

THE WOMEN'S FUND OF CENTRAL OHIO

**FINANCIAL STATEMENTS
AND ADDITIONAL INFORMATION**

June 30, 2017 and 2016

THE WOMEN’S FUND OF CENTRAL OHIO

TABLE OF CONTENTS

	Page(s)
Independent Auditor’s Report	1-2
Financial Statements:	
Statements of Financial Position	3
Statements of Activities and Changes in Net Assets.....	4-5
Statements of Cash Flows.....	6
Notes to Financial Statements.....	7-15
Additional Information:	
Schedules of Functional Expenses	16-17

To the Board of Directors
The Women's Fund of Central Ohio

Independent Auditor's Report

Report on the Financial Statements

We have audited the accompanying financial statements of The Women's Fund of Central Ohio (WFCO) which comprise the statements of financial position as of June 30, 2017 and 2016, and the related statements of activities and changes in net assets and cash flows for the years then ended and the related notes to the financial statements.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audits. We conducted our audits in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not 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 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 The Women's Fund of Central Ohio as of June 30, 2017 and 2016 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.

Other Matter – Supplementary Information

Our audits were conducted for the purpose of forming an opinion on the financial statements as a whole. The accompanying schedules of functional expenses are presented for purposes of additional analysis and are not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audits of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the basic financial statements taken as a whole.

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

Columbus, Ohio
October 12, 2017

THE WOMEN'S FUND OF CENTRAL OHIO

STATEMENTS OF FINANCIAL POSITION

As of June 30, 2017 and 2016

	<u>2017</u>	<u>2016</u>
<u>ASSETS</u>		
Current Assets:		
Cash and cash equivalents	\$ 1,204,322	\$ 1,143,222
Pledges receivable, net (less allowance of \$15,477 and \$17,340 in 2017 and 2016, respectively)	563,288	559,819
Prepaid expenses	7,249	6,359
Total Current Assets	<u>1,774,859</u>	<u>1,709,400</u>
Property and Equipment	79,936	104,303
Less accumulated depreciation	(66,369)	(87,135)
Net Property and Equipment	<u>13,567</u>	<u>17,168</u>
Other Assets:		
Investments	4,223,308	3,719,390
Beneficial interest in assets held by The Columbus Foundation	255,895	249,645
Pledges receivable - long-term, net (less allowance of \$7,902 and \$11,984 in 2017 and 2016, respectively)	295,498	535,542
Deposits	3,012	3,012
Total Other Assets	<u>4,777,713</u>	<u>4,507,589</u>
Total Assets	<u>\$ 6,566,139</u>	<u>\$ 6,234,157</u>
<u>LIABILITIES AND NET ASSETS</u>		
Current Liabilities:		
Accounts payable	\$ 22,142	\$ 51,341
Accrued liabilities	63,295	51,528
Total Current Liabilities	<u>85,437</u>	<u>102,869</u>
Net Assets:		
Unrestricted Net Assets:		
Board designated - Endowment	1,777,030	1,515,355
Board designated - Grantmaking	245,000	213,418
Operating	1,211,275	1,202,551
Total Unrestricted Net Assets	<u>3,233,305</u>	<u>2,931,324</u>
Temporarily restricted net assets	1,902,921	1,859,537
Permanently restricted net assets	1,344,476	1,340,427
Total Net Assets	<u>6,480,702</u>	<u>6,131,288</u>
Total Liabilities and Net Assets	<u>\$ 6,566,139</u>	<u>\$ 6,234,157</u>

See Notes to Financial Statements

THE WOMEN'S FUND OF CENTRAL OHIO

STATEMENT OF ACTIVITIES AND CHANGES IN NET ASSETS

For the Year Ended June 30, 2017

	<u>Unrestricted</u>	<u>Temporarily Restricted</u>	<u>Permanently Restricted</u>	<u>Total</u>
Revenues, Gains and Other Support:				
Contributions	\$ 1,366,281	\$ 243,488	\$ 4,049	\$ 1,613,818
Change in value of beneficial interest in assets held by The Columbus Foundation	1,202	-	-	1,202
Investment income	29,505	42,372	-	71,877
Net realized and unrealized gain on investments	144,790	216,943	-	361,733
	<u>1,541,778</u>	<u>502,803</u>	<u>4,049</u>	<u>2,048,630</u>
Net assets released from restrictions	459,419	(459,419)	-	-
Total Revenue and Support	<u>2,001,197</u>	<u>43,384</u>	<u>4,049</u>	<u>2,048,630</u>
Expenses:				
Program:				
Grants, research and public education	1,065,249	-	-	1,065,249
Support Services:				
Administrative expense	263,111	-	-	263,111
Fundraising expense	370,856	-	-	370,856
Total Support Services	<u>633,967</u>	<u>-</u>	<u>-</u>	<u>633,967</u>
Total Expenses	<u>1,699,216</u>	<u>-</u>	<u>-</u>	<u>1,699,216</u>
Change in Net Assets	<u>301,981</u>	<u>43,384</u>	<u>4,049</u>	<u>349,414</u>
Net Assets at Beginning of Year	2,931,324	1,859,537	1,340,427	6,131,288
Net Assets at End of Year	<u>\$ 3,233,305</u>	<u>\$ 1,902,921</u>	<u>\$ 1,344,476</u>	<u>\$ 6,480,702</u>

See Notes to Financial Statements

THE WOMEN'S FUND OF CENTRAL OHIO

STATEMENT OF ACTIVITIES AND CHANGES IN NET ASSETS

For the Year Ended June 30, 2016

	<u>Unrestricted</u>	<u>Temporarily Restricted</u>	<u>Permanently Restricted</u>	<u>Total</u>
Revenues, Gains and Other Support:				
Contributions	\$ 1,228,166	\$ 388,966	\$ 3,225	\$ 1,620,357
Change in value of beneficial interest in assets held by The Columbus Foundation	(39)	-	-	(39)
Investment income	25,489	39,513	-	65,002
Net realized and unrealized loss on investments	(47,901)	(74,256)	-	(122,157)
	<u>1,205,715</u>	<u>354,223</u>	<u>3,225</u>	<u>1,563,163</u>
Net assets released from restrictions	580,678	(580,678)	-	-
Total Revenue and Support	<u>1,786,393</u>	<u>(226,455)</u>	<u>3,225</u>	<u>1,563,163</u>
Expenses:				
Program:				
Grants, research and public education	<u>880,670</u>	<u>-</u>	<u>-</u>	<u>880,670</u>
Support Services:				
Administrative expense	151,823	-	-	151,823
Fundraising expense	364,437	-	-	364,437
Total Support Services	<u>516,260</u>	<u>-</u>	<u>-</u>	<u>516,260</u>
Total Expenses	<u>1,396,930</u>	<u>-</u>	<u>-</u>	<u>1,396,930</u>
Change in Net Assets	<u>389,463</u>	<u>(226,455)</u>	<u>3,225</u>	<u>166,233</u>
Net Assets at Beginning of Year	2,541,861	2,085,992	1,337,202	5,965,055
Net Assets at End of Year	<u>\$ 2,931,324</u>	<u>\$ 1,859,537</u>	<u>\$ 1,340,427</u>	<u>\$ 6,131,288</u>

See Notes to Financial Statements

THE WOMEN'S FUND OF CENTRAL OHIO

STATEMENTS OF CASH FLOWS

For the Years Ended June 30, 2017 and 2016

	<u>2017</u>	<u>2016</u>
Cash Flows from Operating Activities:		
Change in net assets	\$ 349,414	\$ 166,233
Adjustments to reconcile change in net assets to net cash provided by operating activities:		
Net realized and unrealized loss (gain) on investments	(361,733)	122,157
Contributions restricted for long-term investment	(4,049)	(3,225)
Change in beneficial interest in assets held by The Columbus Foundation	(1,202)	39
Depreciation	10,736	10,686
Bad debt expense	20,735	26,465
(Increase) decrease in assets:		
Pledges receivable	197,840	(19,077)
Prepaid expenses	(890)	(297)
Increase (decrease) in liabilities:		
Accounts payable	(29,199)	45,781
Accrued liabilities	11,767	22,465
Net Cash Provided by Operating Activities	<u>193,419</u>	<u>371,227</u>
Cash Flows from Investing Activities:		
Purchases of property and equipment	(7,135)	(10,827)
Purchases of investments	(2,182,949)	(2,823,863)
Proceeds from sales and maturities of investments	2,040,764	2,684,662
Net transfer of assets to The Columbus Foundation	(5,048)	(26,038)
Net Cash Used by Investing Activities	<u>(154,368)</u>	<u>(176,066)</u>
Cash Flows from Financing Activities:		
Proceeds from contributions restricted for investment in permanently restricted net assets	22,049	30,225
Net Cash Provided by Financing Activities	<u>22,049</u>	<u>30,225</u>
Increase in Cash and Cash Equivalents	<u>61,100</u>	<u>225,386</u>
Cash and Cash Equivalents - Beginning of Year	1,143,222	917,836
Cash and Cash Equivalents - End of Year	<u>\$ 1,204,322</u>	<u>\$ 1,143,222</u>

See Notes to Financial Statements

THE WOMEN'S FUND OF CENTRAL OHIO

NOTES TO FINANCIAL STATEMENTS

June 30, 2017

1. Organization

The Women's Fund of Central Ohio (WFCO) is a nonprofit foundation that was established in 2001. The mission of WFCO is *"To transform the lives of women and girls by mobilizing the collective power and passion of all women working together."* WFCO was organized to provide programs including grantmaking, research, public education, technical assistance and advancing philanthropy by women.

2. Summary of Significant Accounting Policies

Exempt Status

WFCO has received a determination letter from the Internal Revenue Service dated May 30, 2002, stating that WFCO is exempt from Federal income taxes under IRC Section 501(c)(3). WFCO is organized as an Ohio nonprofit corporation and, as such, is exempt from state income taxes.

WFCO has adopted the provisions of the Financial Accounting Standards Board (FASB) Accounting Standards Codification (ASC) relating to uncertain tax positions. WFCO does not believe its financial statements include any uncertain tax positions.

Financial Statement Presentation

Net Assets and revenues, gains and support are classified based on donor imposed restrictions. Accordingly, net assets of WFCO and changes therein are classified and reported as follows:

Unrestricted – Those resources that are not subject to donor imposed restrictions. Board designated amounts represent those revenues which the Board has set aside for a particular purpose.

Temporarily Restricted – Those resources subject to donor imposed restrictions which will be satisfied either by action of WFCO and/or passage of time.

Permanently Restricted – Those resources subject to a donor imposed restriction that they be maintained permanently by WFCO. The donors of these resources permitted WFCO to use all or part of the income earned, including capital appreciation, on related investments for unrestricted or temporarily restricted purposes.

Property and Equipment

Property and equipment are recorded at cost when purchased by WFCO, and at fair market value established by donors when received as an in-kind contribution. They are depreciated on the straight-line method over the estimated useful lives of three to five years.

Cash Equivalents

Cash equivalents include highly liquid investments with maturities of three months or less when purchased, excluding amounts classified as investments.

Allowance for Uncollectible Pledges Receivable

The carrying amount of pledges receivable is reduced by a valuation allowance that reflects management's best estimate of amounts deemed uncollectible.

THE WOMEN'S FUND OF CENTRAL OHIO

NOTES TO FINANCIAL STATEMENTS

June 30, 2017

2. Summary of Significant Accounting Policies (Continued)

Investments

Investments are recorded at fair value based on quoted market prices.

Contributions

Contributions, including unconditional promises to give (pledges receivable), are recorded as made. All contributions are available for unrestricted use unless specifically restricted by the donor. Conditional promises to give are recognized when the conditions on which they depend are substantially met. Unconditional promises to give due in the next year are recorded at their net realizable value. Unconditional promises to give due in subsequent years are recorded at the present value of their net realizable value, using a risk-free interest rate of 3% applicable to the years in which the promises are to be received. WFCO has allocated a reserve for uncollectible pledges based on historical experience in collecting pledges. At June 30, 2017 and 2016, the allowance for uncollectible pledges was \$23,379 and \$29,324, respectively.

Donor-restricted support is reported as an increase in temporarily or permanently restricted net assets, depending on the nature of the restriction. When a restriction expires (that is, when a stipulated time restriction ends or purpose restriction is accomplished), temporarily restricted net assets are reclassified to unrestricted net assets and reported in the statement of activities as net assets released from restriction. Support that is restricted by the donor is reported as an increase in unrestricted net assets if the restriction expires in the reporting period which the support is recognized.

Donated Services, Materials and Equipment

WFCO receives donated services from a variety of unpaid volunteers assisting WFCO in providing program services. However, no amounts have been recognized in the accompanying statements of activities because the criteria for recognition of such volunteer efforts has not been satisfied.

WFCO recognizes contribution revenue for marketing, printing, and event services received at the fair value of those services. During the years ended June 30, 2017 and 2016, contribution revenue recognized for those services totaled \$181,509, and \$175,466, respectively.

Estimates

Management uses estimates and assumptions in preparing financial statements in accordance with accounting principles generally accepted in the United States of America. Those estimates and assumptions affect the reported amounts of assets and liabilities, the disclosures of contingent assets and liabilities, and the reported revenues and expenses. Actual results could vary from the estimates that were used.

Recent Accounting Pronouncement

In February 2016, the FASB issued ASU 2016-02, Leases (Topic 842). The guidance in this ASU supersedes the leasing guidance in Topic 840, Leases. Under the new guidance, lessees are required to recognize lease assets and lease liabilities on the statement of financial position for all leases with terms longer than 12 months. Leases will be classified as either finance or operating, with classification affecting the pattern of expense recognition in the statement of activities. The new standard is effective for fiscal years beginning after December 15, 2019. A modified retrospective transition approach is required for lessees for capital and operating leases existing at, or entered into after, the beginning of the earliest comparative period presented in the financial statements, with certain practical expedients available. We expect the adoption of this new accounting standard to have minimal impact on our financial statements.

THE WOMEN'S FUND OF CENTRAL OHIO

NOTES TO FINANCIAL STATEMENTS

June 30, 2017

3. Pledges Receivable

Pledges receivable include the following unconditional promises to give as of June 30, net of allowance for uncollectible accounts.

	<u>2017</u>	<u>2016</u>
Pledges receivable	\$ 893,805	\$ 1,146,839
Less: Present value discount (3%)	11,640	22,154
Less: Allowance	23,379	29,324
Net Pledges Receivable	<u>\$ 858,786</u>	<u>\$ 1,095,361</u>
Amounts Due In:		
Less than one year	\$ 563,288	\$ 559,819
One to five years	295,498	535,542
Total Pledges Receivable	<u>\$ 858,786</u>	<u>\$ 1,095,361</u>

4. Operating Leases

WFCO leases office space and office equipment under long-term operating lease agreements having initial or remaining lease terms in excess of one year and expiring through December 2019.

The future minimum rental payments due under these leases are as follows:

<u>For the year ending June 30:</u>	<u>Amount</u>
2018	\$ 40,688
2019	41,243
2020	20,574
Total	<u>\$ 102,505</u>

Total rent expense for the years ended June 30, 2017 and 2016 was \$41,045 and \$39,916, respectively.

THE WOMEN'S FUND OF CENTRAL OHIO

NOTES TO FINANCIAL STATEMENTS

June 30, 2017

5. Restricted Net Assets

Temporarily Restricted

Temporarily restricted net assets are available for the following purposes:

	<u>2017</u>	<u>2016</u>
Time restricted for operations	\$ 720,602	\$ 919,461
Earnings on donor restricted endowment funds available for appropriation	1,182,319	940,076
Total	<u>\$ 1,902,921</u>	<u>\$ 1,859,537</u>

Permanently Restricted

Permanently restricted net assets represent contributions to a restricted endowment fund.

6. Investments

WFCO has an Endowment Fund held at two private money managers, who invest these funds according to WFCO's investment policy. As of June 30, 2017 and 2016, investments totaled \$4,223,308 and \$3,719,390, respectively.

Investments consisted of the following:

	<u>2017</u>	<u>2016</u>
Marketable Securities:		
Money market	\$ 112,467	\$ 163,950
Mutual funds	108,151	77,380
Exchange traded funds	868,356	690,720
Common stocks	2,484,744	2,325,720
U.S. government bonds	649,590	461,620
Total	<u>\$ 4,223,308</u>	<u>\$ 3,719,390</u>

7. Beneficial Interest in Assets Held by The Columbus Foundation

WFCO maintains a grant making account at The Columbus Foundation, an Ohio not-for-profit corporation. These assets are invested in a money market account. As of June 30, 2017 and 2016, the account balance was \$255,895 and \$249,645, respectively.

THE WOMEN'S FUND OF CENTRAL OHIO

NOTES TO FINANCIAL STATEMENTS

June 30, 2017

8. Concentration of Economic Risk

WFCO maintains its cash in bank deposit accounts which, at times, may exceed federally insured limits. WFCO has not experienced any losses in such accounts and does not believe it is exposed to any significant risk on cash and cash equivalents. WFCO also has invested in various securities which are subject to market fluctuations.

9. Assets and Liabilities – Fair Value Information

In accordance with the Fair Value Measurements and Disclosures Topic of the 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:

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.

Assets and liabilities measured at fair value on a recurring basis at June 30, 2017 and 2016 were as follows:

Description	2017			
	Total	Level 1	Level 2	Level 3
Marketable Securities:				
Money market	\$ 112,467	\$ 112,467	\$ -	\$ -
Mutual fund - equity	108,151	108,151	-	-
Exchange traded funds - domestic stocks	25,968	25,968	-	-
Exchange traded funds - international stocks	112,104	112,104	-	-
Exchange traded funds - bonds	730,284	730,284	-	-
Exchange traded funds - commodity	-	-	-	-
Common stocks - domestic	2,149,029	2,149,029	-	-
Common stocks - international	335,715	335,715	-	-
U.S. government bonds	649,590	649,590	-	-
Beneficial interest in assets held by others	255,895	-	255,895	-
Total Assets	\$ <u>4,479,203</u>	\$ <u>4,223,308</u>	\$ <u>255,895</u>	\$ <u>-</u>

THE WOMEN'S FUND OF CENTRAL OHIO

NOTES TO FINANCIAL STATEMENTS

June 30, 2017

9. Assets and Liabilities – Fair Value Information (Continued)

Description	2016			
	Total	Level 1	Level 2	Level 3
Marketable Securities:				
Money market	\$ 163,950	\$ 163,950	\$ -	\$ -
Mutual fund - equity	77,380	77,380	-	-
Exchange traded funds - domestic stocks	52,183	52,183	-	-
Exchange traded funds - international stocks	51,339	51,339	-	-
Exchange traded funds - bonds	551,468	551,468	-	-
Exchange traded funds - commodity	35,730	35,730	-	-
Common stocks - domestic	2,192,597	2,192,597	-	-
Common stocks - international	133,123	133,123	-	-
U.S. government bonds	461,620	461,620	-	-
Beneficial interest in assets held by others	249,645	-	249,645	-
Total Assets	\$ <u>3,969,035</u>	\$ <u>3,719,390</u>	\$ <u>249,645</u>	\$ <u>-</u>

The level 2 assets listed above were valued using the market approach and were determined using quoted market prices of similar assets.

10. Endowment Funds

WFCO's endowment consists of several individual funds established for a variety of purposes. Its endowment includes both donor-restricted endowment funds and funds designated by the Board of Trustees to function as endowments. As required by accounting principles generally accepted in the United States of America, net assets associated with endowment funds, including funds designated by the Board of Trustees to function as endowments, are classified and reported on the existence or absence of donor-imposed restrictions.

Interpretation of Relevant Law

The Board of Trustees of WFCO has interpreted the State of Ohio's Uniform Prudent Management Institutional Funds Act (UPMIFA) as requiring the preservation of the fair value of the original gift as of the gift date of the donor-restricted endowment funds absent explicit donor stipulations to the contrary. As a result of this interpretation, WFCO classifies as permanently restricted net assets (a) the original value of gifts donated to the permanent endowment, (b) the original value of subsequent gifts to the permanent endowment, and (c) accumulations to the permanent endowment made in accordance with the direction of the applicable donor gift instrument at the time the accumulation is added to the fund. The remaining portion of the donor-restricted endowment fund that is not classified in permanently restricted net assets is classified as temporarily restricted net assets until those amounts are appropriated for expenditure by the organization in a manner consistent with the standard of prudence prescribed by UPMIFA. In accordance with UPMIFA, WFCO considers the following factors in making a determination to appropriate or accumulate donor-restricted endowment fund:

THE WOMEN'S FUND OF CENTRAL OHIO

NOTES TO FINANCIAL STATEMENTS

June 30, 2017

10. Endowment Funds (Continued)

- (1) The duration and preservation of the donor-restricted endowment fund
- (2) The purposes of WFCO 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 WFCO
- (7) The investment policies of WFCO

Endowment Net Asset Composition by Type of Fund:

	2017			Total
	<u>Unrestricted</u>	<u>Temporarily Restricted</u>	<u>Permanently Restricted</u>	
Donor-restricted endowment funds	\$ -	\$ 1,182,319	\$ 1,344,476	\$ 2,526,795
Board-designated endowment funds	1,777,030	-	-	1,777,030
Total funds	<u>\$ 1,777,030</u>	<u>\$ 1,182,319</u>	<u>\$ 1,344,476</u>	<u>\$ 4,303,825</u>
	2016			
	<u>Unrestricted</u>	<u>Temporarily Restricted</u>	<u>Permanently Restricted</u>	Total
Donor-restricted endowment funds	\$ -	\$ 940,076	\$ 1,340,427	\$ 2,280,503
Board-designated endowment funds	1,515,355	-	-	1,515,355
Total funds	<u>\$ 1,515,355</u>	<u>\$ 940,076</u>	<u>\$ 1,340,427</u>	<u>\$ 3,795,858</u>

THE WOMEN'S FUND OF CENTRAL OHIO

NOTES TO FINANCIAL STATEMENTS

June 30, 2017

10. Endowment Funds (Continued)

Changes in Endowment Net Assets:

	2017			
	<u>Unrestricted</u>	<u>Temporarily Restricted</u>	<u>Permanently Restricted</u>	<u>Total</u>
Endowment net assets, beginning of year	\$ <u>1,515,355</u>	\$ <u>940,076</u>	\$ <u>1,340,427</u>	\$ <u>3,795,858</u>
Investment return:				
Dividends and interest	28,280	42,373	-	70,653
Net realized and unrealized gain (loss) on investments	144,790	216,943	-	361,733
Total investment return	<u>173,070</u>	<u>259,316</u>	<u>-</u>	<u>432,386</u>
Contributions	-	-	4,049	4,049
Transfers	100,000	-	-	100,000
Portfolio management fee	(11,395)	(17,073)	-	(28,468)
Endowment net assets, end of year	\$ <u><u>1,777,030</u></u>	\$ <u><u>1,182,319</u></u>	\$ <u><u>1,344,476</u></u>	\$ <u><u>4,303,825</u></u>
	2016			
	<u>Unrestricted</u>	<u>Temporarily Restricted</u>	<u>Permanently Restricted</u>	<u>Total</u>
Endowment net assets, beginning of year	\$ <u>1,447,705</u>	\$ <u>990,226</u>	\$ <u>1,337,202</u>	\$ <u>3,775,133</u>
Investment return:				
Dividends and interest	25,489	39,513	-	65,002
Net realized and unrealized gain (loss) on investments	(47,901)	(74,256)	-	(122,157)
Total investment return	<u>(22,412)</u>	<u>(34,743)</u>	<u>-</u>	<u>(57,155)</u>
Contributions	-	-	3,225	3,225
Transfers	100,000	-	-	100,000
Portfolio management fee	(9,938)	(15,407)	-	(25,345)
Endowment net assets, end of year	\$ <u><u>1,515,355</u></u>	\$ <u><u>940,076</u></u>	\$ <u><u>1,340,427</u></u>	\$ <u><u>3,795,858</u></u>

THE WOMEN'S FUND OF CENTRAL OHIO

NOTES TO FINANCIAL STATEMENTS

June 30, 2017

10. Endowment Funds (Continued)

Funds with Deficiencies

From time to time, the fair value of assets associated with individual donor-restricted endowment funds may fall below the level that the donor or UPMIFA requires WFCO to retain as a fund of perpetual duration. In accordance with accounting principles generally accepted in the United States of America, deficiencies of this nature reported in unrestricted net assets were \$-0- as of June 30, 2017 and 2016.

Return Objectives and Risk Parameters

WFCO has adopted an investment policy for endowment assets that attempts to provide a predictable stream of funding to programs supported by its endowment while seeking to maintain the purchasing power of the endowment assets. Endowment assets include those assets of donor-restricted funds that WFCO must hold in perpetuity or for a donor-specified period(s) as well as board-designated funds. Under its Board approved policy, WFCO's objective for these portfolios is to grow the principal with a moderate level of market risk.

Strategies Employed for Achieving Objectives

To satisfy its long-term rate-of-return objectives, WFCO relies on a total return strategy in which investment returns are achieved through both capital appreciation (realized and unrealized) and asset allocation that balances long-term return objectives within prudent risk constraints.

Spending Policy and How the Investment Objectives Relate to Spending Policy

The spending policy of WFCO allows for the spending of up to a rolling four percent of the prior 3 years of market value, net of expenses and calculated rate of inflation, without invading the principal balance. Because WFCO is currently trying to grow its endowment, no amounts have been appropriated to operations since WFCO's inception. WFCO's objective is to maintain the purchasing power of the endowment assets held in perpetuity as well as to provide additional real growth through new gifts and investment return.

11. Reclassifications

Certain reclassifications of the 2016 comparative information have been made to confirm to the 2017 presentation.

12. Subsequent Events

Subsequent events have been evaluated through October 12, 2017, which is the date the financial statements were available to be issued.

THE WOMEN'S FUND OF CENTRAL OHIO

SCHEDULE OF FUNCTIONAL EXPENSES

For the Year Ended June 30, 2017

	Program Grants, Research and Public Education	Support Services			Total
		Administrative Expenses	Fundraising Expenses	Total Support Services	
Salaries	\$ 361,491	51,225	184,871	\$ 236,096	\$ 597,587
Grants awarded	245,000	-	-	-	245,000
Marketing expense - In-kind	69,135	66,140	46,234	112,374	181,509
Equipment expense	-	385	-	385	385
Meetings, convenings and events	163,158	-	58,984	58,984	222,142
Dues and subscriptions	8,784	230	305	535	9,319
Occupancy	28,462	6,099	6,099	12,198	40,660
Postage	7,323	1,162	2,913	4,075	11,398
Printing	16,827	604	33,748	34,352	51,179
Payroll processing	4,876	294	4,381	4,675	9,551
Professional fees	121,228	42,766	2,950	45,716	166,944
Supplies	2,854	2,740	1,155	3,895	6,749
Telecommunications	-	-	-	-	-
Travel and vehicle	9,569	17,432	1,166	18,598	28,167
Insurance expense	-	4,322	-	4,322	4,322
Other expense	18,801	2,182	211	2,393	21,194
Portfolio management	-	29,420	-	29,420	29,420
Technology	4,526	17,743	6,619	24,362	28,888
Bank service charges	3,215	9,631	485	10,116	13,331
Bad debt	-	-	20,735	20,735	20,735
Total Expense Before Depreciation	<u>1,065,249</u>	<u>252,375</u>	<u>370,856</u>	<u>623,231</u>	<u>1,688,480</u>
Depreciation	-	10,736	-	10,736	10,736
Total Expenses	<u>\$ 1,065,249</u>	<u>\$ 263,111</u>	<u>\$ 370,856</u>	<u>\$ 633,967</u>	<u>\$ 1,699,216</u>

THE WOMEN'S FUND OF CENTRAL OHIO

SCHEDULE OF FUNCTIONAL EXPENSES

For the Year Ended June 30, 2016

	Program Grants, Research and Public Education	Support Services			Total
		Administrative Expenses	Fundraising Expenses	Total Support Services	
Salaries	\$ 332,076	50,464	163,672	214,136	\$ 546,212
Grants awarded	213,418	-	-	-	213,418
Marketing expense - In-kind	117,327	1,627	56,512	58,139	175,466
Equipment expense	47	650	47	697	744
Meetings, convenings and events	104,601	45	51,118	51,163	155,764
Dues and subscriptions	2,334	200	305	505	2,839
Occupancy	13,058	13,057	13,057	26,114	39,172
Postage	2,920	1,434	1,525	2,959	5,879
Printing	22,908	754	20,237	20,991	43,899
Payroll processing	4,761	628	3,245	3,873	8,634
Professional fees	29,083	27,881	3,746	31,627	60,710
Supplies	3,264	1,771	1,397	3,168	6,432
Telecommunications	-	787	-	787	787
Travel and vehicle	16,561	7,576	1,830	9,406	25,967
Insurance expense	-	3,995	-	3,995	3,995
Other expense	15,259	95	5,698	5,793	21,052
Portfolio management	-	25,468	-	25,468	25,468
Technology	3,053	3,853	3,669	7,522	10,575
Bank service charges	-	852	11,914	12,766	12,766
Bad debt	-	-	26,465	26,465	26,465
Total Expense Before Depreciation	<u>880,670</u>	<u>141,137</u>	<u>364,437</u>	<u>505,574</u>	<u>1,386,244</u>
Depreciation	-	10,686	-	10,686	10,686
Total Expenses	<u>\$ 880,670</u>	<u>\$ 151,823</u>	<u>\$ 364,437</u>	<u>\$ 516,260</u>	<u>\$ 1,396,930</u>