\$ 157,051	\$ -	\$ -	\$ -
Federal obligations	41,311,602	41,311,602	-	-	-
Corporate note obligations	53,250,602	53,250,602	-	-	-
Preferred stocks	294,911	294,911	-	-	-
Common stocks - domestic	779,778,853	779,778,853	-	-	-
Common stocks - international	25,867,264	25,867,264	-	-	-
Mutual funds - bonds	591,813,140	591,813,140	-	-	-
Mutual funds - equity	1,635,903,204	1,635,903,204	-	-	-
Alternative investments:					
Mutual funds	3,463,421	3,463,421	-	-	-
Fund of funds	119,824	-	119,824	-	-
Hedge funds	5,093,454	-	-	78,117	5,015,337
Private equity	358,185	-	-	-	358,185
Total	<u>\$ 3,137,411,511</u>	<u>\$ 3,131,840,048</u>	<u>\$ 119,824</u>	<u>\$ 78,117</u>	<u>\$ 5,373,522</u>

The changes in Level 3 assets measured at fair value on a recurring basis are summarized as follows:

	Marketable securities
Beginning balance at January 1, 2021	\$ 70,594
Total unrealized gain (loss) included in change in net assets	7,523
Sales	-
Purchases	-
Transfers in and/or out of Level 3	-
Ending balance at December 31, 2021	<u>\$ 78,117</u>

THE COLUMBUS FOUNDATION

NOTES TO COMBINED FINANCIAL STATEMENTS

December 31, 2021

3. ASSETS AND LIABILITIES – FAIR VALUE INFORMATION (continued)

Unrealized gains included in change in net assets for the year ended December 31, 2021 are reported in net unrealized and realized gain on investments.

Level 2 assets held in alternative investments were valued using the market approach and were determined using the quoted market prices of similar assets. Level 3 assets held in alternative investments were valued using unobservable inputs due to limited market activity and require significant judgment or estimation.

Description	December 31, 2020				
	Total	Level 1	Level 2	Level 3	NAV
Marketable securities:					
Certificates of deposit	\$ 439,872	\$ 439,872	\$ -	\$ -	\$ -
Federal obligations	34,470,112	34,470,112	-	-	-
Corporate note obligations	53,610,438	53,610,438	-	-	-
Preferred stocks	693,880	693,880	-	-	-
Common stocks - domestic	627,989,623	627,989,623	-	-	-
Common stocks - international	18,185,251	18,185,251	-	-	-
Mutual funds - bonds	482,546,490	482,546,490	-	-	-
Mutual funds - equity	1,425,997,154	1,425,997,154	-	-	-
Alternative investments:					
Mutual funds	726,343	726,343	-	-	-
Fund of funds	139,139	-	139,139	-	-
Hedge funds	4,786,287	-	-	70,594	4,715,693
Private equity	370,926	-	-	-	370,926
Total	<u>\$ 2,649,955,515</u>	<u>\$ 2,644,659,163</u>	<u>\$ 139,139</u>	<u>\$ 70,594</u>	<u>\$ 5,086,619</u>

4. PROPERTY AND EQUIPMENT

A summary of these assets follows:

	2021	2020
Land	\$ 3,669,294	\$ 3,669,294
Building and building improvements	9,711,061	9,709,599
Furniture and equipment	3,788,431	3,976,222
	<u>17,168,786</u>	<u>17,355,115</u>
Less accumulated depreciation	9,073,943	8,445,347
Total	<u>\$ 8,094,843</u>	<u>\$ 8,909,768</u>

THE COLUMBUS FOUNDATION

NOTES TO COMBINED FINANCIAL STATEMENTS

December 31, 2021

5. OTHER ASSETS

In April 2021, AstraZeneca, a world-wide research-based Biopharmaceutical company, exercised an option to purchase the remaining 45% of Acerta Pharma, a pharmaceutical bio-technology organization in which The Columbus Foundation held a 6.26% ownership interest. As a result of this option being exercised, The Columbus Foundation's share of the proceeds will be \$164,968,973 and has been categorized in Other Assets. These proceeds will be received in three installments of \$57,915,353, \$54,597,346 and \$52,456,274 in January 2022, January 2023 and January 2024, respectively.

6. GRANTS

Grants approved and paid in 2021 and those committed for future payment consist of the following at December 31, 2021:

	Unpaid Balance Jan. 1, 2021	2021 Grants		Prior Year Grants Rescinded	Unpaid Balance Dec. 31, 2021
		Approved	Paid		
Advancing Philanthropy	\$ 15,000	\$ 28,331,436	\$ 28,306,286	\$ 150	\$ 40,000
Arts	657,732	16,093,770	16,006,918	7,500	737,084
Conservation	267,552	9,495,623	9,194,845	4,500	563,830
Education	7,712,746	83,266,190	74,047,407	691,750	16,239,779
Gifts of Kindness	-	850,235	850,235	-	-
Health	1,801,977	45,485,597	39,604,705	300	7,682,569
Religion	16,640	10,667,645	10,462,920	-	221,365
Social Services	10,980,866	57,996,445	53,745,707	256,480	14,975,124
Urban Affairs	1,188,330	12,571,787	11,685,187	43,100	2,031,830
Total	22,640,843	264,758,728	243,904,210	1,003,780	42,491,581
Net Organization					
Endowment Grants	-	24,438,270	24,438,270	-	-
Net Grants	\$ 22,640,843	\$ 240,320,458	\$ 219,465,940	\$ 1,003,780	\$ 42,491,581

Grants payable at December 31, 2021 are scheduled to be disbursed as follows:

Year Ending	Amount
2022	\$ 26,834,006
2023	4,906,419
2024	3,834,656
2025	2,353,500
2026	1,781,000
Thereafter	2,782,000
Total	\$ 42,491,581

THE COLUMBUS FOUNDATION

NOTES TO COMBINED FINANCIAL STATEMENTS

December 31, 2021

6. GRANTS (continued)

Grants approved and paid in 2020 and those committed for future payment consist of the following at December 31, 2020:

	Unpaid Balance Jan. 1, 2020	2020 Grants		Prior Year Grants Rescinded	Unpaid Balance Dec. 31, 2020
		Approved	Paid		
Advancing Philanthropy	\$ 216,717	\$ 29,234,543	\$ 29,295,420	\$ 140,840	\$ 15,000
Arts	1,158,380	22,706,632	23,207,030	250	657,732
Conservation	487,203	13,229,326	13,448,477	500	267,552
Education	8,200,040	61,989,859	62,095,788	381,365	7,712,746
Gifts of Kindness	-	1,751,961	1,751,961	-	-
Health	6,326,104	23,081,993	25,544,120	2,062,000	1,801,977
Religion	651,327	12,867,098	13,493,383	8,402	16,640
Social Services	3,386,181	58,428,024	50,591,079	242,260	10,980,866
Urban Affairs	2,374,078	10,799,376	11,876,131	108,993	1,188,330
Total	22,800,030	234,088,812	231,303,389	2,944,610	22,640,843
Net Organization					
Endowment Grants	-	15,163,435	15,163,435	-	-
Net Grants	\$ <u>22,800,030</u>	\$ <u>218,925,377</u>	\$ <u>216,139,954</u>	\$ <u>2,944,610</u>	\$ <u>22,640,843</u>

7. CHARITABLE GIFT ANNUITIES

As of December 31, 2021, The Columbus Foundation as a part of its development program, has issued a total of sixty-three charitable gift annuity contracts. These annuity contracts are general obligations of The Columbus Foundation.

The Columbus Foundation records gift revenue in the year the contract is issued using the fair value of the assets less the present value of the payments expected to be made to the beneficiaries. Annual adjustments are made to the liability to reflect changes in expected future year payments. Gift annuity assets are separately invested. Approximately 61% is invested in a stock index fund and the balance in a bond index fund.

8. ORGANIZATION ENDOWMENT FUNDS HELD FOR OTHERS

The Foundations receive and distribute assets under certain agency and intermediary arrangements. FASB ASC 958-605 establishes standards for transactions in which a recipient organization accepts a contribution from a donor and agrees to transfer those assets, the return on investment of those assets, or both, to another entity that is specified by the donor. This pronouncement specifically requires that if a not-for-profit organization establishes a fund at a recipient organization with its own funds and specifies itself or its affiliate as the beneficiary of that fund, the recipient organization must account for the transfer of such assets as a liability. In accordance with this pronouncement, a liability has been established, which is equivalent to the funds current fair market value. The funds are also recorded as assets of The Foundations because they maintain variance power and legal ownership of organization endowment funds.

THE COLUMBUS FOUNDATION

NOTES TO COMBINED FINANCIAL STATEMENTS

December 31, 2021

9. LIQUIDITY AND AVAILABILITY OF FINANCIAL ASSETS

The Foundation has \$3,412,116,749 of financial assets available within one year of the statement of financial position date to meet cash needs for grants and other expenditures. Financial assets consist of cash and cash equivalents of \$224,314,352, dividends and interest receivable of \$911,809, investments of \$3,128,480,332 and other assets of \$58,410,256. None of the financial assets are subject to donor or other contractual restrictions that make them unavailable for grants and other expenditures within one year of the statement of financial position date. The Foundation structures its financial assets to be available as expenditures, liabilities, and other obligations come due.

10. FUNCTIONAL EXPENSES AND RETIREMENT PLAN INFORMATION

The Foundations operating expenses in 2021 and 2020 were \$12,473,272 and \$11,635,292, respectively. On a functional basis, these operating expenses were classified as:

	Year Ended December 31, 2021				
	Grantmaking	Development	Philanthropic Services	Fund Management	Total
Salaries, benefits and related taxes	\$ 3,185,543	\$ 1,861,069	\$ 2,945,352	\$ 592,009	\$ 8,583,973
Consulting	496,230	289,909	458,813	92,221	1,337,173
Professional services	57,326	33,491	53,003	10,654	154,474
Supplies	21,815	12,745	20,170	4,054	58,784
Telephone	10,804	6,312	9,990	2,008	29,114
Postage and shipping	16,618	9,709	15,365	3,088	44,780
Occupancy	124,438	72,700	115,056	23,126	335,320
Equipment rental and maintenace	110,242	64,406	101,930	20,488	297,066
Printing and publications	39,234	22,922	36,276	7,291	105,723
Travel	19,086	11,150	17,647	3,547	51,430
Conference, conventions and meetings	28,096	16,414	25,977	5,221	75,708
Depreciation	332,702	194,373	307,617	61,830	896,522
Other	12,996	7,592	12,016	2,415	35,019
Insurance	35,599	20,797	32,914	6,616	95,926
Membership, dues and education	67,186	39,251	62,120	12,486	181,043
Events	2,210	1,291	2,043	411	5,955
Promotion and advertising	68,751	40,166	63,568	12,777	185,262
Total	<u>\$ 4,628,876</u>	<u>\$ 2,704,297</u>	<u>\$ 4,279,857</u>	<u>\$ 860,242</u>	<u>\$ 12,473,272</u>

THE COLUMBUS FOUNDATION

NOTES TO COMBINED FINANCIAL STATEMENTS

December 31, 2021

10. FUNCTIONAL EXPENSES AND RETIREMENT PLAN INFORMATION (continued)

	Year Ended December 31, 2020				
	Grantmaking	Development	Philanthropic Services	Fund Management	Total
Salaries, benefits and related taxes	\$ 2,609,537	\$ 2,926,038	\$ 1,662,000	\$ 503,504	\$ 7,701,079
Consulting	328,011	367,794	208,908	63,288	968,001
Professional services	63,561	71,272	40,484	12,264	187,581
Supplies	22,832	25,602	14,542	4,406	67,382
Telephone	10,812	12,123	6,885	2,086	31,906
Postage and shipping	12,869	14,429	8,195	2,483	37,976
Occupancy	121,302	136,015	77,258	23,405	357,980
Equipment rental and maintenance	104,744	117,448	66,711	20,210	309,113
Printing and publications	21,918	24,576	13,959	4,229	64,682
Travel	23,747	26,627	15,125	4,581	70,080
Conference, conventions and meetings	18,389	20,619	11,712	3,548	54,268
Depreciation	302,459	339,145	192,636	58,360	892,600
Other	85,960	96,385	54,747	16,586	253,678
Insurance	601	675	382	116	1,774
Membership, dues and education	43,975	49,308	28,007	8,485	129,775
Events	10,287	11,536	6,551	1,985	30,359
Promotion and advertising	161,653	181,259	102,955	31,191	477,058
Total	<u>\$ 3,942,657</u>	<u>\$ 4,420,851</u>	<u>\$ 2,511,057</u>	<u>\$ 760,727</u>	<u>\$ 11,635,292</u>

The Columbus Foundation sponsors a traditional 401(k) profit sharing plan. The plan covers employees who are 21 years of age and have one year of eligible service. Employer contributions are made on a monthly basis equivalent to 10% of each participant's compensation and are subject to the annual 401(a)(17) annual compensation limit. The plan also allows for voluntary employee contributions. Total plan expense for 2021 and 2020 amounted to \$599,952 and \$482,209, respectively.

THE COLUMBUS FOUNDATION

NOTES TO COMBINED FINANCIAL STATEMENTS

December 31, 2021

11. CONCENTRATION OF ECONOMIC RISK

The Foundations invest their assets with a variety of financial institutions, brokerages, and families of mutual funds. Because fluctuations in both the stock and bond markets will from time to time impact the value of the Foundations' assets, the selected investments by these entities are conservative in nature and diversified to minimize the impact of these market value fluctuations.

The Foundations maintain cash and money market funds in various financial institutions and certain deposits exceed federally insured limits. The Foundations have not experienced any losses in such accounts.

12. RECLASSIFICATIONS

Certain amounts in the 2020 financial statements have been reclassified to conform with the 2021 presentation. Such reclassifications had no effect on reported change in total net assets.

13. SUBSEQUENT EVENTS

Subsequent events have been evaluated through August 23, 2022 which is the date the financial statements were available to be issued.

THE COLUMBUS FOUNDATION

NOTES TO COMBINED FINANCIAL STATEMENTS

December 31, 2021

14. TOTAL ASSETS

Total assets by foundation at December 31, 2021 and 2020 are as follows:

	2021	2020
The Columbus Foundation	\$ 2,768,665,470	\$ 2,241,760,925
Battelle Charities	365,252	372,075
Borrer Family Foundation	739,609	731,453
Central Benefits Health Care Foundation	10,346,500	9,350,782
Columbus Youth Foundation	4,708,980	4,143,153
Community Foundations, Inc.	82,065,119	76,753,094
Community Gifts Foundation	989,404	998,242
Crane Family Foundation	5,674,447	3,758,285
The William H. Davis, Dorothy M. Davis and William C. Davis Foundation	50,622,304	45,966,760
The Paul G. Duke Foundation, Inc.	11,477,810	10,547,339
The FG Foundation	8,852,747	9,076,672
The John B. and Dareth Gerlach Foundation	25,585,768	27,559,377
The John J. and Pauline Gerlach Foundation	69,849,857	77,238,328
Greer Foundation	7,015,141	6,733,213
Hinson Family Trust	1,052,675	987,875
Ingram-White Castle Foundation	68,450,990	61,738,342
Isabelle Ridgway Foundation	4,748,498	4,305,157
Kidd Family Foundation	2,592,981	2,370,409
The Arthur and Sara Jo Kobacker, Alfred and Ida Kobacker Foundation	-	14,061,747
L Brands Foundation	10,808,234	3,717,568
The Marsh Family Foundation	1,546,508	1,402,162
The John H. McConnell Foundation	3,956,618	3,473,397
Meuse Family Foundation	5,503,438	4,914,115
The Moritz Family Foundation	2,960,255	2,757,556
Roush Family Foundation	3,064,443	2,783,907
The Shackelford Family Foundation	10,905,082	12,998,272
Siemer Family Foundation	54,303,643	64,126,395
Siemer Institute	21,924,276	17,764,022
Margaret and Robert Walter Foundation	119,634,869	104,212,799
The Robert F. Wolfe and Edgar T. Wolfe Foundation	266,845,111	235,570,158
Subtotal	3,625,256,029	3,052,173,579
Less inter-foundation balances	(9,170,613)	(7,325,000)
Total	\$ 3,616,085,416	\$ 3,044,848,579

THE COLUMBUS FOUNDATION

NOTES TO COMBINED FINANCIAL STATEMENTS

December 31, 2021

15. PUBLIC SUPPORT - NEW DONATIONS AND BEQUESTS

Total public support - new donations and bequests by foundation for the years ended December 31, 2021 and 2020 were:

	2021	2020
The Columbus Foundation	\$ 360,334,494	\$ 222,739,730
Borrer Family Foundation	11,857	12,324
Central Benefits Health Care Foundation	-	133
Community Foundations, Inc.	2,298,468	1,925,601
Columbus Youth Foundation	3,650	287
Crane Family Foundation	1,370,268	-
The FG Foundation	994,752	1,015,989
The John B. and Dareth Gerlach Foundation	50,000	-
The John J. and Pauline Gerlach Foundation	-	3,499,517
Ingram-White Castle Foundation	5,794	300
Isabelle Ridgway Foundation	625	10,027
Kidd Family Foundation	100	434,491
The Arthur and Sara Jo Kobacker, Alfred and Ida Kobacker Foundation	-	5,748,903
L Brands Foundation	42,000,000	8,000,000
Meuse Family Foundation	209,309	1,345,467
The Shackelford Family Foundation	-	2,061,694
Siemer Family Foundation	-	27,760,662
Siemer Institute	12,508,760	7,001,001
Margaret and Robert Walter Foundation	6,372,868	5,111,677
Subtotal	426,160,945	286,667,803
Less inter-foundation balances	(62,521,374)	(12,386,671)
Less new donations and bequests received for organization endowment funds	(27,471,879)	(13,960,802)
Total	\$ 336,167,692	\$ 260,320,330