



**KISHWAUKEE COLLEGE FOUNDATION
MALTA, ILLINOIS**
(Component Unit of Kishwaukee
College District Number 523)

FINANCIAL STATEMENTS AND
INDEPENDENT AUDITOR'S REPORT

For the Year Ended June 30, 2024
(With Summarized Financial Information
for the Year Ended June 30, 2023)



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**KISHWAUKEE COLLEGE FOUNDATION
MALTA, ILLINOIS
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INDEPENDENT AUDITOR'S REPORT

Board of Directors
Kishwaukee College Foundation
Malta, Illinois

Opinion

We have audited the accompanying financial statements of Kishwaukee College Foundation (the Foundation), a component unit of Kishwaukee College District Number 523, which comprise the statement of financial position as of June 30, 2024, and the related statements of activities and cash flows for the year then ended, and the related notes to the financial statements.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the Foundation as of June 30, 2024, and the changes in its net assets and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

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

Report on Summarized Comparative Information

The financial statements of Kishwaukee College Foundation as of June 30, 2023 were audited by Sikich LLP, whose report dated October 5, 2023 expressed an unmodified opinion of those financial statements. Effective as of April 30, 2024, Sikich LLP reorganized and transferred its attest practice to Sikich CPA LLC, a Virginia limited liability company. In our opinion, the summarized comparative information presented herein as of and for the year ended June 30, 2023, is consistent, in all material respects, with the audited financial statements from which it has been derived.

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 Foundation's 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 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 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.

Sikich CPA LLC

Brookfield, Wisconsin
October 8, 2024

FINANCIAL STATEMENTS

**KISHWAUKEE COLLEGE FOUNDATION
MALTA, ILLINOIS**

STATEMENT OF FINANCIAL POSITION

June 30, 2024

(With Summarized Comparative Financial Information as of June 30, 2023)

	<u>2024</u>	<u>2023</u>
ASSETS		
Cash and cash equivalents	\$ 46,889	\$ 80,381
Pledges receivable	479	10,887
Prepaid expenses	16,614	1,562
Investments	9,865,954	8,825,661
TOTAL ASSETS	<u>\$ 9,929,936</u>	<u>\$ 8,918,491</u>
LIABILITIES AND NET ASSETS		
LIABILITIES		
Due to Kishwaukee College	\$ 179,580	\$ 3,275
Deferred revenue	1,481	-
Accrued salaries	-	504
Total liabilities	<u>181,061</u>	<u>3,779</u>
NET ASSETS		
Without donor restrictions	1,245,259	1,225,814
With donor restrictions	8,503,616	7,688,898
Total net assets	<u>9,748,875</u>	<u>8,914,712</u>
TOTAL LIABILITIES AND NET ASSETS	<u>\$ 9,929,936</u>	<u>\$ 8,918,491</u>

See accompanying notes to the financial statements.

**KISHWAUKEE COLLEGE FOUNDATION
MALTA, ILLINOIS**

STATEMENT OF ACTIVITIES

For the Year Ended June 30, 2024
(With Summarized Comparative Financial Information as of June 30, 2023)

	2024			2023 Total
	Without Donor Restrictions	With Donor Restrictions	Total	
REVENUES				
Contributions	\$ 52,583	\$ 352,177	\$ 404,760	\$ 588,506
Special events and other	97,485	-	97,485	35,453
In-kind donations	38,123	-	38,123	41,953
Interest and dividends, net	35,204	144,146	179,350	200,371
Net realized gain on investments	98,613	406,295	504,908	935,132
Net unrealized gain (loss) on investments	127,538	508,177	635,715	(286,886)
Other income	127,039	-	127,039	126,701
Net assets released from restrictions	596,077	(596,077)	-	-
Total revenues	1,172,662	814,718	1,987,380	1,641,230
EXPENSES				
Program services				
Scholarships granted	370,064	-	370,064	453,670
Program enhancements	353,415	-	353,415	197,105
Return of donor requested funds	50,957	-	50,957	65,771
Contributed goods	22,347	-	22,347	18,790
Contributed wages and benefits	46,188	-	46,188	32,773
Wages and benefits	87,410	-	87,410	76,258
Total program services	930,381	-	930,381	844,367
Management and general				
Wages and benefits	33,239	-	33,239	47,943
Contributed wages and benefits	80,831	-	80,831	46,532
Administrative fee	127,038	-	127,038	126,701
Professional services	70,338	-	70,338	65,797
Supplies	10,614	-	10,614	12,898
Total management and general	322,060	-	322,060	299,871
Direct donor benefits- meals, auction, and entertainment	31,967	-	31,967	37,117
Fundraising				
Wages and benefits	16,412	-	16,412	28,249
Contributed wages and benefits	55,655	-	55,655	49,684
Other	8,713	-	8,713	10,585
Total fundraising	80,780	-	80,780	88,518
Total supporting services	434,807	-	434,807	425,506
Total expenses	1,365,188	-	1,365,188	1,269,873
Transfer from Affiliate - Kishwaukee College				
Wages and benefits	182,674	-	182,674	128,989
Return of unused funds	29,297	-	29,297	62,389
CHANGE IN NET ASSETS	19,445	814,718	834,163	562,735
NET ASSETS, BEGINNING OF YEAR	1,225,814	7,688,898	8,914,712	8,351,977
NET ASSETS, END OF YEAR	\$ 1,245,259	\$ 8,503,616	\$ 9,748,875	\$ 8,914,712

See accompanying notes to the financial statements.

**KISHWAUKEE COLLEGE FOUNDATION
MALTA, ILLINOIS**

STATEMENT OF CASH FLOWS

For the Year Ending June 30, 2024
(With Summarized Comparative Financial Information as of June 30, 2023)

	2024	2023
CASH FLOWS FROM OPERATING ACTIVITIES		
Change in net assets	\$ 834,163	\$ 562,735
Adjustments to reconcile change in net assets to net cash from operating activities:		
Contributions restricted for long-term investment	(66,905)	(26,175)
Net realized gain on investments	(504,908)	(935,132)
Net unrealized (gain) loss on investments	(635,715)	286,886
(Increase) decrease in:		
Pledges receivable	10,408	(10,887)
Prepaid expenses	(15,052)	(568)
Increase (decrease) in:		
Due to Kishwaukee College	176,305	1,632
Deferred revenue	1,481	(10,000)
Accrued salaries	(504)	(1,764)
Total adjustments	(1,034,890)	(696,008)
Net cash from operating activities	(200,727)	(133,273)
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchases of investments	(7,305,449)	(11,865,946)
Sales and maturities of investments	7,405,779	11,905,276
Net cash from investing activities	100,330	39,330
CASH FLOWS FROM FINANCING ACTIVITIES		
Contributions restricted for long-term investment	66,905	26,175
NET INCREASE IN CASH AND CASH EQUIVALENTS	(33,492)	(67,768)
CASH AND CASH EQUIVALENTS, BEGINNING OF YEAR	80,381	148,149
CASH AND CASH EQUIVALENTS, END OF YEAR	\$ 46,889	\$ 80,381

See accompanying notes to the financial statements.

**KISHWAUKEE COLLEGE FOUNDATION
MALTA, ILLINOIS**

NOTES TO FINANCIAL STATEMENTS

June 30, 2024

(With Summarized Financial Information for the Year Ended June 30, 2023)

1. NATURE OF ACTIVITIES

The Kishwaukee College Foundation (the Foundation) was formed in 1971. The Foundation was organized to support the educational and cultural programs of Kishwaukee College District Number 523 (the College), facilities improvement, instructional program enhancement, grants, and student scholarships.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

a. Basis of Presentation

These financial statements, which are presented on the accrual basis of accounting, have been prepared to focus on the Foundation as a whole and to present balances and transactions according to the existence or absence of donor-imposed restrictions. This has been accomplished by classification of fund balances and transactions into two classes of net assets: without donor restrictions and with donor restrictions. Accordingly, net assets and changes therein are classified as follows:

Net Assets Without Donor Restrictions - Net assets not subject to donor-imposed restrictions. Net assets without donor restrictions may be designated for specific purposes by actions of the Board of Directors or may otherwise be limited by contractual agreements with outside parties. Board designated assets as of June 30, 2024 and 2023 were \$46,600 for the endowment.

Net Assets With Donor Restrictions - Net assets subject to donor-imposed stipulations that either expire by passage of time, can be fulfilled and removed by actions of the Foundation pursuant to those restrictions or are required to be maintained in perpetuity by the Foundation.

Revenues are reported as increases in net assets without donor restrictions unless use of the related assets is limited by donor-imposed restrictions. Expenses are reported as decreases in net assets without donor restrictions. Gains and losses on investments and other assets or liabilities are reported as increases or decreases in net assets without donor restrictions unless their use is restricted by explicit donor stipulation. Expirations of restrictions on net assets (i.e., the donor stipulated purpose has been fulfilled and/or the stipulated time period has elapsed) are reported as reclassifications between the applicable classes of net assets.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

b. Cash and Cash Equivalents

All highly liquid investments with an original maturity of three months or less when purchased are deemed cash equivalents.

The Foundation maintains its cash and cash equivalents in financial institutions, which at times may exceed federally insured limits. At June 30, 2024 and 2023, the Foundation's accounts did not exceed federally insured limits. The Foundation has not experienced any losses in such accounts and believes it is not exposed to any significant credit risk on cash.

c. Pledges Receivable

Pledges receivable are unconditional promises to give and are carried at the net present value of original pledged amounts less an estimate made for uncollectible pledges based on a review of all outstanding amounts on a monthly basis. The present value discounts on those amounts are computed using risk adjusted rates applicable to the years in which the promises were received. Management determines the allowance for uncollectible pledges by regularly evaluating individual receivables and considering a donor's financial condition and current economic conditions. Pledges receivable are written off when deemed uncollectible. Recoveries of pledges receivable previously written off are recorded as revenue when received. As of June 30, 2024 and 2023, management has determined that all pledges are fully collectible within the next fiscal year, and no allowance is required.

d. Investments

Investments in equity securities with readily determinable fair values and all investments in debt securities are measured at fair value on the statement of financial position. The realized and unrealized gain or loss on investments is reflected on the statement of activities. Investment return is reported net external and direct internal investment expenses.

Investments, in general, are subject to various risks, including credit, interest and overall market volatility risks. Due to the level of the risk associated with certain investment securities, it is reasonably possible that changes in values of investment securities will occur in the near term and such changes could materially affect the amounts reported in the financial statements.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

e. Revenue Recognition

Contributions

The Foundation recognizes contributions when cash, securities or other assets; an unconditional promise to give; or a notification of beneficial interest is received. Conditional promises to give – that is, those with a measurable performance or other barrier and a right to return – are not recognized until the conditions on which they depend have been met. There were no conditional contributions as of June 30, 2024 and 2023.

Special Events and Other Revenue

The portion of sponsorship revenue and ticket sales that relates to the commensurate value the sponsor and attendee receives in return is recognized when the related events are held, and performance obligations are met. Sponsorship revenue and ticket sales received in advance of the event are reported as deferred revenue on the statement of financial position. There were no contract assets (accounts receivable) as of July 1, 2023, or 2022. Contract liabilities (deferred revenue) as of July 1, 2023 and 2022 were \$0, and \$10,000, respectively.

f. In-kind Donations

The Foundation recognizes the fair value of contributed services if such services create or enhance nonfinancial assets or require specialized skills that are provided by individuals possessing those skills and would typically need to be purchased if not contributed. Donated assets are recorded in the financial statements as assets and revenue at their estimated fair market value on the dates the assets are contributed.

g. Functional Allocation of Expenses

The costs of providing the various programs and other activities have been summarized on a functional basis in the statements of activities. Accordingly, certain costs have been allocated among the programs and supporting services benefited. Costs are directly charged except salaries and wages, which are allocated based on time and effort.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

h. Income Taxes

The Foundation is a not-for-profit organization that is exempt from income taxes under Section 501(c)(3) of the Internal Revenue Code. The Foundation is not classified as a private foundation. The Foundation evaluates its uncertain tax positions on an annual basis, and there have been no recorded uncertain tax positions recorded in 2024, 2023 or 2022. Therefore, no provision or liability for income taxes has been included in the financial statements. The Foundation files various federal or state non-profit tax returns. The Foundation is no longer subject to U.S. federal or state examinations by tax authorities for tax years prior to 2021.

i. Use of Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America (GAAP) requires management to make estimates and assumptions that affect certain reported amounts and disclosures of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Accordingly, actual results could differ from those estimates.

j. Prior Year Information

The financial statements include certain prior year summarized comparative information in total but not by net asset class. Such information does not include sufficient detail to constitute a presentation in conformity with GAAP. Accordingly, such information should be read in conjunction with the Foundation's financial statements for the year ended June 30, 2023, from which the summarized information was derived.

3. LIQUIDITY AND AVAILABILITY

The Foundation receives contributions with donor restrictions to be used in accordance with the associated purpose restrictions. It also receives gifts to establish endowments that will exist in perpetuity; the income generated from these endowments is used to fund programs. In addition, the Foundation receives support without donor restrictions.

The Foundation considers investment income without donor restrictions, appropriated earnings from donor restricted and board-designated (quasi) endowments, contributions without donor restrictions and contributions with donor restrictions for use in current programs which are ongoing, major and central to its annual operations to be able to meet cash needs for general expenditures. General expenditures include administrative and general expenses, fundraising expenses and grant commitments expected to be paid in the subsequent year. Annual operations are defined as activities during the Foundation's fiscal year.

KISHWAUKEE COLLEGE FOUNDATION
MALTA, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

3. LIQUIDITY AND AVAILABILITY (Continued)

The Foundation manages its cash available to meet general expenditures following three guiding principles:

- Operating within a prudent range of financial soundness and stability,
- Maintaining adequate liquid assets, and
- Maintaining sufficient reserves to provide reasonable assurance that long-term grant commitments and obligations under endowments with donor restrictions and quasi-endowments that support mission fulfillment will continue to be met, ensuring the sustainability of the Foundation.

Financial assets available for general expenditures, that is without donor or other restrictions limiting their use, within one year of the statement of financial position date, are comprised of the following:

	<u>2024</u>	<u>2023</u>
Cash and cash equivalents	\$ 46,889	\$ 80,381
Pledges receivable	479	10,887
Investments	9,865,954	8,825,661
Total financial assets and liquid resources	<u>9,913,322</u>	<u>8,916,929</u>
Less:		
Donor restriction	(8,503,616)	(7,688,898)
Board designated	(46,600)	(46,600)
Total financial assets not available for use	<u>(8,550,216)</u>	<u>(7,735,498)</u>
TOTAL FINANCIAL ASSETS AVAILABLE TO MEET GENERAL EXPENDITURES WITHIN ONE YEAR	<u><u>\$ 1,363,106</u></u>	<u><u>\$ 1,181,431</u></u>

4. INVESTMENTS AND FAIR VALUE MEASUREMENTS

GAAP establishes a framework for measuring fair value. That framework uses a hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. GAAP requires the Foundation to maximize the use of observable inputs when measuring fair value. The hierarchy describes three levels of inputs, which are as follows:

- Level 1: Quoted prices in active markets for identical assets or liabilities.
- Level 2: Quoted prices for similar assets or liabilities in active markets; quoted prices for identical assets or liabilities in inactive markets; or inputs that are derived principally from or corroborated by observable market data by correlation or other means.

KISHWAUKEE COLLEGE FOUNDATION
MALTA, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

4. INVESTMENTS AND FAIR VALUE MEASUREMENTS (Continued)

Level 3: Significant unobservable inputs.

In many cases, a valuation technique used to measure fair value includes inputs from more than one level of the fair value hierarchy. The lowest level of significant input determines the placement of the entire fair value measurement in the hierarchy. The categorization of an investment within the hierarchy reflects the relative ability to observe the fair value measure and does not necessarily correspond to the perceived risk of that investment.

The Foundation recognizes transfers between levels in the fair value hierarchy at the end of the reporting period. There were no transfers between levels during the years ended June 30, 2024 or 2023.

Fair value measurements for investments at June 30, 2024 were as follows:

	Level 1	Level 2	Level 3	Total
Money market funds	\$ 728,482	\$ -	\$ -	\$ 728,482
Common stock	3,923,395	-	-	3,923,395
Corporate bonds	-	720,821	-	720,821
Mutual funds	4,493,256	-	-	4,493,256
TOTAL INVESTMENTS	\$ 9,145,133	\$ 720,821	\$ -	\$ 9,865,954

Fair value measurements for investments at June 30, 2023 were as follows:

	Level 1	Level 2	Level 3	Total
Money market funds	\$ 461,799	\$ -	\$ -	\$ 461,799
Common stock	3,431,097	-	-	3,431,097
Corporate bonds	-	972,125	-	972,125
Mutual funds	3,960,640	-	-	3,960,640
TOTAL INVESTMENTS	\$ 7,853,536	\$ 972,125	\$ -	\$ 8,825,661

Money market funds and mutual funds are valued at net asset value of shares on the last trading day of the fiscal year.

Common stock is valued at the closing quoted price in an active market.

Corporate bonds generally do not trade in active markets on the measurement date. Therefore, corporate bonds are valued using inputs including yields currently available on comparable securities of issuers with similar credit ratings, recent market price quotations (where observable), bond spreads, and fundamental data relating to the issuer.

KISHWAUKEE COLLEGE FOUNDATION
MALTA, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

5. NET ASSETS WITH DONOR RESTRICTIONS

Net assets with donor restrictions are available for the following purposes as of June 30:

	<u>2024</u>	<u>2023</u>
Unappropriated earnings restricted for purpose:		
Scholarships	\$ 2,504,574	\$ 2,118,611
Program enhancement	2,376,292	2,033,549
Restricted in perpetuity:		
Scholarships	2,373,880	2,299,878
Program enhancement	1,248,870	1,236,860
TOTAL	<u>\$ 8,503,616</u>	<u>\$ 7,688,898</u>

Included in program enhancements is an endowment fund that the donor explicitly states a portion of the income is to be re-invested. This fund balance was \$18,577 and \$18,037 at June 30, 2024 and 2023, respectively. The income/loss related to this endowment was \$540 and \$260 for the years ended June 30, 2024 and 2023, respectively.

6. ENDOWMENT

The Foundation's endowment consists of both donor-restricted term and permanent endowment funds and funds designated by the Board of Directors to function as endowments. As required by GAAP, net assets associated with endowment funds are classified and reported based on the existence or absence of donor-imposed restrictions.

The Board of Directors of the Foundation has interpreted the Uniform Prudent Management of Institutional Funds Act (UPMIFA) as requiring the preservation of the historic dollar 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, the Foundation classifies as net assets to be held in perpetuity (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 net assets to be held in perpetuity is classified as net assets with donor restrictions until those amounts are appropriated for expenditure by the Foundation in a manner consistent with the standard of prudence prescribed by UPMIFA.

KISHWAUKEE COLLEGE FOUNDATION
MALTA, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

6. ENDOWMENT (Continued)

The Foundation has adopted investment and spending policies for endowment assets that attempt to provide a predictable stream of funding to programs supported by its endowment while seeking to maintain the purchasing power of the endowment assets. The endowment assets are invested in accordance with predetermined asset allocation and performance benchmarks. To satisfy its long-term rate-of-return objectives, the Foundation relies on a total return strategy in which investment returns are achieved through both capital appreciation (realized and unrealized) and current yield (interest and dividends). The endowment shall distribute annually up to 5% of a trailing average of three years of the endowment’s total asset value. Annually no more than 2% of the trailing three-year average endowment’s total asset value will be distributed for administration fees. For the years ended June 30, 2024 and 2023, the endowment, as approved by the Board of Directors, distributed 4% of the trailing average to recipients and had 1.50% of the trailing average distributed for administration fees.

From time to time, certain donor-restricted endowment funds may have fair values less than the amount required to be maintained by donors or by law (underwater endowments). The Foundation has interpreted UPMIFA to permit spending from underwater endowments in accordance with prudent measures required under law. There were no amounts underwater as of June 30, 2024 or 2023.

The board designated quasi endowment is designated for future scholarships.

Endowment net asset composition by type of fund as of June 30, 2024:

	<u>With Donor Restrictions</u>			<u>Total</u>
	<u>Without Donor Restrictions</u>	<u>Restricted for Time or Purpose</u>	<u>Donor Restricted Corpus</u>	
Board designated	\$ 46,600	\$ -	\$ -	\$ 46,600
Donor-restricted	-	4,880,866	3,622,750	8,503,616
TOTAL	\$ 46,600	\$ 4,880,866	\$ 3,622,750	\$ 8,550,216

KISHWAUKEE COLLEGE FOUNDATION
MALTA, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

6. ENDOWMENT (Continued)

During the year ended June 30, 2024, the Foundation had the following endowment related activities:

	<u>With Donor Restrictions</u>			Total
	Without Donor Restrictions	Restricted for Time or Purpose	Donor Restricted Corpus	
Endowment net assets, beginning of year	\$ 46,600	\$ 4,152,160	\$ 3,536,738	\$ 7,735,498
Contribution and other additions	-	285,272	66,905	352,177
Investment return, net	-	1,058,618	-	1,058,618
Transfers	-	-	19,107	19,107
Amounts appropriated for expenditure	-	(615,184)	-	(615,184)
ENDOWMENT ASSETS, END OF YEAR	\$ 46,600	\$ 4,880,866	\$ 3,622,750	\$ 8,550,216

Endowment net asset composition by type of fund as of June 30, 2023:

	<u>With Donor Restrictions</u>			Total
	Without Donor Restrictions	Restricted for Time or Purpose	Donor Restricted Corpus	
Board designated	\$ 46,600	\$ -	\$ -	\$ 46,600
Donor-restricted	-	4,152,160	3,536,738	7,688,898
TOTAL	\$ 46,600	\$ 4,152,160	\$ 3,536,738	\$ 7,735,498

KISHWAUKEE COLLEGE FOUNDATION
MALTA, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

6. ENDOWMENT (Continued)

During the year ended June 30, 2023 the Foundation had the following endowment related activities:

	With Donor Restrictions			Total
	Without Donor Restrictions	Restricted for Time or Purpose	Donor Restricted Corpus	
Endowment net assets, beginning of year	\$ 46,600	\$ 3,685,101	\$ 3,506,756	\$ 7,238,457
Contribution and other additions	-	427,433	26,517	453,950
Investment return, net	-	677,085	261	677,346
Transfers	-	-	3,204	3,204
Amounts appropriated for expenditure	-	(637,459)	-	(637,459)
ENDOWMENT ASSETS, END OF YEAR	\$ 46,600	\$ 4,152,160	\$ 3,536,738	\$ 7,735,498

7. IN-KIND CONTRIBUTIONS

The Foundation received the following contributions and nonfinancial assets for the year ending June 30:

	2024	2023
Automotive equipment and supplies	\$ 7,847	\$ 18,790
Donated space for fundraiser	2,930	2,930
Trailer	14,500	-
Auction items	12,846	20,233
Subtotal	38,123	41,953
Transfer from affiliate - Kishwaukee Personnel salaries and benefits	182,674	128,989
TOTAL	\$ 220,797	\$ 170,942

Any contributions of auction items are monetized, and contributions of other non-financial assets are used in the Foundation's program services.

KISHWAUKEE COLLEGE FOUNDATION
MALTA, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

7. IN-KIND CONTRIBUTIONS (Continued)

The Foundation receives contributed services from Kishwaukee College in the form of personnel salaries and benefits. The personnel salaries and benefits are reported using the personnel's current rates for the salaries and benefits. The contributed services were utilized in the Foundation's program services, as well as the Foundation's management and general and fundraising functions. The donated services are shown as a transfer from affiliate in the Statement of Activities.

The Foundation receives items to be sold at its annual auction which are then monetized. Contributed auction items are valued at the gross selling price received. Some donors have restricted the proceeds from the sale of the auction items for specified purposes to benefit Kishwaukee College Foundation.

Contributed automotive equipment, trailer, and supplies received by the Foundation are recorded as in-kind contribution revenue and assets transferred to Kishwaukee College Foundation in the Statement of Activities as in-kind donations - materials and supplies. The Foundation values the donated equipment and supplies using the estimated price that would be received for selling similar products in the primary market. The automotive equipment, trailer and supplies are donor restricted to be used in Kishwaukee College's automotive program.

8. RELATED PARTY TRANSACTIONS AND TRANSFERS FROM AFFILIATE

The Foundation makes payments to the College, a related party for scholarships and program enhancements. During the years ended June 30, 2024 and 2023, the Foundation incurred expenses of \$370,064 and \$453,670 for scholarships and \$353,415 and \$197,105 for program enhancements, respectively, to the College. At June 30, 2024 and 2023, the Foundation owed the College \$179,580 and \$3,275, respectively, related to scholarships, awards, and miscellaneous other expenses. Additionally, the College pays a portion of the salaries and benefits of the Foundation's employees. During the years ended June 30, 2024 and 2023, the Foundation has recorded \$182,674 and \$128,989, respectively, on the financial statements as transfers from affiliate and the related in-kind expenses for the personnel costs incurred by the College on the Foundation's behalf. In addition, the College returned unused funds of \$29,297 and \$62,389, respectively to the Foundation during the years ended June 30, 2024 and 2023. During the years ended June 30, 2024 and 2023, the Foundation received \$25,323 and \$28,385, respectively, from various members of the Foundation's Board of Directors.

9. SUBSEQUENT EVENTS

Subsequent events are events or transactions that occur after year end but before financial statements are issued or are available to be issued. These events and transactions either provide additional evidence about conditions that existed at the date of the statement of financial position, including the estimates inherent in the process of preparing financial statements (that is, recognized subsequent events), or provide evidence about conditions that did not exist at the date of the statement of financial position but arose after that date (that is, non-recognized subsequent events).

KISHWAUKEE COLLEGE FOUNDATION
MALTA, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

9. SUBSEQUENT EVENTS (Continued)

The Foundation has evaluated subsequent events through October 8, 2024, which was the date that these financial statements were available for issuance, and determined that there were no significant unrecognized subsequent events through that date.