



Delta College

**Management Information and
Audited Financial Statements**

June 30, 2023

Delta College Foundation

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Audited Financial Statements
June 30, 2023

Management Information

Financial Summary 1

Details of Delta College Endowment Fund 2-8

Audited Financial Statements

Report of Independent Auditors 9-10

Statements of Financial Position 11

Statements of Activities 12

Statements of Functional Expenses 13

Statements of Cash Flows 14

Notes to Financial Statements 15-24

Delta College Foundation Financial Summary

	Year Ended June 30,	
	2023	2022
During the year ended June 30,		
We received contributions totaling	\$ 1,790,950	\$ 2,957,690
Contributions of nonfinancial assets totaling	218,799	35,669
Special event revenues, net of expenses, totaling	63,111	65,528
Interest and endowment income of	<u>484,843</u>	<u>418,797</u>
Which resulted in total revenues of	2,557,703	3,477,684
Less amounts raised on behalf of others totaling	<u>(854,221)</u>	<u>(858,634)</u>
	1,703,482	2,619,050
We distributed to Delta College amounts totaling	1,857,230	2,403,363
We had administrative and fundraising expenses of	<u>261,087</u>	<u>217,739</u>
Which resulted in total expenses of	<u>2,118,317</u>	<u>2,621,102</u>
Which resulted in a total decrease in net assets of	(414,835)	(2,052)
When combined with our net assets at the beginning of the year of	<u>1,965,000</u>	<u>1,967,052</u>
Resulted in a net asset balance at the end of the year of	<u>\$ 1,550,165</u>	<u>\$ 1,965,000</u>
The June 30, 2023 and 2022 net assets balance is represented by		
Total assets of	\$ 1,597,305	\$ 1,992,755
From which we owe total liabilities of	<u>47,140</u>	<u>27,755</u>
Which, when subtracted from total assets, resulted in our net assets balance at the end of the year of	<u>\$ 1,550,165</u>	<u>\$ 1,965,000</u>

In addition, Delta College holds endowed funds with a market value of \$30,909,369 and \$28,274,644 as of June 30, 2023 and 2022, respectively, which were donated by the private sector.

Delta College

Details of Delta College Endowment Fund

Year Ended June 30, 2023

	NET ASSETS	GIFTS & TRANSFERS	EARNINGS & NET GAIN (LOSS) ON INVESTMENTS	DISTRIBUTIONS	INVESTMENT & ADMIN FEES	NET ASSETS JUNE 30, 2023
	JULY 1, 2022					
Endowed Scholarship Funds						
Margaret Adams Scholarship	\$ 11,567	\$ -	\$ 1,277	\$ (499)	\$ (212)	\$ 12,133
Charleen T. Adcock Scholarship	58,730	-	6,481	(2,530)	(1,074)	61,607
Andrew F. & Mary H. Anderson Scholarship	53,596	-	5,914	(2,236)	(961)	56,313
Kurt W. Anderson Agricultural Scholarship	23,515	-	2,595	(1,070)	(444)	24,596
Athletic Scholarship	387,544	-	42,763	(16,703)	(7,086)	406,518
M. Seth Babcock Scholarship	17,480	-	1,928	(753)	(319)	18,336
Mary Ann (McGregor) Badour Scholarship	41,889	-	4,623	(1,805)	(766)	43,941
James & Joy Baker Scholarship	42,414	-	4,679	(1,828)	(775)	44,490
Barney & Gerry Ballor Family Scholarship	41,534	-	4,583	(1,500)	(687)	43,930
Adeline Barth Scholarship	42,433	-	4,683	-	(811)	46,305
Baxandall Scholarship	907,121	-	100,095	(22,143)	(12,347)	972,726
Bay City Central Class of '41 Scholarship	86,964	-	9,596	(3,731)	(1,586)	91,243
Elzie & Muriel Beaver Scholarship	149,603	-	16,507	(6,448)	(2,735)	156,927
Eric "Q" Beckman Memorial Scholarship	34,764	860	3,891	-	(552)	38,963
Leonard & Esther Bergstein Scholarship	98,983	-	10,922	(3,944)	(1,729)	104,232
Darrell R. Berry Scholarship	32,563	-	3,593	(1,403)	(595)	34,158
Alfred J. Bladecki Scholarship	16,285	-	1,797	(595)	(271)	17,216
Martin & Emma Block Scholarships	501,352	-	55,320	(21,609)	(9,166)	525,897
Louise K. Brentin Scholarship	59,402	500	6,577	(2,276)	(1,016)	63,187
Business Division Scholarship	160,385	-	17,697	(6,902)	(2,929)	168,251
Donald & Betty Carlyon Scholarship	221,853	6,670	24,827	(8,556)	(3,819)	240,975
DeeMona Chatman Scholarship	25,254	-	2,787	(1,088)	(462)	26,491
Scott Clemons Scholarship	21,200	5,369	2,848	-	(402)	29,015
Lynn Conway Athletic Scholarship	30,247	260	3,358	(1,276)	(547)	32,042
Mary Jane Cooper Scholarship & TLC	39,170	500	4,344	-	(660)	43,354
Jack & Anita Crowell Scholarship	-	15,256	1,464	-	(55)	16,665
Gilbert A. Currie Estate Scholarship	332,980	-	36,741	(14,352)	(6,088)	349,281
Ilau & Phillip Dean Scholarship	82,895	5,000	9,648	(2,802)	(1,341)	93,400
Keith DeLong Scholarship	34,268	-	3,781	-	(650)	37,399
Delta College Employee-Sponsored Scholarship	123,574	180	13,643	(5,326)	(2,260)	129,811
Delta Deltah's Scholarship	6,283	-	693	(271)	(115)	6,590
Dixon Family Scholarship	72,679	-	8,020	(3,133)	(1,329)	76,237
Herbert Doan Scholarship	58,385	-	6,442	(2,038)	(947)	61,842
B. Joe & Margery (Knepp) Dodson Scholarship	114,558	-	12,641	(4,803)	(2,061)	120,335
Frances Dolinski Scholarship	97,457	2,125	11,119	(3,958)	(1,734)	105,009
Henry Dolinski Scholarship	105,074	2,125	11,960	(4,287)	(1,874)	112,998
Dr. Louis W. Doll & Patricia Drury Scholarship	45,640	-	5,037	(1,958)	(833)	47,886
Tom Dostal Memorial Scholarship	34,097	200	3,770	(1,414)	(609)	36,044
Jerry & Terry Drake Scholarship & Broadcasting Program Support	253,756	-	28,000	(10,937)	(4,639)	266,180
Draper Family Scholarship	16,320	-	1,802	(703)	(299)	17,120

Delta College

Details of Delta College Endowment Fund - Continued

Year Ended June 30, 2023

	NET ASSETS	GIFTS & TRANSFERS	EARNINGS & NET GAIN (LOSS) ON INVESTMENTS	DISTRIBUTIONS	INVESTMENT & ADMIN FEES	NET ASSETS
	JULY 1, 2022					JUNE 30, 2023
Endowed Scholarship Funds - Continued						
Edwin J. Dresser Scholarship	\$ -	\$ 95,089	\$ 9,548	\$ -	\$ (359)	\$ 104,278
Gene R. Duckworth Scholarship	33,064	-	3,648	(1,425)	(604)	34,683
Dr. Robert & Carol Emrich Scholarship	19,902	150	2,204	(907)	(378)	20,971
Eldon Enger & Fred Ross Scholarship	27,423	200	3,034	(1,162)	(497)	28,998
James E. & Leanne Lutz Erickson Scholarship	26,765	-	2,953	(1,148)	(488)	28,082
Fettig Family Scholarship	44,942	3,000	4,958	(1,592)	(735)	50,573
Arthur J. & Bette L. Fisher Scholarship	310,058	-	34,213	(13,364)	(5,669)	325,238
Isabella M. Flynn Scholarship	313,117	-	34,550	(13,494)	(5,724)	328,449
Dr. John & Joanne Fuller Scholarship	37,909	-	4,184	(1,605)	(686)	39,802
Gakstatter Family Scholarship	46,971	-	5,184	(2,024)	(859)	49,272
Almon & Ethan Galloway Scholarship	-	20,000	878	-	(36)	20,842
David R. & Vivian S. Gamez Scholarship	81,571	-	9,001	(3,515)	(1,491)	85,566
Gerace Construction Scholarship	146,722	-	16,190	(6,324)	(2,683)	153,905
Gerity Broadcasting Company Scholarship	115,907	-	12,789	(4,996)	(2,119)	121,581
Robert M. Gohlke Scholarship	34,954	-	3,856	(1,506)	(639)	36,665
Dr. Jean Goodnow Scholarship	46,442	1,000	5,224	(1,608)	(754)	50,304
Gougeon Employees Foundation Business & Technology Scholarship	19,644	-	2,168	-	(289)	21,523
Lynda V. & James M. Grant Scholarship	295,909	-	32,651	(13,452)	(5,585)	309,523
Great Lakes Bay Manufacturers' Association Scholarship	44,672	-	4,929	(1,916)	(814)	46,871
Russell B. & Grace H. Green Scholarship	47,502	200	5,250	(2,047)	(869)	50,036
Priscilla Bogi Guritza Memorial Scholarship	27,025	-	2,983	(1,165)	(494)	28,349
Clarence & June Hackbarth Scholarship	26,102	1,000	2,952	(1,108)	(476)	28,470
Beki Gray Hadley Scholarship	47,641	-	5,257	(2,053)	(871)	49,974
David & Jackie Hall Scholarship	24,584	-	2,713	(1,042)	(446)	25,809
Hammond Family Scholarship	23,926	-	2,641	(1,031)	(439)	25,097
Sarah Hansen Scholarship	13,620	-	1,503	(582)	(248)	14,293
William J. Hargreaves Scholarship	25,090	-	2,769	(1,083)	(459)	26,317
Joan B. Harry Scholarship	62,177	-	6,861	(1,858)	(932)	66,248
Harry Hawkins Scholarship	19,417	-	2,142	(837)	(355)	20,367
H. E. Hayes & D. B. Hayes Urmy Scholarship	-	25,000	-	-	-	25,000
Hilde & Walter Heyman Scholarship	21,736	-	2,398	(937)	(397)	22,800
Ada E. Hobbs Scholarship	13,739	-	1,515	(592)	(251)	14,411
Don Holzhei Memorial Scholarship	27,917	-	3,081	(1,203)	(511)	29,284
Home Builders Association of Bay, Midland & Saginaw Counties	23,023	-	2,540	(992)	(421)	24,150
Honors Student Scholarship	91,256	-	10,069	(3,933)	(1,668)	95,724
Richard Paul Hunter Scholarship	52,871	-	5,834	(2,335)	(981)	55,389
Ruby T. Iwamasa Scholarship	28,228	500	3,137	-	(518)	31,347
Dr. Martin & Ruth Jaffe Scholarship	31,333	-	3,457	(313)	(313)	34,164
James R. & Anita H. Jenkins Family Scholarship	137,182	-	15,137	(5,906)	(2,506)	143,907
Phyllis E. Jones Memorial Scholarship	23,159	-	2,556	(998)	(424)	24,293

Delta College

Details of Delta College Endowment Fund - Continued

Year Ended June 30, 2023

	NET ASSETS	GIFTS & TRANSFERS	EARNINGS & NET GAIN (LOSS) ON INVESTMENTS	DISTRIBUTIONS	INVESTMENT & ADMIN FEES	NET ASSETS JUNE 30, 2023
	JULY 1, 2022					
Endowed Scholarship Funds - Continued						
S. Preston & Dr. Betty B. Jones International Scholarship	\$ 135,688	\$ 12,681	\$ 15,039	\$ (5,507)	\$ (2,399)	\$ 155,502
Dan E. Karn Memorial Scholarship	4,663	-	514	(201)	(85)	4,891
Kaufmann Family Scholarship	22,252	-	2,455	(954)	(406)	23,347
Robert F. Keicher Memorial Scholarship	26,811	60	2,965	(1,142)	(487)	28,207
Dale & Alma Keyser Scholarship	37,857	600	4,203	(1,583)	(681)	40,396
Walter J. & Sophia M. Kilar Scholarship	26,481	-	2,923	(1,141)	(484)	27,779
International Order of King's Daughters & Sons Scholarship	30,486	-	3,364	(1,314)	(558)	31,978
Oscar W. Kloha Scholarship	44,136	-	4,869	(1,902)	(807)	46,296
Robert I. & Marjorie H. Knepp Scholarship	241,951	-	26,698	(10,428)	(4,424)	253,797
W.R. & Edith Knepp Scholarship	249,495	-	27,530	(10,753)	(4,561)	261,711
W.R. Knepp, Jr. Scholarship	188,790	-	20,831	(8,137)	(3,451)	198,033
John L. & Margaret H. Krawczyk Scholarship	35,200	328	3,899	(1,124)	(546)	37,757
Daniel P. Kubiak Scholarship	58,192	13,610	6,421	(1,130)	(720)	76,373
Gary Laatsch Scholarship	43,969	-	4,851	(1,887)	(802)	46,131
Jack LaBreck Scholarship	6,795	-	750	(293)	(124)	7,128
Ilene M. Lane Nursing Scholarship	64,204	-	7,084	(2,767)	(1,174)	67,347
Dr. Thomas H. Lane & Janis E. Landry-Lane Scholarship	91,502	-	10,097	(3,943)	(1,673)	95,983
Thomas & Rose Mary Laur Scholarship	97,681	-	10,778	(4,193)	(1,781)	102,485
Professor Marjorie M. Leeson Scholarship	88,708	7,000	10,491	(3,140)	(1,477)	101,582
Leo & Evelyn Levy Scholarship	26,269	-	2,899	(1,130)	(480)	27,558
Denise Lovay-Gravlin Memorial Scholarship	31,381	100	3,467	(1,262)	(551)	33,135
Edward & Kathleen Lunt Scholarship	260,637	-	28,760	(7,835)	(3,916)	277,646
Thomas & Brenda Mahar Scholarship	28,269	-	3,119	(1,218)	(517)	29,653
Gracia E. Marsh Memorial Nursing Scholarship	16,860	500	1,910	-	(321)	18,949
Ruth Mast Fox Scholarship	21,417	-	2,363	(928)	(393)	22,459
Margaret McAlear Scholarship	44,829	-	4,947	(1,914)	(816)	47,046
Marlene Mehlhose Scholarship	20,664	200	2,314	(890)	(379)	21,909
Aceie & Thelma Micho Scholarship	181,863	22,240	20,066	(6,577)	(3,009)	214,583
Rhea Miller Scholarship	51,191	-	5,648	(2,206)	(936)	53,697
Richard & Gloria Miller Scholarship	46,689	1,500	5,281	(1,859)	(820)	50,791
Dorothy & Robert Monica Scholarship	155,901	-	17,203	(5,502)	(2,546)	165,056
Monitor Sugar Scholarship	21,898	-	2,416	(944)	(400)	22,970
Morley Family Foundation Scholarship	32,702	3,000	3,853	(1,232)	(563)	37,760
Virginia Morrison Scholarship	45,428	-	5,012	(1,948)	(828)	47,664
Wendell & Ethel Mullison Scholarship	27,603	-	3,046	(1,190)	(504)	28,955
James E. Murphy Scholarship	33,736	-	3,722	-	(539)	36,919
W. Brock Neely Scholarship	58,944	-	6,504	(2,396)	(1,042)	62,010
William H. "Buddy" Oates Scholarship	33,527	-	3,700	(1,445)	(613)	35,169
Oscar P. & Louise H. Osthelder Scholarship	166,108	6,500	18,981	(6,687)	(2,944)	181,958
Jesse J. Oswald Scholarship	38,150	200	4,221	(1,576)	(682)	40,313

Delta College

Details of Delta College Endowment Fund - Continued

Year Ended June 30, 2023

	NET ASSETS	GIFTS & TRANSFERS	EARNINGS & NET GAIN (LOSS) ON INVESTMENTS	DISTRIBUTIONS	INVESTMENT & ADMIN FEES	NET ASSETS
	JULY 1, 2022					JUNE 30, 2023
Endowed Scholarship Funds - Continued						
Marguerite Scull Parker Scholarship	\$ 29,937	\$ -	\$ 3,304	\$ (1,275)	\$ (544)	\$ 31,422
Cecelia Randall Scholarship	23,961	-	2,644	(1,033)	(438)	25,134
Alfonso Rasch-Isla Scholarship	25,893	-	2,857	(1,116)	(473)	27,161
Will & Connie R. Reading Scholarship	29,616	1,100	3,368	(1,267)	(543)	32,274
Newell Remington Scholarship & TLC Support	52,250	260	5,780	(2,198)	(943)	55,149
Robinson Family Scholarship	19,263	-	2,126	-	(366)	21,023
Renee Rookard Scholarship	80,362	-	8,867	(3,464)	(1,469)	84,296
Harold & Norine Rupp Scholarship	21,511	-	2,374	(927)	(394)	22,564
Saginaw County Child Development Centers Program Scholarship	18,353	-	2,025	(791)	(336)	19,251
Cliff & Grace Saladine Scholarship	28,949	-	3,194	(1,248)	(529)	30,366
Linda Ortega Scheall Memorial Scholarship	17,768	-	1,961	-	(339)	19,390
Ronnie & Christopher Scheall Scholarship	22,491	-	2,481	-	(360)	24,612
Peggy A. Scott Scholarship	56,643	3,000	6,638	(2,220)	(994)	63,067
Scott & Sandra Seeburger Family Scholarship	20,247	-	2,234	(945)	(388)	21,148
Charlotte Seiler Memorial Scholarship	52,198	-	5,759	(2,270)	(959)	54,728
Ralph I. & Archie M. Selby Family Scholarship	24,354	-	2,688	(1,030)	(440)	25,572
Gene F. Shrum & Dee Dee (Shrum) Wacksman Scholarship	20,898	18,856	4,199	(901)	(453)	42,599
Van Dewitt & Ruth Simmons Scholarship	181,206	-	19,996	(7,810)	(3,314)	190,078
John M. Smith & William Wolgast Family Softball Scholarship	23,197	-	2,559	(1,000)	(424)	24,332
Paul Sowatsky Scholarship & Award	31,209	-	3,444	(1,345)	(570)	32,738
Spittka Family Scholarship	45,336	-	5,003	(1,905)	(816)	47,618
Owen L. & Vivian Stafford & Rausch Family Scholarship	-	72,000	12,365	-	(427)	83,938
James Stark Scholarship	3,953	-	437	(170)	(73)	4,147
Eileen & Hugh Starks Scholarship	34,818	-	3,842	(1,501)	(636)	36,523
Dr. James F. & Elizabeth Stoddard Scholarship	120,812	-	13,330	(4,798)	(2,106)	127,238
Greg Stryker Scholarship	21,333	1,750	2,655	(911)	(399)	24,428
Paul & Margaret Thompson Scholarship	36,476	-	4,025	(1,572)	(667)	38,262
Willie E. Thompson Scholarship	34,173	-	3,771	(1,463)	(623)	35,858
Bernard C. & Lois K. Ulrich Graham Scholarship	23,014	-	2,540	(1,004)	(424)	24,126
Tina S. & Philip M. Van Dam Scholarship	43,484	-	4,798	(1,716)	(755)	45,811
Jeanne M. VanOchten & Wayne W. Adams Scholarship	21,846	-	2,410	(940)	(399)	22,917
Glenn Waters Scholarship	-	45,830	7,583	-	(263)	53,150
Lynn & Sandy Weimer Scholarship	25,824	-	2,849	(1,037)	(453)	27,183
Walter G. & Carol A. Weinlander Scholarship	1,000,000	-	110,342	(10,000)	(10,008)	1,090,334
Ken & "Miss Mona" White Scholarship	138,541	10,100	16,301	(5,148)	(2,365)	157,429
David & Carol Williams Scholarship	39,754	-	4,387	(1,633)	(706)	41,802
Alice & Jack Wirt Scholarship	226,729	-	25,017	(9,773)	(4,145)	237,828
Teresa Plackowski-Witucki Scholarship	23,419	-	2,585	(1,009)	(428)	24,567
Wolverine Bank Scholarship	40,777	-	4,499	(1,758)	(745)	42,773
Christopher Alen Yagiela Scholarship	21,745	-	2,400	-	(280)	23,865

Delta College

Details of Delta College Endowment Fund - Continued

Year Ended June 30, 2023

	NET ASSETS JULY 1, 2022	GIFTS & TRANSFERS	EARNINGS & NET GAIN (LOSS) ON INVESTMENTS	DISTRIBUTIONS	INVESTMENT & ADMIN FEES	NET ASSETS JUNE 30, 2023
Endowed Scholarship Funds - Continued						
Robert R. "Dr. Bob" Zimmermann Scholarship	\$ 156,375	\$ 875	\$ 17,255	\$ (5,706)	\$ (2,601)	\$ 166,198
Alan & Carol Zombeck Scholarship	21,109	-	2,329	(943)	(394)	22,101
Anton, Sr., Alma & Anton, Jr. Zucker Scholarship	86,649	-	9,561	(3,735)	(1,585)	90,890
Melvin & Hilda Zuehlke Scholarship and Special Needs Assistance Fund	150,907	-	16,651	(6,504)	(2,759)	158,295
Total Endowed Scholarships	12,833,621	407,474	1,456,030	(469,274)	(218,545)	14,009,306
Endowed Teaching Chairs						
Donald & Betty Carlyon Endowed Teaching Chair	222,515	300	24,576	(9,556)	(4,061)	233,774
Robert DeVinney Endowed Teaching Chair	151,947	60	16,773	(6,542)	(2,777)	159,461
Ellucian Higher Education Endowed Teaching Chair	154,589	-	17,058	(6,663)	(2,827)	162,157
Karen MacArthur Endowed Teaching Chair	144,337	1,000	15,927	(6,135)	(2,618)	152,511
Robert R. "Dr. Bob" Zimmermann Faculty Professional Development	175,463	5,250	19,361	(5,607)	(2,719)	191,748
Total Endowed Teaching Chairs	848,851	6,610	93,695	(34,503)	(15,002)	899,651
Endowed Student, Staff & Faculty Awards						
Ormond Barstow/Ludo Frevel Award for Scholarly Achievement	32,546	-	3,590	(1,403)	(595)	34,138
Bergstein Award for Teaching Excellence	64,976	-	7,170	(2,288)	(1,060)	68,798
William R. Collings Award for Outstanding Service & Academic Achievement	40,587	-	4,479	(1,749)	(742)	42,575
Dow Chemical Company Michigan Operations Award for Physical Science	27,537	-	3,038	(1,187)	(504)	28,884
Fred E. Dulmage Award for Engineering & Technology	24,189	-	2,669	(1,043)	(443)	25,372
Peter & Suzanne Frantz Award for Art	28,059	-	3,097	(1,209)	(513)	29,434
Gerstacker Faculty Recognition Award	36,387	-	4,015	(1,568)	(665)	38,169
Gougeon Brothers, Inc. Award for Applied Industrial/Technical	26,843	-	2,963	(1,157)	(491)	28,158
Robert & Joyce Hetzler Family Award for Outstanding Service & Leadership	27,214	-	3,003	(1,173)	(497)	28,547
Kimberly R. Houston Leadership & Service Learning Award	23,006	-	2,539	(996)	(422)	24,127
Edward & Kathryn (Dunn) Langenburg Award for Education	34,506	-	3,807	(1,412)	(612)	36,289
James R. McIntyre Award for Health Sciences	27,766	-	3,064	(1,197)	(508)	29,125
Frances Goll Mills Award for Nursing	31,010	-	3,421	(1,337)	(567)	32,527
Paul Moore Social Science Award	25,964	190	2,873	(1,098)	(470)	27,459
Morley Foundation Award for Business Management	28,423	-	3,135	(1,225)	(519)	29,814
Skip Renker Award for Creative Writing	22,271	-	2,457	(960)	(407)	23,361
Dawn Schmidt Award for Mathematics	29,852	60	3,299	(1,262)	(540)	31,409
Support Staff Excellence Award	5,478	-	605	(236)	(100)	5,747
Julius & Irene Sutto Award for Life Sciences	27,145	-	2,995	(1,170)	(496)	28,474
Margaret Timm Award for English	38,934	-	4,296	(1,543)	(678)	41,009
Wesley Timm Award for Social Science	38,507	-	4,249	(1,558)	(678)	40,520
Jim & Janis Van Tiflin Award	26,392	-	2,912	(1,137)	(482)	27,685
Lola Bishop Whitney Award for Foreign Language	123,157	-	13,589	(5,308)	(2,252)	129,186
Total Endowed Student, Staff & Faculty Awards	790,749	250	87,265	(33,216)	(14,241)	830,807

Delta College

Details of Delta College Endowment Fund - Continued

Year Ended June 30, 2023

	NET ASSETS JULY 1, 2022	GIFTS & TRANSFERS	EARNINGS & NET GAIN (LOSS) ON INVESTMENTS	DISTRIBUTIONS	INVESTMENT & ADMIN FEES	NET ASSETS JUNE 30, 2023
Endowed Programs, Activities & Departmental Support						
M. Andersen & Donna Rapp Public Media	\$ 20,081	\$ 5,000	\$ 2,718	\$ -	\$ (340)	\$ 27,459
Arts & Letters Fund	26,843	-	2,962	(1,157)	(491)	28,157
Peter & Barbra Boyse Speaker Series	40,844	1,800	4,586	(1,659)	(725)	44,846
Peter D. Boyse President's Scholar Program	2,103,544	1,000	232,111	(90,516)	(38,423)	2,207,716
Delta College Planetarium Fund	750,480	17,300	83,754	(31,983)	(13,668)	805,883
The Herbert H. & Grace A. Dow Foundation Science Education	2,386,894	-	263,376	(101,869)	(43,388)	2,505,013
Ellucian Higher Education Possible Dream Program	94,777	-	10,458	(4,079)	(1,732)	99,424
Global Travel Fund	40,778	-	4,500	(1,758)	(745)	42,775
Patricia L. & Robert W. Grant Jr. Scholarship & Humanities Program	290,899	-	32,099	(12,530)	(5,316)	305,152
William & Susan Marklewitz for Health Professions	170,454	-	18,809	(7,341)	(3,115)	178,807
Dr. Murlene E. McKinnon Public Media	104,824	4,291	12,304	(3,600)	(1,713)	116,106
Vivian & Owen L. Stafford Public TV	-	30,000	5,152	-	(178)	34,974
Sturm Family Broadcast Programming Fund	189,713	-	20,933	(8,177)	(3,468)	199,001
Stephen M. & Dena J. Wirt	52,013	-	5,739	(2,241)	(951)	54,560
Total Endowed Programs, Activities & Departmental Support	6,272,144	59,391	699,501	(266,910)	(114,253)	6,649,873
Endowed Miscellaneous Funds						
Anderson Family Delta Sculpture Walk	111,297	-	12,281	(4,798)	(2,036)	116,744
Carlyon Farmhouse Maintenance	233,963	-	25,816	(10,084)	(4,278)	245,417
Herbert H. & Barbara C. Dow Fund	46,397	-	5,119	(2,000)	(848)	48,668
Otto C. Pressprich Fund	115,906	-	12,790	(4,996)	(2,119)	121,581
Total Endowed Miscellaneous Funds	507,563	-	56,006	(21,878)	(9,281)	532,410
TOTAL ENDOWMENT FUNDS	21,252,928	473,725	2,392,497	(825,781)	(371,322)	22,922,047
Funds Functioning as Endowments						
Etcyl H. & Ruth Blair CGA	19,454	-	(353)	-	(299)	18,802
Eric "Q" Beckman Adjunct Award for Exceptional Service	-	13,000	1,305	-	(49)	14,256
Peter & Barbra Boyse Speaker Series	277,206	-	30,587	(11,948)	(5,068)	290,777
Coca-Cola Scholarship	70,671	-	7,799	(3,046)	(1,293)	74,131
Jack & Anita Crowell Scholarship	-	13,380	1,343	-	(50)	14,673
Gilbert A. Currie Estate Fund	407,148	-	44,926	(17,549)	(7,444)	427,081
Delta College Public Radio Fund	75,017	-	8,277	(3,246)	(1,375)	78,673
Delta College Foundation Fund	1,194,663	450,000	131,822	(50,684)	(21,641)	1,704,160
Delta College Foundation Student Scholarships	371,438	28,025	43,157	(14,413)	(6,474)	421,733
Delta College Public TV Fund	647,345	64,213	73,940	(36,479)	(14,075)	734,944
Alden B. Dow Fund	55,237	-	6,095	(2,381)	(1,010)	57,941
Lynn Heatley Award for Distinguished Adjunct Faculty Service	-	13,000	1,305	-	(49)	14,256
Laughner Award	19,424	-	2,144	(837)	(355)	20,376

Delta College

Details of Delta College Endowment Fund - Continued

Year Ended June 30, 2023

	NET ASSETS JULY 1, 2022	GIFTS & TRANSFERS	EARNINGS & NET GAIN (LOSS) ON INVESTMENTS	DISTRIBUTIONS	INVESTMENT & ADMIN FEES	NET ASSETS JUNE 30, 2023
Funds Functioning as Endowments - Continued						
Possible Dream Program	\$ 2,544,065	\$ 32,475	\$ 282,145	\$ (103,725)	\$ (45,092)	\$ 2,709,868
UNUM Student Special Assistance	379,627	-	41,888	(16,363)	(6,941)	398,211
Macauley & Helen Whiting Fund	960,421	-	105,975	(41,396)	(17,560)	1,007,440
Total Funds Functioning as Endowments	<u>7,021,716</u>	<u>614,093</u>	<u>782,355</u>	<u>(302,067)</u>	<u>(128,775)</u>	<u>7,987,322</u>
TOTAL	<u>\$ 28,274,644</u>	<u>\$ 1,087,818</u>	<u>\$ 3,174,852</u>	<u>\$ (1,127,848)</u>	<u>\$ (500,097)</u>	<u>\$ 30,909,369</u>



Report of Independent Auditors

Board of Directors
Delta College Foundation
University Center, Michigan

Opinion

We have audited the accompanying financial statements of Delta College Foundation (a nonprofit organization), which comprise the statements of financial position as of June 30, 2023 and 2022, and the related statements of activities, functional expenses, and cash flows for the years then ended, and the related notes to the financial statements.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Delta College Foundation as of June 30, 2023 and 2022, and the changes in its net assets and its cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

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

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the 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 Delta College 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 Delta College 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 Delta College 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.

Report on Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The accompanying supplementary information shown on pages 1 to 8 is presented for purposes of additional analysis and is not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the financial statements as a whole.

Andrews Hooper Pavlik PLC

Saginaw, Michigan
October 24, 2023

Delta College Foundation
Statements of Financial Position

	June 30,	
	2023	2022
Assets		
Current assets:		
Cash and cash equivalents (Note 2)	\$ 1,147,454	\$ 1,617,607
Accounts receivable	110	1,150
Pledges receivable (Note 4)	100,364	81,887
Prepaid expenses	14,296	-
Total current assets	<u>1,262,224</u>	<u>1,700,644</u>
Long-term pledges receivable (Note 4)	<u>335,081</u>	<u>292,111</u>
Total assets	<u><u>\$ 1,597,305</u></u>	<u><u>\$ 1,992,755</u></u>
Liabilities and net assets		
Current liabilities:		
Accounts payable	\$ -	\$ 3,530
Unearned revenue	<u>47,140</u>	<u>24,225</u>
Total liabilities	47,140	27,755
Net assets:		
Without donor restrictions (Note 5)	511,683	992,366
With donor restrictions (Note 5)	<u>1,038,482</u>	<u>972,634</u>
Total net assets	<u>1,550,165</u>	<u>1,965,000</u>
Total liabilities and net assets	<u><u>\$ 1,597,305</u></u>	<u><u>\$ 1,992,755</u></u>

The accompanying notes are an integral part of these financial statements.

**Delta College Foundation
Statements of Activities**

Year Ended June 30,

	2023			2022		
	Without Donor Restrictions	With Donor Restrictions	Total	Without Donor Restrictions	With Donor Restrictions	Total
Revenues and other support:						
Contributions	\$ 84,310	\$ 1,706,640	\$ 1,790,950	\$ 163,296	\$ 2,794,394	\$ 2,957,690
Nonfinancial assets (Note 6)	-	218,799	218,799	-	35,669	35,669
Support services/facility use from Delta College	608,836	-	608,836	579,934	-	579,934
Special events, net of expenses \$66,674 in 2023 and \$57,446 in 2022	-	63,111	63,111	-	65,528	65,528
Investment return, net						
Endowment distribution	387,016	79,048	466,064	358,270	58,980	417,250
Other	18,779	-	18,779	1,547	-	1,547
Net assets released from restrictions (Note 5)	<u>1,147,529</u>	<u>(1,147,529)</u>	<u>-</u>	<u>2,218,132</u>	<u>(2,218,132)</u>	<u>-</u>
	<u>2,246,470</u>	<u>920,069</u>	<u>3,166,539</u>	<u>3,321,179</u>	<u>736,439</u>	<u>4,057,618</u>
Less: Amount raised on behalf of others	<u>-</u>	<u>(854,221)</u>	<u>(854,221)</u>	<u>-</u>	<u>(858,634)</u>	<u>(858,634)</u>
Total revenues and other support	2,246,470	65,848	2,312,318	3,321,179	(122,195)	3,198,984
Expenses and other deductions:						
Program:						
Grants and distributions to or for Delta College	1,857,230	-	1,857,230	2,403,363	-	2,403,363
Fundraising	114,073	-	114,073	95,017	-	95,017
Management and general	147,014	-	147,014	122,722	-	122,722
Total support services from Delta College	<u>608,836</u>	<u>-</u>	<u>608,836</u>	<u>579,934</u>	<u>-</u>	<u>579,934</u>
Total expenses and other deductions	<u>2,727,153</u>	<u>-</u>	<u>2,727,153</u>	<u>3,201,036</u>	<u>-</u>	<u>3,201,036</u>
Change in net assets	(480,683)	65,848	(414,835)	120,143	(122,195)	(2,052)
Net assets at beginning of year	<u>992,366</u>	<u>972,634</u>	<u>1,965,000</u>	<u>872,223</u>	<u>1,094,829</u>	<u>1,967,052</u>
Net assets at end of year	<u>\$ 511,683</u>	<u>\$ 1,038,482</u>	<u>\$ 1,550,165</u>	<u>\$ 992,366</u>	<u>\$ 972,634</u>	<u>\$ 1,965,000</u>

The accompanying notes are an integral part of the financial statements.

**Delta College Foundation
Statements of Functional Expenses**

Year Ended June 30,

	2023				2022			
	Program Support	Management & General	Fundraising	Total	Program Support	Management & General	Fundraising	Total
Expenses and other deductions:								
Grants to Delta College	\$ 1,557,601	\$ 101,472	\$ 67,648	\$ 1,726,721	\$ 2,202,070	\$ 93,006	\$ 62,004	\$ 2,357,080
Professional services	15,319	2,200	-	17,519	3,297	2,200	-	5,497
Classroom supplies	68,053	-	-	68,053	7,504	-	-	7,504
Food charges	9,180	884	10,789	20,853	15,505	662	1,132	17,299
Software and license	11,382	25,581	23,482	60,445	10,539	17,058	22,284	49,881
Dues and subscriptions	-	3,531	-	3,531	-	2,490	-	2,490
Office supplies	-	280	48	328	-	462	-	462
Printing/copy	97,083	4,336	2,577	103,996	67,589	462	6,168	74,219
Postage and freight	30,557	287	1,371	32,215	27,097	447	2,507	30,051
Liability Insurance	-	171	-	171	-	199	-	199
Fundraising fees	-	-	126	126	-	198	284	482
Speakers/performers	500	-	-	500	575	-	-	575
Promotional items	370	431	6,699	7,500	10,068	-	271	10,339
Miscellaneous fees and supplies	6,749	106	43	6,898	8,195	162	17	8,374
Commission/stipend PayPal fees	-	2,122	-	2,122	-	2,690	-	2,690
Rent space	21,915	-	-	21,915	13,825	-	-	13,825
Rent equipment	-	-	-	-	5,855	-	-	5,855
Scholarships and awards	20,269	-	-	20,269	18,001	-	-	18,001
Furniture and equipment	711	-	-	711	6,354	549	-	6,903
Registration	1,726	2,815	-	4,541	3,997	1,860	-	5,857
Meals and lodging	673	1,973	-	2,646	1,008	-	53	1,061
Transportation costs	15,142	825	1,290	17,257	1,884	277	297	2,458
	<u>1,857,230</u>	<u>147,014</u>	<u>114,073</u>	<u>2,118,317</u>	<u>2,403,363</u>	<u>122,722</u>	<u>95,017</u>	<u>2,621,102</u>
Support services paid by/facility use from Delta College								
Salaries	-	197,891	131,928	329,819	-	197,779	131,853	329,632
Benefits	-	149,329	99,553	248,882	-	131,216	87,478	218,694
Office expenses	-	16,561	11,041	27,602	-	17,281	11,521	28,802
Travel	-	1,520	1,013	2,533	-	1,684	1,122	2,806
	<u>-</u>	<u>365,301</u>	<u>243,535</u>	<u>608,836</u>	<u>-</u>	<u>347,960</u>	<u>231,974</u>	<u>579,934</u>
Total expenses and other deductions	<u>\$ 1,857,230</u>	<u>\$ 512,315</u>	<u>\$ 357,608</u>	<u>\$ 2,727,153</u>	<u>\$ 2,403,363</u>	<u>\$ 470,682</u>	<u>\$ 326,991</u>	<u>\$ 3,201,036</u>

The accompanying notes are an integral part of the financial statements.

**Delta College Foundation
Statements of Cash Flows**

	Year Ended June 30,	
	2023	2022
	<u> </u>	<u> </u>
Cash flows from operating activities:		
Change in net assets	\$ (414,835)	\$ (2,052)
Changes in operating assets and liabilities:		
Change in accounts receivable	1,040	1,900
Change in pledges receivable	(61,447)	85,622
Change in prepaid expenses	(14,296)	2,175
Change in accounts payable	(3,530)	1,178
Change in unearned revenue	<u>22,915</u>	<u>10,225</u>
Net cash provided by (used in) operating activities	<u>(470,153)</u>	<u>99,048</u>
Net change in cash and cash equivalents	(470,153)	99,048
Cash and cash equivalents at beginning of year	<u>1,617,607</u>	<u>1,518,559</u>
Cash and cash equivalents at end of year	<u><u>\$ 1,147,454</u></u>	<u><u>\$ 1,617,607</u></u>

The accompanying notes are an integral part of the financial statements.

Delta College Foundation
Notes to Financial Statements
Year Ended June 30, 2023

Note 1. Organization and Significant Accounting Policies

Business Description:

The Delta College Foundation was formed in 1979 for the purpose of receiving and administering funds for the support or benefit of Delta College (College). Donors are predominately from the College's district which includes Bay, Midland and Saginaw counties. The following is a summary of the Foundation's significant accounting policies.

Basis of Accounting:

The financial statements are prepared using the accrual basis of accounting.

Basis of Presentation:

The Foundation's financial statements have been prepared in accordance with accounting principles generally accepted in the United States of America. This guidance requires the Delta College Foundation to report information regarding its financial position and activities according to the following net asset classifications:

Net Assets Without Donor Restrictions – Net assets that are not subject to donor-imposed stipulations may be expended for any purpose in performing the primary objectives of the Foundation. These net assets may be used at the discretion of management and the board of directors.

Net Assets With Donor Restrictions – Net assets subject to donor-imposed stipulations may have temporary or perpetual restrictions. Temporary restrictions may be fulfilled by the passage of time or by using net assets for a specific purpose. Perpetual restrictions, where the donor has stipulated the funds be maintained in perpetuity, are invested in the College's Endowment Fund. All donor restricted contributions are reported as increases in net assets with donor restrictions. When restrictions are fulfilled, net assets are reclassified from net assets with donor restrictions to net assets without donor restriction in the Statements of Activities.

Delta College Foundation
Notes to Financial Statements - Continued
Year Ended June 30, 2023

Note 1. Organization and Significant Accounting Policies – Continued

Cash and Cash Equivalents and Investments:

Cash and cash equivalents consist of all highly liquid investments with an initial maturity of three months or less. The Foundation does not currently hold any investments of certificates of deposit or commercial paper.

Revenue Recognition and Contributions to Delta College:

Authoritative guidance requires that unconditional promises to give (pledges) be recorded as receivables and revenues and requires the Foundation to distinguish between contributions received for each net asset category in accordance with donor-imposed restrictions.

Endowment distributions and contributions, including pledges, are recognized as revenue in the period received and reported as increases in the appropriate category of net assets based on the presence or absence of donor restrictions. Contributions other than cash (nonfinancial assets) are recorded at their fair market value at the date of the gift. Revenues from sources other than contributions are reported as increases in net assets without donor restrictions. The fulfillment of donor-imposed restrictions on net assets is reported as a reclassification from net assets with donor restrictions to net assets without donor restrictions.

Upon receipt of contributions, the Foundation distributes the funds directly to Delta College or holds them for future distribution to the College (see Note 3).

Nonfinancial Asset Revenue:

The Foundation recorded contributions of nonfinancial assets as revenue, which included numerous vehicles and engines, 2 lathes, welding supplies and tools which were all transferred to the technical trades area. In addition, medical equipment, artwork and supplies and services to promote special events hosted by the Foundation were received. These contributed assets had donor-imposed restrictions.

Functional Expenses:

The costs of providing program services and supporting activities are summarized in the Statements of Functional Expenses. Certain categories of expenses have been allocated between management and general and fundraising expenses on the basis of time and effort estimates. These allocated expenses include Grants to Delta College and the Support Services paid by Delta College for salaries, benefits and office expenses. In addition, approximately one-third of the Support Services paid by Delta College for office expenses is for the use of office space within the College which was determined by square footage. All other expenses are charged directly to the functions they benefit.

Delta College Foundation
Notes to Financial Statements - Continued
Year Ended June 30, 2023

Note 1. Organization and Significant Accounting Policies – Continued

Fair Value Measurements:

In accordance with authoritative guidance, the Foundation is required to report all financial instruments on a fair value basis. Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The Foundation performs a detailed analysis of the assets and liabilities subject to authoritative guidance and uses valuation techniques that maximize the use of observable, market corroborated inputs (Level 1) and minimizes the use of unobservable inputs (Level 3). Financial assets and liabilities recorded at fair value will be classified and disclosed in one of the following categories:

Level 1 – Observable inputs that reflect quoted prices for identical assets or liabilities in active markets such as stock quotes.

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

Level 3 – Unobservable inputs derived from other valuation methodologies, including discounted cash flows or similar techniques. They are not based on market exchange, dealer or broker traded transactions and will incorporate assumptions and projections to determine the fair value assigned to such assets or liabilities.

For the years ended June 30, 2023 and 2022, the application of valuation techniques applied to similar assets and liabilities has been consistent.

Delta College Public Broadcasting Fundraising Activities:

Delta College Public Broadcasting fundraising revenues have been accounted for and are presented as “amount raised on behalf of others” in the accompanying financial statements of the Foundation.

Tax Exempt Status:

The Internal Revenue Service has ruled that the Foundation is qualified under Section 501(c)(3) of the Internal Revenue Code, and therefore, is not subject to income taxes under present federal and state income tax laws. The Foundation is not a private foundation within the meaning of Section 509(a) of the Internal Revenue Code.

Delta College Foundation
Notes to Financial Statements - Continued
Year Ended June 30, 2023

Note 1. Organization and Significant Accounting Policies – Continued

Use of Estimates:

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

Note 2. Cash, Cash Equivalents and Investments

Cash and cash equivalents invested in interest-bearing accounts were valued at \$1,147,454 and \$1,617,607, at June 30, 2023 and 2022, respectively. The Foundation did not hold any short-term investments at June 30, 2023 or 2022.

Bank balances at June 30, 2023 and 2022 (without recognition of checks written but not cleared, or of deposits in transit) were \$1,137,154 and \$1,603,701, respectively. As of June 30, 2023 and 2022, \$254,037 and \$447,966, respectively, were covered by federal depository insurance. The remainder was uninsured and uncollateralized.

Delta College Foundation
Notes to Financial Statements - Continued
Year Ended June 30, 2023

Note 3. Delta College Endowments

The Foundation receives gifts on behalf of the Delta College Endowment Fund each year. Donations to be added to existing endowments are transferred to the College's Endowment Fund within 30 days of receipt. The College policy requires a minimum of \$20,000 to establish a new endowment. Donations received for this purpose are held by the Foundation in an endowment-in-progress account until the \$20,000 minimum is reached and are transferred within 30 days of reaching this threshold. Interest is allocated to endowments-in-progress while they are held by the Foundation. The entire balance of the endowment-in-progress account, including interest, is transferred to the College when a new endowment is established. The following is a summary of activity for the College's Endowment Fund as extracted from the College's financial statements for the years ended June 30:

	2023			2022		
	Quasi Endowment Funds	Permanent Endowment Funds	Total	Quasi Endowment Funds	Permanent Endowment Funds	Total
Fund balance at beginning of year	\$ 7,021,716	\$ 21,252,928	\$ 28,274,644	\$ 8,743,347	\$ 24,837,205	\$ 33,580,552
Gifts	614,093	473,725	1,087,818	106,537	1,603,059	1,709,596
Gain (loss) on investments	782,355	2,392,497	3,174,852	(1,409,146)	(4,057,743)	(5,466,889)
Distributions	(302,067)	(825,781)	(1,127,848)	(284,841)	(758,281)	(1,043,122)
Investment and administration fees	(128,775)	(371,322)	(500,097)	(134,181)	(371,312)	(505,493)
Fund balance at end of year	\$ 7,987,322	\$ 22,922,047	\$ 30,909,369	\$ 7,021,716	\$ 21,252,928	\$ 28,274,644

Endowment investments include the College's permanent endowment funds and funds functioning as quasi-endowments. Although these quasi-endowment funds have been established by the Board of Directors for the same purposes as endowment funds, any portion of the quasi-endowment funds may be expended with management approval.

Delta College Foundation
Notes to Financial Statements - Continued
Year Ended June 30, 2023

Note 3. Delta College Endowments – Continued

Endowment Administrative Fee:

On June 1, 2016, the Foundation Board of Directors approved a 1% Endowment Administrative Fee to be applied to all funds held in the Endowment Fund. The fee is based on the endowment’s fair market value and is assessed by the Foundation annually. The calculation of the fee is consistent with the Distribution Policy and is based on a five-year quarterly moving average market value of the Fund. The fee is in addition to the investment fees charged by Morgan Stanley to manage the endowment’s investments. Funds resulting from implementation of the 1% Endowment Administration Fee are used to support the Foundation’s operational needs for philanthropic growth at Delta College. On June 30, 2023 and 2022, the fee was \$285,559 and \$262,252, respectively.

Note 4. Pledges Receivable

As of June 30, 2023 and 2022, donors to the Foundation have made unconditional promises to give (pledges) totaling \$495,274 and \$410,096, respectively. The discounted balances of the pledges at June 30, 2023 and 2022, were \$439,843 and \$377,776, respectively. Pledges were discounted to their present value based on their respective terms, with applicable discount rates averaging 4.37% for 2023 and 2.99% for 2022. The discounts were \$55,431 and \$32,320 at June 30, 2023 and 2022, respectively.

Management established a reserve for uncollectible pledges of 1.00% for 2023 and 2022 of discounted pledges, based on an analysis of the recent years’ activity. At June 30, 2023 and 2022, the reserve balances were \$4,398 and \$3,778, respectively. Pledges determined to be uncollectible are charged against the reserve for uncollectible pledges in the period that determination is made.

Discounted pledges at June 30, net of reserve, are scheduled to be collected as follows:

	<u>2023</u>	<u>2022</u>
Less than one year	\$ 100,364	\$ 81,887
One to five years	335,081	292,111
Total	<u>\$ 435,445</u>	<u>\$ 373,998</u>

Delta College Foundation
Notes to Financial Statements - Continued
Year Ended June 30, 2023

Note 5. Classification of Net Assets

Net assets with donor restrictions were as follows as of June 30:

	<u>2023</u>	<u>2022</u>
Specified purpose:		
Pending endowments	\$ 10,036	\$ 11,631
Instructional departments	98,775	111,293
Special projects and programs	308,973	295,612
Scholarships & awards	185,253	180,100
Pledges receivable, the proceeds from which have been restricted by donors for:		
Pending endowments	9,437	7,887
Instructional departments	1,319	1,141
Special projects and programs	12,609	12,749
Scholarships & awards	410,782	350,995
	<u>1,037,184</u>	<u>971,408</u>
Passage of time:		
Pledges receivable that are not restricted by donors, but are unavailable for expenditure until collected	<u>1,298</u>	<u>1,226</u>
 Total net assets with donor restrictions	 <u>\$ 1,038,482</u>	 <u>\$ 972,634</u>

Net assets without donor restrictions were as follows as of June 30:

Undesignated	\$ 285,330	\$ 806,358
Board-designated for projects	<u>226,353</u>	<u>186,008</u>
 Total net assets without donor restrictions	 <u>\$ 511,683</u>	 <u>\$ 992,366</u>

Delta College Foundation
Notes to Financial Statements - Continued
Year Ended June 30, 2023

Note 5. Classification of Net Assets – Continued

Net assets released from restrictions were as follows for the years ended June 30:

	<u>2023</u>	<u>2022</u>
Satisfied purpose restrictions:		
Endowments	\$ 475,764	\$ 1,579,699
Instructional departments	251,283	87,796
Special projects and programs	146,760	217,270
Scholarships & awards	<u>273,722</u>	<u>333,367</u>
	<u>\$ 1,147,529</u>	<u>\$ 2,218,132</u>

Note 6. Contributed Nonfinancial Assets

For the years ended June 30, contributed nonfinancial assets recognized within the statement of activities included:

	<u>2023</u>	<u>2022</u>
Vehicles and parts	\$ 77,136	\$ 12,711
Educational equipment and supplies	127,372	14,688
Works of art	5,200	-
Special event supplies	3,391	2,570
Services	<u>5,700</u>	<u>5,700</u>
	<u>\$ 218,799</u>	<u>\$ 35,669</u>

Delta College Foundation
Notes to Financial Statements - Continued
Year Ended June 30, 2023

Note 6. Contributed Nonfinancial Assets - Continued

The Foundation's policy is to accept only nonfinancial contributions that have a useful purpose to the Foundation or the College. Therefore, any nonfinancial assets received are retained by the Foundation or transferred to the College, and are not sold. Most assets are transferred directly to the College, except for donations of supplies and services used by the Foundation to host special event fundraisers such as the Chocolate Affair.

Vehicle contributions are transferred to the College to train students in the automotive repair industry. They are typically used by the College for 12 – 15 years and then donated to local high schools or intermediate school districts for their automotive programs, or they may need to be scrapped. Vehicles are not titled and cannot be driven on the road. The fair value of vehicle donations is determined by the manufacturers or dealerships who donate them who have expertise in evaluating their fair market value.

Educational equipment is transferred to the College to teach students in various curriculums including technical trades, science and humanities. The fair value of each donated item is determined by expert opinion or based on the price of similar items found in the market place.

Works of art are given to the College to add to the permanent art collection that is displayed throughout the main campus and the three centers located in downtown Bay City, Saginaw and Midland. The fair value of each item is determined by expert opinion.

Special event supplies typically include custom banners which are used by the Foundation to promote fundraising events. The fair value of these contributions is based on the current cost of similar banners created by the same manufacturer.

Donated services consist of air time on local radio stations and photo booth services. They are used by the Foundation to advertise fundraising events, such as the Chocolate Affair. The fair value of these donations is based on current rates for similar radio advertising and photo booth services.

Nonfinancial asset contributions are donated with the intent that they will be used by the College or the Foundation to educate students or promote fundraising events. Therefore, all nonfinancial assets received have donor-imposed restrictions.

Delta College Foundation
Notes to Financial Statements - Continued
Year Ended June 30, 2023

Note 7. Liquidity and Availability

The following reflects the Foundation’s financial assets, reduced by amounts unavailable for general use within one year as of June 30:

	<u>2023</u>	<u>2022</u>
Financial assets, at year end	\$ 1,597,305	\$ 1,992,755
Less those unavailable for general expenditure within one year, due to:		
Restricted by donor for time or purpose	(1,038,482)	(972,634)
Board-designated funds to be used for projects	<u>(226,353)</u>	<u>(186,008)</u>
Financial assets available to meet general expenditures within one year	<u>\$ 332,470</u>	<u>\$ 834,113</u>

The Foundation is substantially supported by the College, which provides the facilities, staff and a small supply budget to cover the majority of the Foundation’s general expenses. The Foundation’s charitable activities are substantially supported by restricted contributions. Because a donor’s restriction requires resources to be used in a particular manner or in a future period, the Foundation must maintain sufficient resources to meet those responsibilities. Thus, financial assets may not be available for general expenditures within one year. As part of the liquidity management policy, the Foundation structures its financial assets to become available as its general expenditures, liabilities and other obligations come due. In addition, the Foundation invests cash in excess of daily requirements in short-term investments. In the event of an unanticipated liquidity need, the Foundation could use board-designated funds for projects.

Note 8. Subsequent Events

Subsequent events have been evaluated for potential recognition and disclosures through October 24, 2023, which is the date the financial statements were available to be issued.