

Community Foundation of Utah and Community Trust of Utah

CONSOLIDATED FINANCIAL STATEMENTS AND INDEPENDENT AUDITOR'S REPORT
For the Years Ended December 31, 2021 and 2020



COMMUNITY FOUNDATION OF UTAH AND COMMUNITY TRUST OF UTAH

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Independent Auditor's Report

To the Board of Directors
Community Foundation of Utah and Community Trust of Utah

Opinion

We have audited the accompanying consolidated financial statements of the **Community Foundation of Utah and the Community Trust of Utah** (collectively the "Organization"), which comprise the consolidated statements of financial position as of December 31, 2021 and 2020, and the related consolidated statements of activities, functional expenses, and cash flows for the years then ended, and the related notes to the consolidated financial statements.

In our opinion, the consolidated financial statements referred to above present fairly, in all material respects, the financial position of the Organization as of December 31, 2021 and 2020, and the results of its operations 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 Consolidated Financial Statements section of our report. We are required to be independent of the Organization 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.

Report on Supplemental Schedules

Our audits were conducted for the purpose of forming an opinion on the consolidated financial statements as a whole. The 2021 and 2020 supplemental schedules on pages 26 through 29 are presented for the purpose of additional analysis and are not a required part of the consolidated financial statements. These schedules are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the consolidated financial statements. The information has been subjected to the auditing procedures applied in the audits of the consolidated financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the consolidated financial statements or to the consolidated 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 consolidated financial statements.

Responsibilities of Management for the Consolidated Financial Statements

Management is responsible for the preparation and fair presentation of the consolidated 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 consolidated financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the consolidated financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the Organization's

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

Auditor's Responsibilities for the Audit of the Consolidated Financial Statements

Our objectives are to obtain reasonable assurance about whether the consolidated 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 consolidated 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 consolidated 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 consolidated 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 Organization'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 consolidated financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the Organization'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 audits.

A handwritten signature in cursive script that reads "Lawson Company P.C.".

Salt Lake City, Utah
December 8, 2022

**COMMUNITY FOUNDATION OF UTAH AND
COMMUNITY TRUST OF UTAH**
Consolidated Statements of Financial Position
As of December 31, 2021 and 2020

<u>ASSETS</u>	<u>2021</u>	<u>2020</u>
Current assets:		
Cash and cash equivalents	\$ 34,127,943	\$ 3,491,222
Accrued interest on notes receivable	99,956	282,872
Notes receivable, current portion	407,936	1,109,196
Unrelated business income tax recoverable	1,152,287	5,559,996
Total current assets	35,788,122	10,443,286
Investments	117,014,107	61,565,106
Financial assets, at cost	10,389,769	37,424,032
Land	3,100,000	3,100,000
Notes receivable, net of current portion	13,074,719	13,375,390
Other assets	70,000	70,000
Interest in variable life policy	519,157	317,856
Total assets	\$ 179,955,874	\$ 126,295,670
<u>LIABILITIES AND NET ASSETS</u>		
Current liabilities:		
Accounts payable and accrued liabilities	\$ 356,794	\$ 17,582
Total current liabilities	356,794	17,582
Agency funds	988,258	536,339
Total liabilities	1,345,052	553,921
Net assets:		
Without donor restrictions:		
Board designated net assets	169,350,446	118,851,640
Board designated endowment	8,130,864	5,921,599
Undesignated net assets	1,069,512	908,510
Total net assets without donor restrictions	178,550,822	125,681,749
With donor restrictions:		
Purpose restrictions	60,000	60,000
Total net assets with donor restrictions	60,000	60,000
Total net assets	178,610,822	125,741,749
Total liabilities and net assets	\$ 179,955,874	\$ 126,295,670

The accompanying notes to the consolidated financial statements are an integral part of these statements

**COMMUNITY FOUNDATION OF UTAH AND
COMMUNITY TRUST OF UTAH**
Consolidated Statements of Activities
For the Years Ended December 31, 2021 and 2020

	2021	2020
Changes in net assets without donor restrictions:		
Support, revenues and losses:		
Contributions	\$ 11,790,669	\$ 8,111,404
Contributions of financial assets	140,938,588	120,610,111
Contribution of notes receivable	-	5,277,000
Return on investments, net of fees	9,442,401	5,478,027
Impairment loss	(72,620)	-
Other income (loss)	117,100	(696,080)
	162,216,138	138,780,462
Total support, revenues and losses		
	60,000	970,000
Release of restrictions	60,000	970,000
Total support, revenues, losses and release of restrictions	162,276,138	139,750,462
Expenses:		
Program services:		
Community grants awarded	107,490,089	95,569,455
Other program services	899,590	526,707
	108,389,679	96,096,162
Total program services		
Supporting services:		
Management and general	350,352	306,657
Fundraising and development	116,374	71,868
	466,726	378,525
Total supporting services		
Total functional expenses	108,856,405	96,474,687
Unrelated business income tax	550,660	174
Total expenses	109,407,065	96,474,861
Change in net assets without donor restrictions	52,869,073	43,275,601
Changes in net assets with donor restrictions:		
Contributions	60,000	60,000
Release of restrictions	(60,000)	(970,000)
	-	(910,000)
Increase (decrease) in net assets with donor restrictions		
Change in net assets	52,869,073	42,365,601
Net assets, beginning of year	125,741,749	83,376,148
Net assets, end of year	\$ 178,610,822	\$ 125,741,749

The accompanying notes to the consolidated financial statements are an integral part of these statements

**COMMUNITY FOUNDATION OF UTAH AND
COMMUNITY TRUST OF UTAH**

Consolidated Statement of Functional Expenses
For the Year Ended December 31, 2021

	Program services		Supporting services		Total
	Community grants awarded	Other program services	Management and general	Fundraising and development	2021
Compensation of current officers, directors, trustees, and key employees	\$ -	\$ 87,768	\$ 40,174	\$ 21,942	\$ 149,884
Other salaries and wages	-	228,407	90,133	42,208	360,748
Employer 403(b) contributions	-	-	10,522	-	10,522
Other employee benefits	-	-	31,821	-	31,821
Payroll taxes	-	28,611	9,629	4,875	43,115
Total salaries and related expenses	-	344,786	182,279	69,025	596,090
Grants	107,490,089	-	-	-	107,490,089
Legal	-	103,240	31,572	2,310	137,122
Accounting	-	17,006	45,599	152	62,757
Other	-	295,561	76,974	34,316	406,851
Marketing and promotion	-	2,728	341	341	3,410
Office expenses	-	11,266	4,024	1,473	16,763
Information technology	-	8,563	1,070	1,070	10,703
Occupancy	-	40,191	5,024	5,024	50,239
Travel	-	667	83	83	833
Conferences, conventions, and meetings	-	18,487	-	-	18,487
Insurance	-	6,244	780	780	7,804
Membership dues	-	7,970	996	996	9,962
Donor relations	-	1,109	-	-	1,109
All other expenses	-	41,772	1,610	804	44,186
Total functional expenses	\$ 107,490,089	\$ 899,590	\$ 350,352	\$ 116,374	\$ 108,856,405

The accompanying notes to the consolidated financial statements are an integral part of these statements

**COMMUNITY FOUNDATION OF UTAH AND
COMMUNITY TRUST OF UTAH**

Consolidated Statement of Functional Expenses
For the Year Ended December 31, 2020

	Program services		Supporting services		Total
	Community grants awarded	Other program services	Management and general	Fundraising and development	2020
Compensation of current officers, directors, trustees, and key employees	\$ -	\$ 80,520	\$ 36,826	\$ 20,130	\$ 137,476
Other salaries and wages	-	181,911	97,812	26,667	306,390
Employer 403(b) contributions	-	-	9,108	-	9,108
Other employee benefits	-	-	18,905	-	18,905
Payroll taxes	-	22,922	10,365	3,264	36,551
Total salaries and related expenses	-	285,353	173,016	50,061	508,430
Grants	95,569,455	-	-	-	95,569,455
Legal	-	30,487	12,860	2,541	45,888
Accounting	-	7,212	50,322	162	57,696
Other	-	84,045	56,802	7,920	148,767
Marketing and promotion	-	13,418	1,677	1,677	16,772
Office expenses	-	14,875	3,948	2,016	20,839
Information technology	-	11,184	1,398	1,398	13,980
Occupancy	-	38,035	4,754	4,754	47,543
Travel	-	525	66	66	657
Conferences, conventions, and meetings	-	30,056	-	-	30,056
Insurance	-	3,313	414	414	4,141
Membership dues	-	5,569	696	696	6,961
Donor relations	-	1,334	-	-	1,334
All other expenses	-	1,301	704	163	2,168
Total functional expenses	\$ 95,569,455	\$ 526,707	\$ 306,657	\$ 71,868	\$ 96,474,687

The accompanying notes to the consolidated financial statements are an integral part of these statements

**COMMUNITY FOUNDATION OF UTAH AND
COMMUNITY TRUST OF UTAH**
Consolidated Statements of Cash Flows
For the Years Ended December 31, 2021 and 2020

	2021	2020
Cash flows from operating activities:		
Change in net assets	\$ 52,869,073	\$ 42,365,601
Adjustment to reconcile change in net assets to net cash flows from operating activities:		
Unrealized (gains) losses on investments	(579,180)	(3,246,638)
Net realized (gains) on investments	(6,383,462)	(1,166,790)
Impairment loss	72,620	-
Contributions of financial assets	(140,938,588)	(120,610,111)
Bad debt expense	-	800,000
Contributions of note receivable	-	(5,277,000)
(Increase) decrease in operating assets:		
Accounts receivable, net	-	770,338
Accrued interest on notes receivable	182,916	(207,122)
Unrelated business income tax recoverable	4,407,709	(5,559,996)
Promise to give	-	100,000
Interest in variable life policy	(201,301)	(32,001)
Increase (decrease) in operating liabilities:		
Accounts payable and accrued liabilities	339,212	(2,145)
Agency funds	451,919	(5,994)
Net cash flows from operating activities	(89,779,082)	(92,071,858)
Cash flows from investing activities:		
Issuance of notes receivable	(100,000)	(22,000)
Proceeds from sale of financial assets, at cost	170,395,089	103,239,018
Proceeds from sale of short-term investment	-	787,254
Payments on notes receivable	1,101,931	484,730
Proceeds from sale of investment securities	52,148,090	25,807,094
Cash paid for purchase of investments	(103,129,307)	(35,968,801)
Net cash flows from investing activities	120,415,803	94,327,295
Increase (decrease) in cash and cash equivalents	30,636,721	2,255,437
Cash and cash equivalents, beginning of year	3,491,222	1,235,785
Cash and cash equivalents, end of year	\$ 34,127,943	\$ 3,491,222
Supplemental disclosures:		
Interest paid	\$ 26	\$ 130
Income taxes paid (refund received), net	\$ (3,893,075)	\$ 5,560,040

The accompanying notes to the consolidated financial statements are an integral part of these statements

COMMUNITY FOUNDATION OF UTAH AND COMMUNITY TRUST OF UTAH

Notes to the Consolidated Financial Statements
For the Years Ended December 31, 2021 and 2020

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Nature of Operations

The **Community Foundation of Utah** (the “Foundation”) is a publicly supported 501(c)(3) nonprofit public benefit corporation. It received its IRS exemption in March of 2008. The Foundation serves as a partner and resource to nonprofits and citizens improving the quality of life in Utah and to those donors who want to give back locally and nationally.

The Foundation believes in a holistic approach to charitable giving through working with nonprofit organizations, businesses, and individuals to identify and support solutions to the most pressing needs in our community. The Foundation serves as a community convener, pioneering innovation and embracing collaboration to support a thriving state, now and for generations to come.

The **Community Trust of Utah** (the “Trust”) was established with the Foundation as grantor and certain members of the Board of the Foundation as trustees. The Trust is a 501(c)(3) organization formed to benefit, perform the functions of, and carry out the charitable purposes of the Foundation.

In addition, an ownership interest in Candide Charitable Enterprise, LLC (“Candide”) was assigned to the Foundation as of November 16, 2018 by a donor (the “Assignor”). Candide is a single member Utah limited liability company and is operated as a charitable program of the Assignor as part of a donor advised fund.

Principles of Consolidation

The consolidated financial statements include the accounts of the Foundation, the Trust, and Candide, which are affiliated by virtue of economic interest and common control. All intercompany accounts and transactions between the Foundation, the Trust and Candide (collectively the “Organization”) have been eliminated.

Advised Funds

The Organization offers several types of funds that enable donors to identify funding opportunities aligned with their values and charitable interests. Many of these are called donor advised funds and are reported in net assets without donor restrictions as board designated net assets. When donors transfer their funds to the Organization they specifically grant variance power to the Organization. Donors may recommend grant recipients, but they are subject to the Organization’s due diligence and approval. These funds may be advised by an individual, family, or committee of people who desire to pool their contributions toward a common purpose.

Field of interest funds enable donors to identify a broad charitable purpose or category of interest (e.g. women and girls, impact investing, LGBTQ philanthropy, or the environment) and/or geographic area or target population (e.g., Housing and Homelessness, and K through 12 Computer Science Education).

**COMMUNITY FOUNDATION OF UTAH AND
COMMUNITY TRUST OF UTAH**

Notes to the Consolidated Financial Statements
For the Years Ended December 31, 2021 and 2020

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Adoption of New Accounting Standards

During the year ended December 31, 2020, the Organization adopted ASU 2018-13, *Fair Value Measurement Disclosure Framework – Changes to the Disclosure Requirements for Fair Value Measurements*. The adoption of this standard resulted in no significant changes in the financial statements disclosures of the Organization.

Basis of Presentation

The Organization prepares its consolidated financial statements on the accrual basis of accounting and follows accounting principles generally accepted in the United States for nonprofit organizations and reports information regarding its financial position and activities according to two classes of net assets, with donor restrictions and without donor restrictions, based upon the following criteria:

Net assets without donor restrictions - Net assets that are not subject to donor-imposed restrictions and may be expended for any purpose in performing the primary objectives of the Organization. These net assets may be used at the discretion of the Organization's management and the Board of Directors.

Net assets with donor restrictions - Net assets subject to stipulations imposed by donors and grantors. Some donor restrictions are temporary in nature; those restrictions will be met by actions of the Organization or by the passage of time. Other donor restrictions are perpetual in nature, where-by the donor has stipulated the funds be maintained in perpetuity.

Cash and Cash Equivalents

The Organization considers all highly liquid debt instruments with an original maturity of three months or less to be cash equivalents. Cash and cash equivalents were made up of depository accounts for the years ended December 31, 2021 and 2020.

Use of Estimates

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

Promises to Give

Promises to give represent unconditional promises to give to the Organization and are recorded at their fair value at date of gift. Promises due later than one year are recorded at the present value of estimated cash flows using imputed discount rates applicable to the year the promise is received. The discount is amortized over the years the promise is paid.

**COMMUNITY FOUNDATION OF UTAH AND
COMMUNITY TRUST OF UTAH**

Notes to the Consolidated Financial Statements
For the Years Ended December 31, 2021 and 2020

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Investment Policies

The Board of the Organization has adopted written investment policies with the objective to provide the greatest level of support for current, as well as future, grant making and administrative needs while maintaining the purchasing power of the Organization's charitable assets over time. The board designated net assets and endowment funds are invested with a focus on diversification to help control risk, achieve long-term growth, offset inflationary impact, and allow for distributions and fees.

Investments

Investments are initially recorded at their acquisition cost if purchased and at estimated fair value on the date of donation if they were received as a contribution. Subsequent to acquisition, all debt and equity securities are valued and reported at their readily determinable fair values. Realized and unrealized gains and losses are included in the statement of activities. Investment purchases and sales are recorded based on their settlement dates.

The Organization has financial assets carried at cost which have been received from donors and are invested in alternative investments. See further information regarding these financial assets in Note 6.

In furtherance of its mission, the Organization may occasionally make investments in companies, below market rate loans, or investment vehicles that the Board has determined provide a social benefit to the community

Property and Equipment

Acquisitions and donations of property and equipment with a fair value in excess of \$5,000 are capitalized and depreciated using the straight-line method over the estimated useful lives of the assets ranging from three to thirty-nine years. Leasehold improvements are amortized using the straight-line method over the lesser of the assets' estimated lives or the term of the applicable lease. No depreciable property and equipment was held as of December 31, 2021 and 2020.

Agency Funds

The Organization accepts funds from unrelated nonprofit organizations who desire to have the Organization provide efficient investment management. A liability is recorded at the readily determinable estimated fair values of assets deposited with the Organization by nonprofit organizations.

**COMMUNITY FOUNDATION OF UTAH AND
COMMUNITY TRUST OF UTAH**

Notes to the Consolidated Financial Statements
For the Years Ended December 31, 2021 and 2020

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Contributions

Contributions are recorded as net assets with donor restrictions or net assets without donor restrictions depending on the existence or nature of donor restrictions. All net assets without donor restrictions are considered to be available for use in the accounting period when the donor makes an unconditional promise to give to the Organization. Contributions that are restricted by the donor are reported as increase in net assets with donor restrictions. When a time restriction ends or a purpose restriction is accomplished, net assets with donor restrictions are reclassified to net assets without donor restrictions. If a restriction is fulfilled in the same time period in which the contribution is received, the Organization reports the support as an increase in net assets without donor restrictions. Any restricted funds remaining at year-end are classified as net assets with donor restrictions.

The Organization receives a significant amount of contributions of financial assets. The Organization's policy is to convert such assets to cash or other investments in line with the Organization's written gift acceptance policies. However, due to the types of assets received, the Organization, at its discretion, may choose to hold such assets rather than converting them to cash.

Contributions In-kind

Significant donated investments and property are recorded at estimated fair value at the date of receipt. Contributed services, which require a specialized skill and which the Organization would have paid for if not contributed, are recorded at their estimated fair market value. For the years ended December 31, 2021 and 2020, the Organization did not recognize any contributed services.

Community Grants Awarded

Grants are awarded when all significant conditions are met, all due diligence has been completed, and they are approved by the staff and the Board or a committee of the Board.

Functional Expense Allocations

Expenses which apply to more than one functional category have been allocated between program services and supporting services based on the time spent on these functions by specific employees as estimated by management. Indirect expenses are allocated based on the overall number of staff in the various functional categories. All other costs are charged directly to the appropriate functional category.

Marketing Costs

Marketing costs are charged to operations when incurred. Marketing expense was **\$3,410** and \$16,722 for the years ended December 31, 2021 and 2020, respectively.

**COMMUNITY FOUNDATION OF UTAH AND
COMMUNITY TRUST OF UTAH**

Notes to the Consolidated Financial Statements
For the Years Ended December 31, 2021 and 2020

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Income Taxes

The Foundation and the Trust are both organized as Utah nonprofit corporations and have been recognized by the IRS as exempt from federal income taxes under Section 501(c)(3) of the Internal Revenue Code. Candide was organized as a single-member LLC and is considered to be a disregarded entity for tax purposes.

The Foundation and the Trust are required to file an annual Return of Organization Exempt from Income Tax ("Form 990") with the IRS. In addition, both are subject to income tax on net income that is derived from business activities that are unrelated to their exempt purposes. The Organization makes estimated tax payments during the year. In preparing the 2020 Form 990, it was determined that the CARES Act and the Taxpayer Certainty & Disaster Relief Act provided additional deductions to the Organization. As a result, the Organization has an unrelated business income tax recoverable of **\$1,152,287** and \$5,559,996 as of December 31, 2021 and 2020, respectively.

ASC Topic 740, *Income Taxes*, provides guidance on how uncertain tax positions should be recognized, measured, disclosed and presented in the financial statements. This requires the evaluation by management of tax positions taken or expected to be taken in preparation of the Foundation and the Trust's tax returns to determine if the positions are more-likely-than-not of being sustained if examined by the taxing authorities. Management has determined there are no uncertain income tax positions. Generally, tax years remain subject to examination for three years from the date filed.

Concentration of Credit and Market Risk

The Organization maintains its cash balances in bank accounts, which at times may exceed their federally insured limits of \$250,000 set by the Federal Deposit Insurance Corporation. The Organization has not experienced any losses related to these accounts and believes it is not exposed to any significant credit risk on these balances.

The Organization also maintains accounts with stock brokerage firms. The accounts contain cash, securities, and other investments. The Organization's investments in securities are exposed to various risks, such as interest rate, credit, and overall market volatility. Due to the level of risk associated with these investment securities, it is reasonably possible that changes in the values of investment securities will occur in the near term and that such change could materially affect the amounts reported in the consolidated financial statements.

To address market risk of investments, the Organization maintains a formal investment policy that sets out performance criteria, investment guidelines and requires review of performance by the Finance Committee. The Organization has custody agreements with selected banks that process disbursements at the direction of authorized management.

The Organization recognizes there are inherent risks associated with non-publicly traded securities. Risk is managed through rigorous evaluations before an investment is made and regular communication with investment managers. The Organization may also have risk associated with its concentration of investments in certain geographic areas and certain industries.

**COMMUNITY FOUNDATION OF UTAH AND
COMMUNITY TRUST OF UTAH**

Notes to the Consolidated Financial Statements
For the Years Ended December 31, 2021 and 2020

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Concentration of Credit and Market Risk (Continued)

Additionally, the Organization has concentrations in its notes receivable. On December 31, 2021, 93% of the balance was due from two companies. On December 31, 2020, 92% of the balance was due from two companies. Management does not believe it is exposed to any significant credit risk from these concentrations.

Reclassifications

Certain amounts have been reclassified for the year ended December 31, 2020 to conform to the presentation for the year ended December 31, 2021. The reclassifications had no impact on the previously reported total net assets and changes in net assets.

Recent Developments Related to COVID-19

The World Health Organization declared the recent COVID-19 outbreak to constitute a "Public Health Emergency of International Concern." The outbreak has caused business disruption through mandated and voluntary closings of various industry business operations. While the disruption is expected to be temporary, there is uncertainty around the continued impact on the Organization. However, the exact financial impact and duration cannot be reasonably estimated at this time.

New Accounting Pronouncements

In March of 2016, the FASB issued ASU 2016-02, *Leases*, which requires all leases that have a term of more than 12 months to be recognized as assets and liabilities on the balance sheet at inception. A lessee would recognize a lease liability to make lease payments owed to a lessor (liability) and a benefit for the right to use the leased asset (asset) for the lease term. The recognition, measurement, and presentation of expenses and cash flows arising from a lease by a lessee would depend on whether the lessee is expected to consume more than an insignificant portion of the economic benefits embedded in the underlying asset. This new guidance is effective for fiscal years beginning after December 15, 2021. The Organization is currently in the process of evaluating the impacts this update will have on the presentation of its financial statements.

In September of 2020, the FASB issued ASU 2020-07, *Presentation and Disclosures by Not-for-Profit Entities for Contributed Nonfinancial Assets*, which increases the transparency of contributed nonfinancial assets for not-for-profit entities through enhancements to presentation and disclosure requirements. The amendments in this update require organizations to present contributed nonfinancial assets as a separate line item in the statement of activities, apart from contributions of cash and other financial assets. Additionally, organizations are required to enhance disclosures by disaggregating the amount of nonfinancial assets recognized within the statement of activities by type of contributed nonfinancial asset and providing additional qualitative information for each disaggregated category. This new guidance is effective for fiscal years beginning after June 15, 2021. The Organization is currently in the process of evaluating the impacts this update will have on the presentation of its financial statements.

**COMMUNITY FOUNDATION OF UTAH AND
COMMUNITY TRUST OF UTAH**

Notes to the Consolidated Financial Statements
For the Years Ended December 31, 2021 and 2020

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

New Accounting Pronouncements (Continued)

In June of 2016, the FASB issued Accounting Standards Update 2016-13, Financial Instruments – Credit Losses, which requires a financial asset (or a group of financial assets) measured at amortized cost basis to be presented at the net amount expected to be collected. In November 2019, FASB issued ASU 2019-10 which defers the date of implementation for this guidance. This requirement eliminates the probable initial recognition threshold in current GAAP which has delayed recognition of credit losses until the loss was probable. Instead, the new treatment will better reflect an entity’s current estimate of all expected credit losses. In addition, the new guidance requires that any credit losses on available-for-sale debt securities to be presented as an allowance rather than as a write-down. Initial allowance for credit losses is added to the purchase price rather than reported as a credit loss expense. Subsequent changes in the allowance for credit losses are recorded in credit loss expense. This will allow entities to also record reversals of credit losses in current period net income, whereas the current GAAP prohibits reflecting these improvements in current period earnings. This new guidance is effective for fiscal years beginning after December 15, 2022.

2. LIQUIDITY AND AVAILABILITY

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

	2021	2020
Cash and cash equivalents	\$ 34,127,943	\$ 3,491,222
Current portion of notes receivable	407,936	1,109,196
Total current financial assets	34,535,879	4,600,418
Less:		
Accounts payable and accrued liabilities	(356,794)	(17,582)
Donor cash and cash equivalents*	(32,357,168)	(2,590,085)
Donor notes receivable*	(407,936)	(1,109,196)
Plus:		
Long-term investments accessible for administration purposes	672,434	696,138
Financial assets available to meet general expenditures within one year	\$ 2,086,415	\$ 1,579,693

*The amounts subtracted here are held in donor advised funds. While the Organization holds variance power over these funds, its practice is to honor donor intent whenever possible. If needed, the Organization could use these funds for general expenditures.

**COMMUNITY FOUNDATION OF UTAH AND
COMMUNITY TRUST OF UTAH**

Notes to the Consolidated Financial Statements
For the Years Ended December 31, 2021 and 2020

2. LIQUIDITY AND AVAILABILITY (Continued)

As part of the Organization’s liquidity management plan, the Organization invests cash in excess of monthly operating requirements in short term investments.

Investments held in donor advised funds are typically held for appreciation until drawn upon to make grant disbursements. The direction of these funds generally follows the wishes of the original donor and amounts to be disbursed are determined annually. As disclosed in Note 4, investments totaled **\$117,014,107** and \$61,565,106 as of December 31, 2021 and 2020, respectively. Grants made from these accounts totaled **\$107,490,089** and \$95,569,455 for the years ended December 31, 2021 and 2020, respectively.

3. PROMISES TO GIVE

Promises to give, which meet the definition of unconditional, consist primarily of pledges to contribute to a field of interest fund and consist of the following as of December 31, 2021 and 2020:

	2021	2020
Amounts due in:		
Less than one year	\$ -	\$ 200,000
One to five years	-	600,000
Less allowance	-	(800,000)
	-	-
Total promises to give, net	\$ -	\$ -

4. INVESTMENTS

Investments consist of the following as of December 31, 2021 and 2020:

	2021	2020
Long-term investments		
Mutual funds	\$ 99,946,264	\$ 42,584,851
Cash and cash equivalents	10,882,126	12,561,862
Stocks	3,268,602	1,741,332
Other investments	1,355,243	2,576,773
Bond funds	1,033,166	1,445,535
Money market funds	528,706	654,753
	528,706	654,753
Total long-term investments	\$ 117,014,107	\$ 61,565,106

**COMMUNITY FOUNDATION OF UTAH AND
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Notes to the Consolidated Financial Statements
For the Years Ended December 31, 2021 and 2020

4. INVESTMENTS (Continued)

Investment returns consist of the following for the years ended December 31, 2021 and 2020:

	<u>2021</u>	<u>2020</u>
Interest and dividends	\$ 2,706,372	\$ 1,216,860
Net unrealized gains (losses)	579,180	3,246,638
Net realized gains	6,383,462	1,166,790
Management fees	<u>(226,613)</u>	<u>(152,261)</u>
Return on investments, net of fees	<u>\$ 9,442,401</u>	<u>\$ 5,478,027</u>

5. FAIR VALUE MEASUREMENTS

The Organization's financial instruments consist of investments as of December 31, 2021 and 2020. The recorded value of the instruments approximates fair value.

Fair value is defined as the price that would be received to sell an asset or paid to transfer a liability (i.e., the "exit price") in an orderly transaction between market participants at the measurement date. In determining fair value, the Organization uses various valuation approaches. ASC 820 establishes a hierarchy for inputs used in measuring fair value that maximizes the use of observable inputs and minimizes the use of unobservable inputs by requiring that the most observable inputs be used when available. The hierarchy is broken down into three levels based on the observability of inputs as follows:

Level 1 - Valuations based on quoted prices in active markets for identical assets or liabilities that the Organization has the ability to access. Valuation adjustments and block discounts are not applied to Level 1 instruments. Since valuations are based on quoted prices that are readily and regularly available in an active market, valuation of these products does not entail a significant degree of judgment.

Level 2 - Valuations based on one or more quoted prices in markets that are not active or for which all significant inputs are observable, either directly or indirectly.

Level 3 - Valuations based on inputs that are unobservable and significant to the overall fair value measurement.

**COMMUNITY FOUNDATION OF UTAH AND
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Notes to the Consolidated Financial Statements
For the Years Ended December 31, 2021 and 2020

5. FAIR VALUE MEASUREMENTS (Continued)

Investment assets measured at fair value on a recurring basis as of December 31, 2021 and 2020 are as follows:

	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total</u>
December 31, 2021				
Stocks	\$ 3,268,602	\$ -	\$ -	\$ 3,268,602
Money market funds	528,706	-	-	528,706
Mutual funds	99,946,264	-	-	99,946,264
Bond funds	1,033,166	-	-	1,033,166
Other investments	35,385	-	1,319,858	1,355,243
Total	\$ 104,812,123	\$ -	\$ 1,319,858	\$ 106,131,981
December 31, 2020				
Stocks	\$ 1,741,332	\$ -	\$ -	\$ 1,741,332
Money market funds	654,753	-	-	654,753
Mutual funds	42,584,851	-	-	42,584,851
Bond funds	1,445,535	-	-	1,445,535
Other investments	1,395,680	-	1,181,093	2,576,773
Total	\$ 47,822,151	\$ -	\$ 1,181,093	\$ 49,003,244

The following tables summarize the change in the balance of the Organization's assets measured at fair value on a recurring basis using significant unobservable inputs (Level 3).

	<u>2021</u>	<u>2020</u>
Balance, beginning of year	\$ 1,181,093	\$ 2,210,270
Transfers into (out of) Level 3	(57,229)	(254,967)
Sales and distributions	-	(787,254)
Total gains	239,320	106,024
Total losses (including impairment)	(43,326)	(92,980)
Balance, end of year	\$ 1,319,858	\$ 1,181,093

6. FINANCIAL ASSETS CARRIED AT COST

The Organization manages amounts as directed by certain donors which are invested in alternative investments. These investments do not have a quoted price in an active market, nor do they have readily determinable fair values and are measured at their original cost. Management performed an evaluation on each alternative investment as of December 31, 2021 and 2020, and based on events, changes in circumstances, or objective evidence recognized **\$72,620** and \$0 in impairment losses for the years ended December 31, 2021 and 2020, respectively.

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Notes to the Consolidated Financial Statements
For the Years Ended December 31, 2021 and 2020

6. FINANCIAL ASSETS CARRIED AT COST (Continued)

The Organization received donations of membership units and common stock from unrelated partnerships and third parties that are accounted for using the cost method.

A summary of the financial assets carried at cost is as follows as of December 31, 2021 and 2020:

	2021	2020
Membership units and common stock	\$ 9,741,743	\$ 36,918,615
Alternative investments	648,026	505,417
Total financial assets carried at cost	\$ 10,389,769	\$ 37,424,032

7. NOTES RECEIVABLE

The Organization holds a note receivable that was entered into for charitable purposes with an unrelated nonprofit organization. The initial amount of the note was \$50,000. The note receivable bears interest at a rate of 0% per annum and requires monthly payments in the amount of \$1,042. The note matures on February 6, 2022. As of December 31, 2021 and 2020, the balance on this note was **\$5,209** and \$16,667, respectively.

The Organization has an outstanding note receivable from an unrelated party. The initial amount of the note was \$8,866,666. This loan was initially given in exchange for 33 1/3 percent of the class D shares of an unrelated LLC. The note receivable bears interest at a rate of 2.58% per annum and requires annual payments in the amount of \$485,661. The note matures on September 1, 2042. The note is secured by the class D shares noted above. As of December 31, 2021 and 2020, the balance on this note was **\$7,798,606** and \$8,075,909, respectively.

In 2018, the Organization was gifted a promissory note with an unrelated party in the amount of \$450,000. The note bears interest at a rate of 1.48% per annum, requires annual payments of \$116,693, is collateralized by real property mentioned in the agreement, and matures on March 24, 2021. On June 1, 2019. This note was amended to the amount of \$463,419 with an interest rate of 3% per annum and monthly payments of \$3,006. As of December 31, 2021 and 2020, the balance on this note was **\$409,918** and \$429,457, respectively. In January 2022, the Organization entered into a Loan Forgiveness and Grant Agreement and forgave the outstanding balance on this loan.

In 2018, the Organization entered into an unsecured surplus cash note with an unrelated party in the amount of \$150,000. The note receivable bears interest at a rate of 0% per annum and is due at maturity on May 1, 2062. As of December 31, 2021 and 2020, the balance on this note was **\$150,000** and \$150,000, respectively.

**COMMUNITY FOUNDATION OF UTAH AND
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Notes to the Consolidated Financial Statements
For the Years Ended December 31, 2021 and 2020

7. NOTES RECEIVABLE (Continued)

In 2018, the Organization entered into an unsecured promissory note with an unrelated party in the amount of \$250,000. The note receivable bears interest at a rate of 0% per annum and is due at maturity on December 31, 2036. As of December 31, 2021 and 2020, the balance on this note was **\$250,000** and \$250,000, respectively.

In 2019, the Organization entered into an unsecured surplus cash note with an unrelated party in the amount of \$100,000. The note receivable bears interest at a rate of 0% per annum and is due at maturity on August 1, 2024. As of December 31, 2021 and 2020, the balance on this note was **\$66,667** and \$91,667, respectively.

In 2019, the Organization was assigned interests in a trust deed note with an unrelated party. The amount of the note assigned to the Organization totaled \$343,774. The note bears interest at a rate of 2.5% per annum, requires annual payments of \$171,887, is collateralized by a trust deed, and matures on January 29, 2021. As of December 31, 2021 and 2020, the balance on this note was **\$0** and \$171,887, respectively.

In 2020, the Organization was gifted an unsecured note receivable from an unrelated party. The amount of the note assigned to the Organization totaled \$5,277,000. The note bears interest at a rate of 7.5% per annum, requires monthly payments of \$33,225, and matures on May 31, 2030. As of December 31, 2021 and 2020, the balance on this note was **\$4,682,545** and \$5,277,000.

In 2020, the Organization entered into an unsecured note receivable with an unrelated party in the amount of \$22,000. The note receivable bears interest at a rate of 0% per annum, requires monthly payments of \$458 and is due at maturity in 2025. As of December 31, 2021 and 2020, the balance on this note was **\$19,710** and \$22,000.

In 2021, the Organization entered into an unsecured surplus cash note with an unrelated party in the amount of \$100,000. The note receivable bears interest at a rate of 0% per annum, requires the lesser of 15% of monthly income or \$2,083, and is due at maturity on August 1, 2026. As of December 31, 2021, the balance on this note was **\$100,000**.

As of December 31, 2021, future maturities of the notes receivable are as follows:

For the years ended December 31,	
2022	\$ 407,936
2023	425,237
2024	428,326
2025	423,226
2026	423,087
Thereafter	<u>11,374,843</u>
Total notes receivable	13,482,655
Less current portion	<u>(407,936)</u>
Notes receivable, net of current portion	<u>\$ 13,074,719</u>

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Notes to the Consolidated Financial Statements
For the Years Ended December 31, 2021 and 2020

8. VARIABLE LIFE POLICY AND OTHER ASSETS

The Organization has been named as a beneficiary of a variable life insurance policy. The policy includes a death benefit in the amount of \$1,250,000 with a non-guaranteed 8% annual return on the death benefit. The future death benefit represents an economic benefit that the Organization does not control, and accordingly, this amount has not been recorded in the accompanying financial statements. The death benefit will remain in force until the death of the donor at which time the Organization will receive the proceeds from the policy. The policy also has a cash surrender accumulated value of **\$352,157** and \$317,856 as of December 31, 2021 and 2020, respectively, which is included in other assets in the accompanying statements of financial position.

In May 2021, the Organization was gifted a life insurance policy through Columbus Life Insurance Company in which the Organization was named as the 100% beneficiary (the "Policy"). The Policy is a second-to-die policy, thus, the death benefit would be paid upon the death of the donors of the Policy. The value of the Policy upon death of the donors is \$7,500,000. The Policy was not fully paid when gifted and requires premium payments to be paid annually by the Organization to meet the beneficiary requirements as set forth in the Policy. The donors have made initial premium payments and anticipate continuing to make these payments annually to the Organization on behalf of the Policy. There is no obligation under the Policy for the Organization to make premium payments should the donors discontinue donating the Policy premiums. The carrying value of the Policy as of December 31, 2021 is **\$167,000**.

9. AGENCY FUNDS HELD BY THE ORGANIZATION

At December 31, 2021 and 2020, the Organization held investment balances of **\$988,258** and \$536,339, respectively, which are designated for other nonprofit entities. These assets held are invested in funds that are managed by the Organization on an agency relationship basis. The following summarizes the activity in these funds for the years ended December 31, 2021 and 2020.

	<u>2021</u>	<u>2020</u>
Agency funds, beginning of the year	\$ 536,339	\$ 542,333
Contributions designated for other organizations	385,142	409,583
Realized and unrealized investment returns	68,392	22,106
Dividend and interest income, net of fees	16,470	4,372
Grants designated for other organizations	<u>(18,085)</u>	<u>(442,055)</u>
Total agency funds	<u>\$ 988,258</u>	<u>\$ 536,339</u>

**COMMUNITY FOUNDATION OF UTAH AND
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For the Years Ended December 31, 2021 and 2020

10. BOARD DESIGNATED NET ASSETS

A majority of the net assets without donor restrictions as of December 31, 2021 and 2020 have been designated by the Organization’s Board of Directors to be used for specific programs as follows:

	2021	2020
Board-designated net assets		
Donor advised funds	\$ 159,549,533	\$ 109,433,804
Field of interest funds	4,321,602	3,460,084
Unrestricted program fund	230,341	163,171
Scholarship funds	13,797	65,480
Fiscal sponsorship funds	153,918	120,503
Corporate advised funds	4,829,558	5,522,152
Other designated funds	251,697	86,446
	\$ 169,350,446	\$ 118,851,640
Total	\$ 169,350,446	\$ 118,851,640

11. BOARD DESIGNATED ENDOWMENT

Utah enacted the Uniform Prudent Management of Institutional Funds Act (“UPMIFA”) in 2007. Accordingly, the Organization reviews all relevant gift instruments and organizing documents to identify funds with donor-imposed restrictions that are subject to the state enacted version of the UPMIFA.

In accordance with UPMIFA, the Organization considers the following factors in making a determination as to the appropriation of assets for expenditure: 1) the duration and preservation of the fund, 2) the purposes of the Organization and donor-restricted endowment fund, 3) general economic conditions, 4) the possible effect of inflation and deflation, 5) the expected total return from income and appreciation of investments, 6) other resources of the Organization, and 7) the investment policies of the Organization.

Per the Organization’s Spending Policy, the amount available annually for the distribution from the Organization’s endowment fund is set by the Board of Directors and is reviewed annually by the Board under the advice of the Finance and Compliance Committee. All or a portion of the payout amount may be reinvested. Additionally, endowment funds are charged a fee by the Organization, which is assessed monthly.

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Notes to the Consolidated Financial Statements
For the Years Ended December 31, 2021 and 2020

11. BOARD DESIGNATED ENDOWMENT (Continued)

The changes in endowment net assets are as follows for the years ended December 31, 2021 and 2020:

	2021	2020
Endowment net assets, January 1	\$ 5,921,599	\$ 4,270,351
Contributions	195,395	36,030
Additions through board designations	1,324,683	1,327,372
Program expense	(79,333)	(19,748)
Investment income, net of investment fees	276,667	35,667
Unrealized gain (loss) on investments	491,853	271,927
Total endowment net assets, December 31	\$ 8,130,864	\$ 5,921,599

12. EMPLOYEE BENEFIT PLAN

The Organization sponsors a 403(b)(7) Plan (the “Plan”) for eligible employees. All full-time employees of the Organization are eligible to participate in the Plan. The Organization contributes to the Plan up to 3% of compensation. Participants are immediately vested in both their elective deferral, plus actual earnings thereon, and the Organization matching contributions. The Organization has the right under the Plan to discontinue its contributions at any time and to terminate the Plan subject to the provisions of ERISA. The Organization’s total 403(b)(7) contributions for the years ended December 31, 2021 and 2020 were **\$14,126** and \$12,384, respectively.

13. COMMITMENTS

The Organization has an open lease agreement for office space. The terms of the lease were modified in November 2019 and the expiration of the lease was extended through December 2024. Rent expense was **\$50,239** and \$47,543 for the years ended December 31, 2021 and 2020, respectively. Future minimum lease payments are as follows:

For the years ending December 31,		
2022	\$	51,746
2023		53,298
2024		54,897
Total	\$	159,941

**COMMUNITY FOUNDATION OF UTAH AND
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Notes to the Consolidated Financial Statements
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13. COMMITMENTS (Continued)

As described in Note 1, the Organization holds ownership in Candide. Candide is the lessor for a piece of real property in Utah County, Utah being used for the farming of produce. The lessee has agreed to transfer a minimum amount of produce to one or more charities identified by Candide at least annually. The original lease expires December 31, 2022. Subsequent to year end the lease was modified and extended through December 31, 2026. Under the amended terms, the lessee agrees to pay rent of 5% of annual gross all fair-related revenue in one lump sum before December 1 of each fiscal year. Payment is to be remitted to a local food pantry.

14. RELATED PARTY TRANSACTIONS

The members of the Organization's Board of Directors are active in the oversight of fundraising events, activities and providing monetary support. Contributions received from members of the Board or from companies with which the Board members are affiliated were approximately **\$15,624** and \$14,296, respectively, for the years ended December 31, 2021 and 2020. Members of the Board also contributed approximately **\$85,707** and \$116,684, respectively, to related donor advised funds for the years ended December 31, 2021 and 2020.

SLCO PFS 1, Inc. (the "SPV") is a Utah-based nonprofit organization operated exclusively for Salt Lake County's Pay for Success program. The SPV received approval to operate as a 501(c)(3) entity on January 22, 2016. The Organization provides office space and administrative support for the SPV. During the years ended December 31, 2021 and 2020, the SPV paid the Organization a total of **\$43,987** and \$43,569, respectively, for rent and administrative support. As of December 31, 2021 and 2020, there were no amounts due to or due from the SPV.

15. SUBSEQUENT EVENTS

Subsequent events have been considered through the date of the independent auditor's report, which is the date the financial statements were available to be issued. No events have occurred subsequent to December 31, 2021 which would have a material effect on the financial condition of the Organization.

SUPPLEMENTAL SCHEDULES

COMMUNITY FOUNDATION OF UTAH AND COMMUNITY TRUST OF UTAH
Supplemental Schedule I
Consolidating Statement of Financial Position by Department
As of December 31, 2021

	Community Foundation			Community Trust			Elimination entries	Consolidated total
	Administration	Donors	Total	Administration	Donors	Total		
ASSETS								
Current assets:								
Cash and cash equivalents	\$ 391,275	\$ 5,343,702	\$ 5,734,977	\$ 1,379,500	\$ 27,013,466	\$ 28,392,966	\$ -	\$ 34,127,943
Accounts receivable, net	160,203	1,300,000	1,460,203	-	-	-	(1,460,203)	-
Accrued interest on notes receivable	-	99,956	99,956	-	-	-	-	99,956
Notes receivable, current portion	-	407,936	407,936	-	-	-	-	407,936
Unrelated business income tax recoverable	-	-	-	-	1,152,287	1,152,287	-	1,152,287
Total current assets	551,478	7,151,594	7,703,072	1,379,500	28,165,753	29,545,253	(1,460,203)	35,788,122
Investments	672,434	114,981,076	115,653,510	-	1,360,597	1,360,597	-	117,014,107
Promises to give, less current portion	-	-	-	-	-	-	-	-
Financial assets carried at cost	-	2,372,163	2,372,163	-	8,017,606	8,017,606	-	10,389,769
Land	-	3,100,000	3,100,000	-	-	-	-	3,100,000
Notes receivable, net of current portion	-	13,074,719	13,074,719	-	-	-	-	13,074,719
Other assets	-	70,000	70,000	-	-	-	-	70,000
Interest in variable life policy	-	519,157	519,157	-	-	-	-	519,157
Total assets	\$ 1,223,912	\$ 141,268,709	\$ 142,492,621	\$ 1,379,500	\$ 37,543,956	\$ 38,923,456	\$ (1,460,203)	\$ 179,955,874
LIABILITIES AND NET ASSETS								
Current liabilities:								
Accounts payable and accrued liabilities	\$ 154,207	\$ 329,012	\$ 483,219	\$ 1,319,693	\$ 14,085	\$ 1,333,778	\$ (1,460,203)	\$ 356,794
Total current liabilities	154,207	329,012	483,219	1,319,693	14,085	1,333,778	(1,460,203)	356,794
Agency funds	-	988,258	988,258	-	-	-	-	988,258
Total liabilities	154,207	1,317,270	1,471,477	1,319,693	14,085	1,333,778	(1,460,203)	1,345,052
Net assets:								
Without donor restrictions:								
Board designated net assets	-	131,820,575	131,820,575	-	37,529,871	37,529,871	-	169,350,446
Board designated endowment	-	8,130,864	8,130,864	-	-	-	-	8,130,864
Undesignated net assets	1,009,705	-	1,009,705	59,807	-	59,807	-	1,069,512
Total without donor restrictions	1,009,705	139,951,439	140,961,144	59,807	37,529,871	37,589,678	-	178,550,822
With donor restrictions	60,000	-	60,000	-	-	-	-	60,000
Total net assets	1,069,705	139,951,439	141,021,144	59,807	37,529,871	37,589,678	-	178,610,822
Total liabilities and net assets	\$ 1,223,912	\$ 141,268,709	\$ 142,492,621	\$ 1,379,500	\$ 37,543,956	\$ 38,923,456	\$ (1,460,203)	\$ 179,955,874

See independent auditor's report

COMMUNITY FOUNDATION OF UTAH AND COMMUNITY TRUST OF UTAH
Supplemental Schedule II
Consolidating Statement of Financial Position by Department
As of December 31, 2020

ASSETS	Community Foundation			Community Trust			Elimination entries	Consolidated total
	Administration	Donors	Total	Administration	Donors	Total		
Current assets:								
Cash and cash equivalents	\$ 360,877	\$ 1,220,511	\$ 1,581,388	\$ 540,260	\$ 1,369,574	\$ 1,909,834	\$ -	\$ 3,491,222
Accounts receivable, net	80,529	617,217	697,746	-	-	-	(697,746)	-
Accrued interest on notes receivable	-	282,872	282,872	-	-	-	-	282,872
Notes receivable, current portion	-	1,109,196	1,109,196	-	-	-	-	1,109,196
Unrelated business income tax recoverable	-	37,963	37,963	-	5,522,033	5,522,033	-	5,559,996
Total current assets	441,406	3,267,759	3,709,165	540,260	6,891,607	7,431,867	(697,746)	10,443,286
Investments	696,138	60,546,530	61,242,668	-	322,438	322,438	-	61,565,106
Promises to give, less current portion	-	-	-	-	-	-	-	-
Financial assets carried at cost	-	8,798,779	8,798,779	-	28,625,253	28,625,253	-	37,424,032
Land	-	3,100,000	3,100,000	-	-	-	-	3,100,000
Notes receivable, net of current portion	-	13,375,390	13,375,390	-	-	-	-	13,375,390
Other assets	-	70,000	70,000	-	-	-	-	70,000
Interest in variable life policy	-	317,856	317,856	-	-	-	-	317,856
Total assets	\$ 1,137,544	\$ 89,476,314	\$ 90,613,858	\$ 540,260	\$ 35,839,298	\$ 36,379,558	\$ (697,746)	\$ 126,295,670
LIABILITIES AND NET ASSETS								
Current liabilities:								
Accounts payable and accrued liabilities	\$ 228,155	\$ 3,238	\$ 231,393	\$ 481,139	\$ 2,796	\$ 483,935	\$ (697,746)	\$ 17,582
Total current liabilities	228,155	3,238	231,393	481,139	2,796	483,935	(697,746)	17,582
Agency funds	-	536,339	536,339	-	-	-	-	536,339
Total liabilities	228,155	539,577	767,732	481,139	2,796	483,935	(697,746)	553,921
Net assets:								
Without donor restrictions:								
Board designated net assets	-	83,015,138	83,015,138	-	35,836,502	35,836,502	-	118,851,640
Board designated endowment	-	5,921,599	5,921,599	-	-	-	-	5,921,599
Undesignated net assets	849,389	-	849,389	59,121	-	59,121	-	908,510
Total without donor restrictions	849,389	88,936,737	89,786,126	59,121	35,836,502	35,895,623	-	125,681,749
With donor restrictions	60,000	-	60,000	-	-	-	-	60,000
Total net assets	909,389	88,936,737	89,846,126	59,121	35,836,502	35,895,623	-	125,741,749
Total liabilities and net assets	\$ 1,137,544	\$ 89,476,314	\$ 90,613,858	\$ 540,260	\$ 35,839,298	\$ 36,379,558	\$ (697,746)	\$ 126,295,670

See independent auditor's report

COMMUNITY FOUNDATION OF UTAH AND COMMUNITY TRUST OF UTAH
 Supplemental Schedule III
 Consolidating Statement of Activities by Department
 For the Year Ended December 31, 2021

	Community Foundation			Community Trust			Elimination entries	Consolidated total
	Administration	Donors	Total	Administration	Donors	Total		
Change in net assets without donor restrictions:								
Support, revenues and losses:								
Contributions	\$ 26,511	\$ 55,901,382	\$ 55,927,893	\$ -	\$ -	\$ -	\$ (44,137,224)	\$ 11,790,669
Contributions of financial assets	-	3,332,449	3,332,449	-	137,606,139	137,606,139	-	140,938,588
Contribution of note receivable	-	-	-	-	-	-	-	-
Return on investments, net of fees	107	6,173,651	6,173,758	11,490	3,257,153	3,268,643	-	9,442,401
Impairment loss	-	(72,620)	(72,620)	-	-	-	-	(72,620)
Other income (expense)	1,112,786	(916,011)	196,775	1,163,925	(1,243,600)	(79,675)	-	117,100
Total support, revenues and losses	1,139,404	64,418,851	65,558,255	1,175,415	139,619,692	140,795,107	(44,137,224)	162,216,138
Release of restrictions	60,000	-	60,000	-	-	-	-	60,000
Total support, revenues, losses and release of restrictions	1,199,404	64,418,851	65,618,255	1,175,415	139,619,692	140,795,107	(44,137,224)	162,276,138
Expenses:								
Program:								
Community grants awarded	172,039	12,482,564	12,654,603	1,157,000	137,815,710	138,972,710	(44,137,224)	107,490,089
Other program services	501,530	297,506	799,036	-	100,554	100,554	-	899,590
Total program	673,569	12,780,070	13,453,639	1,157,000	137,916,264	139,073,264	(44,137,224)	108,389,679
Supporting services:								
Management and general	286,333	36,847	323,180	17,729	9,443	27,172	-	350,352
Fundraising and development	79,186	37,188	116,374	-	-	-	-	116,374
Total supporting services	365,519	74,035	439,554	17,729	9,443	27,172	-	466,726
Total functional expenses	1,039,088	12,854,105	13,893,193	1,174,729	137,925,707	139,100,436	(44,137,224)	108,856,405
Unrelated business income tax	-	550,044	550,044	-	616	616	-	550,660
Total expenses	1,039,088	13,404,149	14,443,237	1,174,729	137,926,323	139,101,052	(44,137,224)	109,407,065
Increase in net assets without donor restrictions	160,316	51,014,702	51,175,018	686	1,693,369	1,694,055	-	52,869,073
Change in net assets with donor restrictions:								
Contributions	60,000	-	60,000	-	-	-	-	60,000
Release of restrictions	(60,000)	-	(60,000)	-	-	-	-	(60,000)
Increase in net assets with donor restrictions	-	-	-	-	-	-	-	-
Change in net assets	160,316	51,014,702	51,175,018	686	1,693,369	1,694,055	-	52,869,073
Net assets, beginning of year	909,389	88,936,737	89,846,126	59,121	35,836,502	35,895,623	-	125,741,749
Net assets, end of year	\$ 1,069,705	\$139,951,439	\$141,021,144	\$ 59,807	\$ 37,529,871	\$ 37,589,678	\$ -	\$178,610,822

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COMMUNITY FOUNDATION OF UTAH AND COMMUNITY TRUST OF UTAH
Supplemental Schedule IV
Consolidating Statement of Activities by Department
For the Year Ended December 31, 2020

	Community Foundation			Community Trust			Elimination entries	Consolidated total
	Administration	Donors	Total	Administration	Donors	Total		
Change in net assets without donor restrictions:								
Support, revenues and losses:								
Contributions	\$ 88,556	\$ 12,099,480	\$ 12,188,036	\$ -	\$ -	\$ -	\$ (4,076,632)	\$ 8,111,404
Contributions of financial assets	-	22,399,467	22,399,467	-	98,210,644	98,210,644	-	120,610,111
Contribution of note receivable	-	5,277,000	5,277,000	-	-	-	-	5,277,000
Return on investments, net of fees	(575)	5,432,870	5,432,295	5,929	39,803	45,732	-	5,478,027
Other income (expense)	912,655	(1,561,595)	(648,940)	398,342	(445,482)	(47,140)	-	(696,080)
Total support, revenues and losses	1,000,636	43,647,222	44,647,858	404,271	97,804,965	98,209,236	(4,076,632)	138,780,462
Release of restrictions	70,000	900,000	970,000	-	-	-	-	970,000
Total support, revenues, losses and release of restrictions	1,070,636	44,547,222	45,617,858	404,271	97,804,965	98,209,236	(4,076,632)	139,750,462
Expenses:								
Program:								
Community grants awarded	207,331	18,849,620	19,056,951	400,510	80,188,626	80,589,136	(4,076,632)	95,569,455
Other program services	425,335	85,900	511,235	-	15,472	15,472	-	526,707
Total program	632,666	18,935,520	19,568,186	400,510	80,204,098	80,604,608	(4,076,632)	96,096,162
Supporting services:								
Management and general	287,229	11,079	298,308	3,761	4,588	8,349	-	306,657
Fundraising and development	61,419	10,449	71,868	-	-	-	-	71,868
Total supporting services	348,648	21,528	370,176	3,761	4,588	8,349	-	378,525
Total functional expenses	981,314	18,957,048	19,938,362	404,271	80,208,686	80,612,957	(4,076,632)	96,474,687
Unrelated business income tax	-	27,931	27,931	-	(27,757)	(27,757)	-	174
Total expenses	981,314	18,984,979	19,966,293	404,271	80,180,929	80,585,200	(4,076,632)	96,474,861
Increase in net assets with out donor restrictions	89,322	25,562,243	25,651,565	-	17,624,036	17,624,036	-	43,275,601
Change in net assets with donor restrictions:								
Contributions	60,000	-	60,000	-	-	-	-	60,000
Release of restrictions	(70,000)	(900,000)	(970,000)	-	-	-	-	(970,000)
Decrease in net assets with donor restrictions	(10,000)	(900,000)	(910,000)	-	-	-	-	(910,000)
Change in net assets	79,322	24,662,243	24,741,565	-	17,624,036	17,624,036	-	42,365,601
Net assets, beginning of year	830,067	64,274,494	65,104,561	59,121	18,212,466	18,271,587	-	83,376,148
Net assets, end of year	<u>\$ 909,389</u>	<u>\$ 88,936,737</u>	<u>\$ 89,846,126</u>	<u>\$ 59,121</u>	<u>\$ 35,836,502</u>	<u>\$ 35,895,623</u>	<u>\$ -</u>	<u>\$125,741,749</u>

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