



**MUELLER & CO., LLP**

*Certified Public Accountants – Business & Financial Advisors*

**ASSURANCE**

**CHICAGO FOUNDATION FOR WOMEN  
AUDITED FINANCIAL STATEMENTS  
YEARS ENDED JUNE 30, 2018 AND 2017**

**MUELLER**

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## INDEPENDENT AUDITOR'S REPORT

Board of Directors  
Chicago Foundation for Women  
Chicago, Illinois

### Report on the Financial Statements

We have audited the accompanying statements of financial position of Chicago Foundation for Women, as of June 30, 2018 and 2017, and the related statements of activities, cash flows and functional expenses for the years then ended, and the related notes to the financial statements.

### Management's Responsibility for the Financial Statements

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

### Auditor's Responsibility

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

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

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## Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Chicago Foundation for Women as of June 30, 2018 and 2017, and the changes in its net assets and its cash flows for the years then ended in conformity with accounting principles generally accepted in the United States of America.

*Muller & Co., LLP*

Elgin, Illinois  
September 26, 2018

**CHICAGO FOUNDATION FOR WOMEN**  
**STATEMENTS OF FINANCIAL POSITION**  
**JUNE 30, 2018 AND 2017**

**ASSETS**

|                                                                                                                      | 2018          | 2017       |
|----------------------------------------------------------------------------------------------------------------------|---------------|------------|
| Cash and cash equivalents                                                                                            | \$ 1,151,451  | 699,630    |
| Investments                                                                                                          | 13,912,915    | 13,692,019 |
| Accounts receivable                                                                                                  | 3,600         | 20,900     |
| Unconditional promises to give, net                                                                                  | 528,500       | 837,582    |
| Prepaid expenses and other assets                                                                                    | 93,361        | 87,888     |
| Property and equipment, net of accumulated depreciation<br>and amortization of \$64,316 in 2018 and \$60,497 in 2017 | 25,021        | 27,577     |
|                                                                                                                      | \$ 15,714,848 | 15,365,596 |

**LIABILITIES AND NET ASSETS**

**Liabilities:**

|                           |          |         |
|---------------------------|----------|---------|
| Accounts payable          | \$ 4,068 | 9,432   |
| Accrued expenses          | 20,520   | 18,846  |
| Deferred revenue          | 225,717  | 149,300 |
| Deferred lease incentives | 71,584   | 67,436  |
|                           | 321,889  | 245,014 |

**Net assets:**

|                               |               |            |
|-------------------------------|---------------|------------|
| Unrestricted:                 |               |            |
| Board designated reserve fund | 1,000,000     | 500,000    |
| Undesignated                  | 7,134,176     | 7,516,082  |
| Temporarily restricted        | 1,621,152     | 1,485,469  |
| Permanently restricted        | 5,637,631     | 5,619,031  |
|                               | 15,392,959    | 15,120,582 |
|                               | \$ 15,714,848 | 15,365,596 |

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

CHICAGO FOUNDATION FOR WOMEN

STATEMENT OF ACTIVITIES

YEAR ENDED JUNE 30, 2018

|                                                                  | UNRESTRICTED*       | TEMPORARILY<br>RESTRICTED | PERMANENTLY<br>RESTRICTED | TOTAL             |
|------------------------------------------------------------------|---------------------|---------------------------|---------------------------|-------------------|
| <b>Support and revenue:</b>                                      |                     |                           |                           |                   |
| Contributions and grants                                         | \$ 2,261,167        | 597,278                   | 18,600                    | 2,877,045         |
| Special events, net of direct<br>benefits to donors of \$158,765 | 1,137,161           | -                         | -                         | 1,137,161         |
| Investment return, net                                           | 728,071             | 217,101                   | -                         | 945,172           |
| Fee for service                                                  | 16,099              | -                         | -                         | 16,099            |
| In-kind contributions                                            | 30,980              | -                         | -                         | 30,980            |
| Other income                                                     | 60,909              | -                         | -                         | 60,909            |
|                                                                  | <u>4,234,387</u>    | <u>814,379</u>            | <u>18,600</u>             | <u>5,067,366</u>  |
| <b>Net assets released from restrictions</b>                     | <u>678,696</u>      | <u>(678,696)</u>          | <u>-</u>                  | <u>-</u>          |
| Total support and revenue                                        | <u>4,913,083</u>    | <u>135,683</u>            | <u>18,600</u>             | <u>5,067,366</u>  |
| <b>Expenses:</b>                                                 |                     |                           |                           |                   |
| Program services:                                                |                     |                           |                           |                   |
| Grantmaking                                                      | 2,950,803           | -                         | -                         | 2,950,803         |
| Grantee education and support                                    | 248,125             | -                         | -                         | 248,125           |
| Leadership development                                           | 297,377             | -                         | -                         | 297,377           |
| Public policy and advocacy                                       | 525,673             | -                         | -                         | 525,673           |
|                                                                  | <u>4,021,978</u>    | <u>-</u>                  | <u>-</u>                  | <u>4,021,978</u>  |
| Management and general                                           | 125,654             | -                         | -                         | 125,654           |
| Fundraising                                                      | 647,357             | -                         | -                         | 647,357           |
|                                                                  | <u>773,011</u>      | <u>-</u>                  | <u>-</u>                  | <u>773,011</u>    |
| Total expenses                                                   | <u>4,794,989</u>    | <u>-</u>                  | <u>-</u>                  | <u>4,794,989</u>  |
| Change in net assets                                             | 118,094             | 135,683                   | 18,600                    | 272,377           |
| Net assets, beginning of year                                    | <u>8,016,082</u>    | <u>1,485,469</u>          | <u>5,619,031</u>          | <u>15,120,582</u> |
| Net assets, end of year                                          | <u>\$ 8,134,176</u> | <u>1,621,152</u>          | <u>5,637,631</u>          | <u>15,392,959</u> |

\* Please refer to *Supplementary Schedule of Unrestricted Activities* on page 25 for further detail.

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

CHICAGO FOUNDATION FOR WOMEN

STATEMENT OF ACTIVITIES

YEAR ENDED JUNE 30, 2017

|                                                                  | UNRESTRICTED*       | TEMPORARILY<br>RESTRICTED | PERMANENTLY<br>RESTRICTED | TOTAL             |
|------------------------------------------------------------------|---------------------|---------------------------|---------------------------|-------------------|
| <b>Support and revenue:</b>                                      |                     |                           |                           |                   |
| Contributions and grants                                         | \$ 1,900,838        | 421,021                   | 843,560                   | 3,165,419         |
| Special events, net of direct<br>benefits to donors of \$152,600 | 1,092,886           | -                         | -                         | 1,092,886         |
| Investment return, net                                           | 929,288             | 408,356                   | -                         | 1,337,644         |
| In-kind contributions                                            | 32,011              | -                         | -                         | 32,011            |
| Other income                                                     | 497                 | -                         | -                         | 497               |
|                                                                  | <u>3,955,520</u>    | <u>829,377</u>            | <u>843,560</u>            | <u>5,628,457</u>  |
| <b>Net assets released from restrictions</b>                     | <u>865,512</u>      | <u>(865,512)</u>          | <u>-</u>                  | <u>-</u>          |
| Total support and revenue                                        | <u>4,821,032</u>    | <u>(36,135)</u>           | <u>843,560</u>            | <u>5,628,457</u>  |
| <b>Expenses:</b>                                                 |                     |                           |                           |                   |
| Program services:                                                |                     |                           |                           |                   |
| Grantmaking                                                      | 2,592,836           | -                         | -                         | 2,592,836         |
| Grantee education and support                                    | 292,291             | -                         | -                         | 292,291           |
| Leadership development                                           | 257,858             | -                         | -                         | 257,858           |
| Public policy and advocacy                                       | 430,216             | -                         | -                         | 430,216           |
|                                                                  | <u>3,573,201</u>    | <u>-</u>                  | <u>-</u>                  | <u>3,573,201</u>  |
| Management and general                                           | 113,420             | -                         | -                         | 113,420           |
| Fundraising                                                      | 549,574             | -                         | -                         | 549,574           |
|                                                                  | <u>662,994</u>      | <u>-</u>                  | <u>-</u>                  | <u>662,994</u>    |
| Total expenses                                                   | <u>4,236,195</u>    | <u>-</u>                  | <u>-</u>                  | <u>4,236,195</u>  |
| Change in net assets                                             | 584,837             | (36,135)                  | 843,560                   | 1,392,262         |
| Net assets, beginning of year                                    | <u>7,431,245</u>    | <u>1,521,604</u>          | <u>4,775,471</u>          | <u>13,728,320</u> |
| Net assets, end of year                                          | <u>\$ 8,016,082</u> | <u>1,485,469</u>          | <u>5,619,031</u>          | <u>15,120,582</u> |

\* Please refer to *Supplementary Schedule of Unrestricted Activities* on page 26 for further detail.

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

**CHICAGO FOUNDATION FOR WOMEN**  
**STATEMENTS OF CASH FLOWS**  
**YEARS ENDED JUNE 30, 2018 AND 2017**

|                                                                                                             | 2018         | 2017        |
|-------------------------------------------------------------------------------------------------------------|--------------|-------------|
| <b>Cash provided by (applied to) operating activities:</b>                                                  |              |             |
| Change in net assets                                                                                        | \$ 272,377   | 1,392,262   |
| Adjustments to reconcile change in net assets<br>to net cash provided by (applied to) operating activities: |              |             |
| Depreciation and amortization                                                                               | 3,819        | 4,539       |
| Net realized and unrealized gain on investments                                                             | (503,703)    | (911,023)   |
| Contributions restricted for long-term purposes                                                             | (18,600)     | (843,560)   |
| Changes in:                                                                                                 |              |             |
| Accounts receivable                                                                                         | 17,300       | 6,282       |
| Unconditional promises to give                                                                              | 309,082      | 227,689     |
| Prepaid expenses and other assets                                                                           | (5,473)      | (7,150)     |
| Accounts payable                                                                                            | (5,364)      | (9,048)     |
| Accrued expenses                                                                                            | 1,674        | 1,592       |
| Deferred revenue                                                                                            | 76,417       | (82,245)    |
| Deferred lease incentives                                                                                   | 4,148        | 6,996       |
|                                                                                                             | 151,677      | (213,666)   |
| <b>Cash provided by (applied to) investing activities:</b>                                                  |              |             |
| Proceeds from sale of investments                                                                           | 1,871,013    | 3,979,544   |
| Purchase of investments                                                                                     | (1,588,206)  | (4,073,453) |
| Purchases of property and equipment                                                                         | (1,263)      | -           |
|                                                                                                             | 281,544      | (93,909)    |
| <b>Cash provided by (applied to) financing activities:</b>                                                  |              |             |
| Contributions restricted for long-term purposes                                                             | 18,600       | 843,560     |
| Unconditional promises to give                                                                              | -            | (554,200)   |
|                                                                                                             | 18,600       | 289,360     |
| Net increase (decrease) in cash and cash equivalents                                                        | 451,821      | (18,215)    |
| Cash and cash equivalents, beginning of year                                                                | 699,630      | 717,845     |
| Cash and cash equivalents, end of year                                                                      | \$ 1,151,451 | 699,630     |

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



**CHICAGO FOUNDATION FOR WOMEN**  
**STATEMENT OF FUNCTIONAL EXPENSES**

**YEAR ENDED JUNE 30, 2018**  
**WITH COMPARATIVE TOTALS FOR THE YEAR ENDED JUNE 30, 2017**

|                                         | GRANTMAKING         | GRANTEE<br>EDUCATION AND<br>SUPPORT | LEADERSHIP<br>DEVELOPMENT | PUBLIC<br>POLICY AND<br>ADVOCACY | TOTAL<br>PROGRAM<br>SERVICES | MANAGEMENT<br>AND GENERAL | FUNDRAISING    | TOTAL<br>EXPENSES<br>2018 | TOTAL<br>EXPENSES<br>2017 |
|-----------------------------------------|---------------------|-------------------------------------|---------------------------|----------------------------------|------------------------------|---------------------------|----------------|---------------------------|---------------------------|
| Grants                                  | \$ 2,613,750        | -                                   | -                         | -                                | 2,613,750                    | -                         | -              | 2,613,750                 | 2,308,050                 |
| Compensation                            | 233,016             | 130,560                             | 188,693                   | 280,230                          | 832,499                      | 71,369                    | 397,300        | 1,301,168                 | 1,240,197                 |
| Professional fees                       | 29,342              | 67,819                              | 52,335                    | 34,990                           | 184,486                      | 26,237                    | 45,321         | 256,044                   | 138,211                   |
| Bank fees                               | 3,760               | 2,107                               | 3,045                     | 4,522                            | 13,434                       | 1,152                     | 6,411          | 20,997                    | 14,847                    |
| Promotional materials                   | 1,095               | 614                                 | 887                       | 7,433                            | 10,029                       | 335                       | 1,867          | 12,231                    | 6,859                     |
| Occupancy                               | 22,894              | 12,828                              | 18,540                    | 27,533                           | 81,795                       | 7,019                     | 39,036         | 127,850                   | 128,124                   |
| Telephone and internet                  | 2,346               | 1,314                               | 1,899                     | 2,821                            | 8,380                        | 718                       | 3,999          | 13,097                    | 13,208                    |
| Delivery, postage and mailing           | 1,077               | 603                                 | 872                       | 1,295                            | 3,847                        | 355                       | 1,836          | 6,038                     | 5,281                     |
| Web hosting                             | 1,426               | 799                                 | 1,154                     | 8,240                            | 11,619                       | 437                       | 5,910          | 17,966                    | 9,354                     |
| Equipment                               | 2,518               | 1,411                               | 2,098                     | 3,029                            | 9,056                        | 771                       | 4,294          | 14,121                    | 10,059                    |
| Tech support                            | 7,502               | 2,288                               | 2,735                     | 4,061                            | 16,586                       | 1,034                     | 12,754         | 30,374                    | 39,147                    |
| Printing and photography                | 1,246               | 698                                 | 1,009                     | 11,924                           | 14,877                       | 382                       | 15,042         | 30,301                    | 32,165                    |
| Dues, subscriptions<br>and publications | 2,114               | 1,185                               | 1,712                     | 7,543                            | 12,554                       | 2,835                     | 3,605          | 18,994                    | 13,808                    |
| Supplies                                | 1,014               | 592                                 | 854                       | 1,219                            | 3,679                        | 311                       | 1,729          | 5,719                     | 5,903                     |
| Travel                                  | 1,043               | 964                                 | 886                       | 975                              | 3,868                        | 169                       | 870            | 4,907                     | 4,186                     |
| In-kind expense                         | 3,582               | 2,007                               | 5,684                     | 4,307                            | 15,580                       | 1,097                     | 14,303         | 30,980                    | 32,011                    |
| Special events expense                  | -                   | -                                   | -                         | -                                | -                            | -                         | 89,142         | 89,142                    | 60,940                    |
| Conferences and meetings                | 1,744               | 3,024                               | 4,658                     | 6,080                            | 15,506                       | 7,087                     | 1,663          | 24,256                    | 15,974                    |
| Insurance                               | 944                 | 529                                 | 765                       | 1,136                            | 3,374                        | 289                       | 1,610          | 5,273                     | 5,432                     |
| Depreciation and amortization           | -                   | -                                   | -                         | -                                | -                            | 3,819                     | -              | 3,819                     | 4,539                     |
| Miscellaneous                           | 20,390              | 288                                 | 316                       | 469                              | 21,463                       | 238                       | 665            | 22,366                    | 23,322                    |
| Other program expenses                  | -                   | 18,495                              | 9,235                     | 117,866                          | 145,596                      | -                         | -              | 145,596                   | 124,578                   |
|                                         | <u>\$ 2,950,803</u> | <u>248,125</u>                      | <u>297,377</u>            | <u>525,673</u>                   | <u>4,021,978</u>             | <u>125,654</u>            | <u>647,357</u> | <u>4,794,989</u>          | <u>4,236,195</u>          |

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

**CHICAGO FOUNDATION FOR WOMEN**  
**STATEMENT OF FUNCTIONAL EXPENSES**  
**YEAR ENDED JUNE 30, 2017**

|                                         | GRANTMAKING         | GRANTEE<br>EDUCATION AND<br>SUPPORT | LEADERSHIP<br>DEVELOPMENT | PUBLIC<br>POLICY AND<br>ADVOCACY | TOTAL<br>PROGRAM<br>SERVICES | MANAGEMENT<br>AND GENERAL | FUNDRAISING    | TOTAL<br>EXPENSES |
|-----------------------------------------|---------------------|-------------------------------------|---------------------------|----------------------------------|------------------------------|---------------------------|----------------|-------------------|
| Grants                                  | \$ 2,308,050        | -                                   | -                         | -                                | 2,308,050                    | -                         | -              | 2,308,050         |
| Compensation                            | 220,548             | 135,710                             | 189,451                   | 262,514                          | 808,223                      | 58,507                    | 373,467        | 1,240,197         |
| Professional fees                       | 8,639               | 30,647                              | 8,481                     | 47,618                           | 95,385                       | 29,013                    | 13,813         | 138,211           |
| Bank fees                               | 2,169               | 1,335                               | 1,863                     | 2,582                            | 7,949                        | 3,225                     | 3,673          | 14,847            |
| Promotional materials                   | 610                 | 375                                 | 524                       | 4,155                            | 5,664                        | 162                       | 1,033          | 6,859             |
| Occupancy                               | 22,785              | 14,020                              | 19,572                    | 27,120                           | 83,497                       | 6,044                     | 38,583         | 128,124           |
| Telephone and internet                  | 2,349               | 1,445                               | 2,018                     | 2,796                            | 8,608                        | 623                       | 3,977          | 13,208            |
| Delivery, postage and mailing           | 921                 | 567                                 | 791                       | 1,199                            | 3,478                        | 244                       | 1,559          | 5,281             |
| Web hosting                             | 576                 | 355                                 | 495                       | 6,799                            | 8,225                        | 153                       | 976            | 9,354             |
| Equipment                               | 1,771               | 1,090                               | 1,521                     | 2,108                            | 6,490                        | 570                       | 2,999          | 10,059            |
| Tech support                            | 11,485              | 2,435                               | 3,399                     | 4,710                            | 22,029                       | 1,050                     | 16,068         | 39,147            |
| Printing and photography                | 843                 | 519                                 | 724                       | 13,478                           | 15,564                       | 224                       | 16,377         | 32,165            |
| Dues, subscriptions<br>and publications | 1,624               | 956                                 | 1,335                     | 6,850                            | 10,765                       | 412                       | 2,631          | 13,808            |
| Supplies                                | 1,022               | 697                                 | 878                       | 1,304                            | 3,901                        | 271                       | 1,731          | 5,903             |
| Travel                                  | 1,845               | 673                                 | 288                       | 597                              | 3,403                        | 238                       | 545            | 4,186             |
| In-kind expense                         | 4,098               | 2,522                               | 7,480                     | 4,878                            | 18,978                       | 6,093                     | 6,940          | 32,011            |
| Special events expense                  | -                   | -                                   | -                         | -                                | -                            | -                         | 60,940         | 60,940            |
| Conferences and meetings                | 1,991               | 2,599                               | 4,154                     | 3,884                            | 12,628                       | 1,641                     | 1,705          | 15,974            |
| Insurance                               | 966                 | 594                                 | 830                       | 1,150                            | 3,540                        | 256                       | 1,636          | 5,432             |
| Depreciation and amortization           | -                   | -                                   | -                         | -                                | -                            | 4,539                     | -              | 4,539             |
| Miscellaneous                           | 544                 | 439                                 | 467                       | 20,796                           | 22,246                       | 155                       | 921            | 23,322            |
| Other program expenses                  | -                   | 95,313                              | 13,587                    | 15,678                           | 124,578                      | -                         | -              | 124,578           |
|                                         | <u>\$ 2,592,836</u> | <u>292,291</u>                      | <u>257,858</u>            | <u>430,216</u>                   | <u>3,573,201</u>             | <u>113,420</u>            | <u>549,574</u> | <u>4,236,195</u>  |

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

## CHICAGO FOUNDATION FOR WOMEN

### NOTES TO FINANCIAL STATEMENTS

#### **NOTE 1 - NATURE OF OPERATIONS**

Chicago Foundation for Women (CFW or Foundation) invests in women and girls as catalysts, building strong communities for all. CFW is a not-for-profit organization dedicated to increasing resources and opportunities for women and girls in the Chicago region through grant making, leadership development and public and grantee education. Since 1985, the Foundation has awarded over 4,000 grants totaling \$33 million to organizations and programs that make life better for women and girls. Over the past few years, CFW's programs and grants have helped to:

- Increase the average annual earnings for over 700 women by \$18,000 each, resulting in an additional \$12.6 million each year now going to stabilize families and communities.
- Pass over 30 pieces of pro-women and girls legislation in the State of Illinois.
- Train over 500 diverse women leaders to be effective and resilient advocates for gender and racial equity.

CFW invests in diverse leaders and organizations working to solve the biggest challenges facing women and girls today: economic insecurity, violence, and lack of access to healthcare and information. CFW takes a unique three-pronged approach to achieve its mission: 1) advocating for underserved women and girls; 2) providing grant support to both emerging and established organizations; and 3) offering an innovative array of leadership development and capacity building programming.

Serving as a backbone organization, CFW convenes and coordinates the efforts of diverse groups and organizations working to better the lives of Chicago's women and girls. CFW envisions a world in which all women and girls have the opportunity to thrive in safe, just and healthy communities. Through collective impact, CFW seeks to achieve large-scale systems change.

In June of 2016, the Foundation's Board of Directors adopted a new, five-year strategic plan that is a road map for expanded impact via growth in the Foundation's leadership development efforts and leveraging the work of others in support of our mission. The Foundation will maintain its focus on supporting economic security, access to health care and freedom from violence for women and girls while undertaking a significant initiative to lead community collaboration in achieving specific objectives towards gender equity in the Chicago region.

Guided by our strategic plan, CFW is taking a place-based, community-led and holistic approach to women's economic security through the Englewood Women's Initiative (EWI). This model leverages a two-generation strategy to focus on job skill training aimed at mothers, and comprehensive support services that benefit the entire family. Specifically, these strategies will put over 60 women on a path to sustainable income, defined as more than \$40,000 per year. This model ensures that traditional workforce development and other programs prioritize specific strategies that meet the specific needs of women and their families.

## CHICAGO FOUNDATION FOR WOMEN

### NOTES TO FINANCIAL STATEMENTS (CONTINUED)

#### NOTE 1 - NATURE OF OPERATIONS, CONTINUED

Based on CFW's over 33 years of experience, research and listening directly to the women and girls we serve, we know they require skills training with a clear pathway to employment as well as the proper support to ensure success. CFW has brought together a network of agencies taking a new approach to economic security by addressing the full spectrum of women's needs, from access to affordable childcare and housing, to domestic violence services and credit clean up, while also providing job skills training and small business support. Through the EWI, CFW has created a safety net of services designed to catch women from falling into poverty, no matter what obstacles arise on their path to economic security.

The ultimate goal of all of the Foundation's work is to create lasting, positive change in the lives of all women and girls.

#### NOTE 2 - SIGNIFICANT ACCOUNTING POLICIES

##### Cash and Cash Equivalents

For purposes of the statements of cash flows, the Foundation considers all highly liquid instruments with an original maturity of three months or less to be cash equivalents.

##### Investments

Investments are measured at fair value, determined by quoted market price, in the statements of financial position. Investment income or loss (including gains and losses on investments, interest and dividends, and investment fees) is included in the statements of activities as increases or decreases in unrestricted net assets unless the income or loss is restricted by donor or law.

##### Financial Instruments

Financial instruments, which are included in the Foundation's statements of financial position as of June 30, 2018, but not required to be measured at fair value on a recurring basis, consist of cash and cash equivalents, accounts receivable, unconditional promises to give, and accounts payable. The carrying amounts of these assets and liabilities approximate fair value.

## CHICAGO FOUNDATION FOR WOMEN

### NOTES TO FINANCIAL STATEMENTS (CONTINUED)

#### NOTE 2 - SIGNIFICANT ACCOUNTING POLICIES, CONTINUED

##### Property and Equipment

Property and equipment have been recorded at cost if purchased or at market value at time of donation if received as a gift. Depreciation and amortization of property and equipment is provided over the estimated useful lives of the respective assets on a straight-line basis. The useful lives of property and equipment for purposes of computing depreciation and amortization are as follows:

|                                |              |
|--------------------------------|--------------|
| Office furniture and equipment | 3 - 10 years |
| Leasehold improvements         | 10 years     |

##### Revenue Recognition

The majority of funding for the Foundation's operations is provided by contributions and grants. Contribution revenues and other support are recognized in the fiscal year that they are received. Grant revenues are recognized in the fiscal year in which they are awarded. Special event revenues are recognized in the fiscal year in which the event is conducted. Payments received in advance are initially recorded as deferred revenue.

##### Donor Advised Funds

The Donor Advised Funds (DAF) consist of unrestricted contributions that are reported within investments and are recorded at fair value (see Note 15). The Foundation recognizes revenue when assets are contributed to the DAF.

##### Support and Expenses

Contributions received and unconditional promises to give are measured at their fair values and are reported as an increase in net assets. All contributions are considered to be available for unrestricted use unless specifically restricted by the donor. The Foundation has elected to report donor restricted contributions whose restrictions are met in the same reporting period as unrestricted support.

The Foundation reports gifts of goods and equipment as unrestricted support unless explicit donor stipulations specify how the donated assets must be used. Gifts of long-lived assets with explicit restrictions that specify how the assets are to be used and gifts of cash or other assets that must be used to acquire long-lived assets are reported as restricted support. Absent explicit donor stipulations about how long those long-lived assets must be maintained, the Foundation reports expirations of donor restrictions when the donated or acquired long-lived assets are placed in service.

Expenses are recorded when incurred in accordance with the accrual basis of accounting.

## CHICAGO FOUNDATION FOR WOMEN

### NOTES TO FINANCIAL STATEMENTS (CONTINUED)

#### NOTE 2 - SIGNIFICANT ACCOUNTING POLICIES, CONTINUED

##### Unrestricted Net Assets

Unrestricted net assets are not subject to donor-imposed stipulations, or are those resources for which temporary donor-imposed stipulations have been satisfied.

##### Temporarily Restricted Net Assets

Temporarily restricted net assets are subject to donor-imposed stipulations that may or will be met, either by actions of the Foundation pursuant to those stipulations or that expire by the passage of time. When a restriction expires, temporarily restricted net assets are reclassified to unrestricted net assets and reported in the statements of activities as net assets released from restrictions.

##### Permanently Restricted Net Assets

Permanently restricted net assets are subject to donor-imposed stipulations that the resources be maintained permanently by the Foundation.

##### Accounting 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, changes therein at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

##### Concentration of Credit Risk

The Foundation maintains its cash in bank deposits which, at times, may exceed federally insured limits. The Foundation believes it is not exposed to significant credit risk on these accounts.

##### New Accounting Standard – Presentation of Financial Statements

In August 2016, the Financial Accounting Standards Board issued Accounting Standards Update (ASU) No. 2016-14, Presentation of Financial Statements of Not-for-Profit Entities (Topic 958). ASU No. 2016-14 is intended to simplify how organizations classify their net assets, and also improve the information presented in the financial statements and notes about liquidity, financial performance and cash flows. ASU No. 2016-14 is effective for annual financial statements issued for fiscal years beginning after December 15, 2017, and for interim periods with fiscal years beginning after December 15, 2018. The Foundation is currently evaluating the methods of adoption allowed by ASU No. 2016-14 and the effect that ASU No. 2016-14 is expected to have on its financial position, results of operations, and cash flows and related disclosures.

**CHICAGO FOUNDATION FOR WOMEN**

**NOTES TO FINANCIAL STATEMENTS  
(CONTINUED)**

**NOTE 2 - SIGNIFICANT ACCOUNTING POLICIES, CONTINUED**

Subsequent Events

Subsequent events have been evaluated through September 26, 2018, the date that the financial statements were available for issue.

**NOTE 3 - INVESTMENTS**

Investments reported at fair value at June 30, 2018 and 2017 consisted of the following:

|                                         | <u>2018</u>          | <u>2017</u>       |
|-----------------------------------------|----------------------|-------------------|
| Corporate bonds                         | \$ 1,235,506         | 1,242,707         |
| Straight preferred securities           | 499,316              | 479,672           |
| Common stock                            | 4,225,314            | 4,456,864         |
| Fixed income mutual funds:              |                      |                   |
| Treasury inflation protected securities | 236,103              | 231,728           |
| Broad domestic                          | 2,119,339            | 2,117,457         |
| International                           | 401,292              | 389,590           |
| High yield                              | 487,241              | 472,943           |
| Emerging markets                        | 230,282              | 237,925           |
| Equity mutual funds:                    |                      |                   |
| Large cap                               | 1,099,515            | 955,394           |
| Small/mid cap                           | 667,995              | 478,154           |
| International                           | 1,064,225            | 1,020,037         |
| Emerging markets                        | 580,761              | 549,232           |
| Other mutual funds:                     |                      |                   |
| Real estate                             | 317,461              | 307,197           |
| Commodity                               | 253,957              | 237,808           |
| Master limited partnerships             | 494,608              | 515,311           |
|                                         | <u>\$ 13,912,915</u> | <u>13,692,019</u> |

Investment return for the years ended June 30, 2018 and 2017 consisted of the following:

|                        | <u>2018</u>       | <u>2017</u>      |
|------------------------|-------------------|------------------|
| Interest and dividends | \$ 519,328        | 497,447          |
| Investment fees        | ( 77,859)         | ( 70,826)        |
| Realized gain          | 326,898           | 55,370           |
| Unrealized gain        | 176,805           | 855,653          |
|                        | <u>\$ 945,172</u> | <u>1,337,644</u> |

## CHICAGO FOUNDATION FOR WOMEN

### NOTES TO FINANCIAL STATEMENTS (CONTINUED)

#### NOTE 4 - FAIR VALUE MEASUREMENTS

Accounting standards generally accepted in the United States of America have established a framework for measuring fair value. That framework provides a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (Level 1 measurements) and the lowest priority to unobservable inputs (Level 3 measurements). The three levels of the fair value hierarchy are described below:

Level 1            Inputs to the valuation methodology are unadjusted quoted prices for identical assets or liabilities in active markets that management has the ability to access at the measurement date.

Level 2            Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly, such as:

- Quoted prices for similar assets or liabilities in active markets;
- Quoted prices for identical or similar assets or liabilities in inactive markets;
- Inputs other than quoted prices that are observable for the asset or liability;
- Inputs that are derived principally from or corroborated by observable market data by correlation or other means.

If the asset or liability has a specified (contractual) term, the Level 2 input must be observable for substantially the full term of the asset or liability.

Level 3            Inputs to the valuation methodology are unobservable and significant to the fair value measurement.

The asset's or liability's fair value measurement level within the fair value hierarchy is based on the lowest level of any input that is significant to the fair value measurement. Valuation techniques used need to maximize the use of observable inputs and minimize the use of unobservable inputs.

Following is a description of the valuation methodology used for assets measured at fair value. There have been no changes in the methodologies used at June 30, 2018 and 2017.

All securities: Based on quoted prices of identical assets in active markets.



CHICAGO FOUNDATION FOR WOMEN

NOTES TO FINANCIAL STATEMENTS  
(CONTINUED)

**NOTE 4 - FAIR VALUE MEASUREMENTS, CONTINUED**

The method described above may produce a fair value calculation that may not be indicative of net realizable value or reflective of future fair values. Furthermore, while the Foundation believes its valuation method is appropriate and consistent with other market participants, the use of different methodologies or assumptions to determine the fair value of certain financial instruments could result in a different fair value measurement at the reporting date.

Within the fair value hierarchy, the Foundation's assets consisted of Level 1 inputs, which had fair values of \$13,912,915 and \$13,692,019 as of June 30, 2018 and 2017, respectively.

For the years ended June 30, 2018 and 2017, there were no significant transfers between Levels 1 and 2 and no transfers in or out of Level 3.

**NOTE 5 - UNCONDITIONAL PROMISES TO GIVE**

The Foundation has received the following unconditional promises to give which are recognized as assets in the consolidated statements of financial position. The net present value (NPV) of outstanding pledges was discounted at 5% as of June 30, 2018 and 2017.

|                                                                                        | <u>2018</u>              | <u>2017</u>           |
|----------------------------------------------------------------------------------------|--------------------------|-----------------------|
| Due in less than one year                                                              | \$ 312,500               | 394,832               |
| Due in one to two years                                                                | 250,000                  | 250,000               |
| Due in two to three years                                                              | <u>-</u>                 | <u>250,000</u>        |
| Total unconditional promises to give                                                   | <u>562,500</u>           | <u>894,832</u>        |
| Less: amount representing discount to unconditional promises due in two to three years | ( <u>34,000</u> )        | ( <u>57,250</u> )     |
| Net unconditional promises to give                                                     | \$ <u><u>528,500</u></u> | <u><u>837,582</u></u> |

CHICAGO FOUNDATION FOR WOMEN

NOTES TO FINANCIAL STATEMENTS  
(CONTINUED)

**NOTE 6 - PROPERTY AND EQUIPMENT**

Property and equipment at June 30, 2018 and 2017, consisted of the following:

|                                                | <u>2018</u>      | <u>2017</u>      |
|------------------------------------------------|------------------|------------------|
| Office furniture and equipment                 | \$ 81,314        | 80,051           |
| Leasehold improvements                         | <u>8,023</u>     | <u>8,023</u>     |
|                                                | 89,337           | 88,074           |
| Less accumulated depreciation and amortization | <u>( 64,316)</u> | <u>( 60,497)</u> |
|                                                | \$ <u>25,021</u> | <u>27,577</u>    |

Depreciation and amortization expense was \$3,819 and \$4,539 for the years ended June 30, 2018 and 2017, respectively.

**NOTE 7 - LINE OF CREDIT**

The Foundation has a \$75,000 unsecured line of credit. The line of credit was renewed on October 28, 2017 and expires on July 19, 2019 and bears interest at the prime rate (4.25% at June 30, 2018). There was no outstanding balance as of June 30, 2018 or June 30, 2017, under this line of credit agreement.

CHICAGO FOUNDATION FOR WOMEN

NOTES TO FINANCIAL STATEMENTS  
(CONTINUED)

**NOTE 8 - TEMPORARILY RESTRICTED NET ASSETS**

Temporarily restricted net assets contain donor-imposed restrictions which expire upon the passage of time or once specific purposes have been fulfilled. At June 30, temporarily restricted net assets were available for the following purposes:

|                                                       | <u>2018</u>         | <u>2017</u>      |
|-------------------------------------------------------|---------------------|------------------|
| Time restricted for general operating                 | \$ 155,700          | 216,050          |
| Domestic violence                                     | 219,016             | 247,140          |
| Catalyst fund grantmaking                             | 75,000              | 75,000           |
| Emerging organizations                                | -                   | 1,700            |
| Strategic initiatives                                 | -                   | 64,167           |
| Enterprise fund                                       | -                   | 3,000            |
| 100% project                                          | -                   | 3,000            |
| Advocacy                                              | -                   | 8,104            |
| Englewood initiative                                  | -                   | 40,000           |
| Women's leadership                                    | -                   | 10,000           |
| Donor diversity                                       | 30,000              | 125,000          |
| DV leaders                                            | 100,000             | -                |
| Gender equity network                                 | 30,000              | -                |
| Willie T. Barrow fund                                 | 303,750             | -                |
| Women's march                                         | 21,378              | -                |
| Endowment return available for<br>future expenditures | <u>686,308</u>      | <u>692,308</u>   |
|                                                       | \$ <u>1,621,152</u> | <u>1,485,469</u> |

## CHICAGO FOUNDATION FOR WOMEN

### NOTES TO FINANCIAL STATEMENTS (CONTINUED)

#### NOTE 9 - NET ASSETS RELEASED FROM RESTRICTIONS

Net assets released from restrictions during the years ended June 30, 2018 and 2017, because donor restrictions were met by satisfying the stated grant purpose or time or other event, are as follows:

|                                       | <u>2018</u>       | <u>2017</u>    |
|---------------------------------------|-------------------|----------------|
| Time restricted for general operating | \$ 137,500        | 387,500        |
| Domestic violence                     | 28,125            | 30,375         |
| Catalyst fund grantmaking             | 75,000            | 75,000         |
| Emerging organizations                | 1,700             | 950            |
| Strategic initiatives                 | 64,167            | 64,167         |
| Enterprise fund                       | 3,000             | 5,000          |
| 100% project                          | 3,000             | -              |
| Advocacy                              | 8,104             | -              |
| Englewood initiative                  | 40,000            | -              |
| Donor diversity                       | 95,000            | -              |
| Nonprofit merger analysis             | -                 | 63,245         |
| Women's health series                 | -                 | 12,500         |
| Endowment appropriation               | <u>223,100</u>    | <u>226,775</u> |
|                                       | \$ <u>678,696</u> | <u>865,512</u> |

#### NOTE 10 - ENDOWMENT

The Foundation's endowment consists of funds established for the purpose of providing an ongoing source of income to the Foundation. As required by accounting principles generally accepted in the United States of America, net assets associated with endowment funds are classified and reported based on the existence or absence of donor-imposed restrictions.

##### Interpretation of Relevant Law

The State of Illinois adopted the Uniform Prudent Management of Institutional Funds Act (UPMIFA) on June 30, 2009. The Board of Directors has adopted a spending policy that requires the preservation of the historic value of the original gift as of the gift date of the donor-restricted endowment fund absent explicit donor stipulations to the contrary.

As a result of this policy, the Foundation classifies the original value of gifts donated to the permanent endowment, the original value of subsequent gifts to the permanent endowment, and accumulations to the permanent endowment made in accordance with the direction of the applicable donor gift instrument at the time the accumulation is added to the fund as permanently restricted net assets.

**CHICAGO FOUNDATION FOR WOMEN**

**NOTES TO FINANCIAL STATEMENTS  
(CONTINUED)**

**NOTE 10 - ENDOWMENT, CONTINUED**

Interpretation of Relevant Law, Continued

The remaining portion of the donor-restricted endowment fund that is not classified as permanently restricted net assets is classified as temporarily restricted net assets until those amounts are appropriated for expenditure by the Foundation.

Strategies Employed for Achieving Objectives

To satisfy its long-term rate-of-return objectives, the Foundation relies on a total return strategy in which investment returns are achieved through both capital appreciation (realized and unrealized) and current yield (interest and dividends).

Spending Policy and How the Investment Objectives Relate to Spending Policy

The Foundation has a policy of appropriating annually no more than 3-4% of the prior three-year average of the fair market value of the endowment, including any capital appreciation and/or current yield. In establishing this policy, the Foundation considered the long-term expected return on its endowments. This is consistent with the Foundation's objective to maintain the fair value of the endowment assets held in perpetuity for a specified term, as well as to provide additional real growth through new gifts and investment return. Donor-restricted endowments are spent in accordance with the donors' requirements, and distributions are made for purposes that conform to the donors' stated intentions.

Funds with Deficiencies

From time to time, the fair value of the assets associated with individual donor-restricted endowment funds may fall below the historic dollar value at date of gift.

There were no such deficiencies at June 30, 2018 or 2017.

CHICAGO FOUNDATION FOR WOMEN

NOTES TO FINANCIAL STATEMENTS  
(CONTINUED)

**NOTE 10 - ENDOWMENT, CONTINUED**

Endowment Schedules

Changes in endowment net assets for the year ended June 30, 2018:

|                                                       | <u>UNRESTRICTED</u> | <u>TEMPORARILY<br/>RESTRICTED</u> | <u>PERMANENTLY<br/>RESTRICTED</u> | <u>TOTAL</u>     |
|-------------------------------------------------------|---------------------|-----------------------------------|-----------------------------------|------------------|
| Endowment net assets,<br>June 30, 2017                | \$ -                | 692,308                           | 5,619,031                         | 6,311,339        |
| Investment return:                                    |                     |                                   |                                   |                  |
| Interest and dividends                                | -                   | 232,242                           | -                                 | 232,242          |
| Investment fees                                       | -                   | ( 25,833)                         | -                                 | ( 25,833)        |
| Realized gain                                         | -                   | 12,858                            | -                                 | 12,858           |
| Unrealized loss                                       | -                   | ( 2,167)                          | -                                 | ( 2,167)         |
|                                                       | -                   | 217,100                           | -                                 | 217,100          |
| Appropriation of endowment<br>assets for expenditures | -                   | ( 223,100)                        | -                                 | ( 223,100)       |
| Contributions                                         | -                   | -                                 | 18,600                            | 18,600           |
|                                                       | -                   | ( 223,100)                        | 18,600                            | ( 204,500)       |
| Endowment net assets,<br>June 30, 2018                | \$ <u>-</u>         | <u>686,308</u>                    | <u>5,637,631</u>                  | <u>6,323,939</u> |

Endowment net asset composition by type of fund as of June 30, 2018:

|                                     | <u>UNRESTRICTED</u> | <u>TEMPORARILY<br/>RESTRICTED</u> | <u>PERMANENTLY<br/>RESTRICTED</u> | <u>TOTAL</u>     |
|-------------------------------------|---------------------|-----------------------------------|-----------------------------------|------------------|
| Donor-restricted<br>endowment funds | \$ <u>-</u>         | <u>686,308</u>                    | <u>5,637,631</u>                  | <u>6,323,939</u> |

Changes in endowment net assets for the year ended June 30, 2017:

|                                                       | <u>UNRESTRICTED</u> | <u>TEMPORARILY<br/>RESTRICTED</u> | <u>PERMANENTLY<br/>RESTRICTED</u> | <u>TOTAL</u>     |
|-------------------------------------------------------|---------------------|-----------------------------------|-----------------------------------|------------------|
| Endowment net assets,<br>June 30, 2016                | \$ -                | 510,769                           | 4,775,471                         | 5,286,240        |
| Investment return:                                    |                     |                                   |                                   |                  |
| Interest and dividends                                | -                   | 202,715                           | -                                 | 202,715          |
| Investment fees                                       | -                   | ( 22,610)                         | -                                 | ( 22,610)        |
| Realized loss                                         | -                   | ( 327,140)                        | -                                 | ( 327,140)       |
| Unrealized gain                                       | -                   | 555,349                           | -                                 | 555,349          |
|                                                       | -                   | 408,314                           | -                                 | 408,314          |
| Appropriation of endowment<br>assets for expenditures | -                   | ( 226,775)                        | -                                 | ( 226,775)       |
| Contributions                                         | -                   | -                                 | 843,560                           | 843,560          |
|                                                       | -                   | ( 226,775)                        | 843,560                           | 616,785          |
| Endowment net assets,<br>June 30, 2017                | \$ <u>-</u>         | <u>692,308</u>                    | <u>5,619,031</u>                  | <u>6,311,339</u> |

**CHICAGO FOUNDATION FOR WOMEN**

**NOTES TO FINANCIAL STATEMENTS  
(CONTINUED)**

**NOTE 10 - ENDOWMENT, CONTINUED**

Endowment Schedules, Continued

Endowment net asset composition by type of fund as of June 30, 2017:

|                                     | <u>UNRESTRICTED</u>           | <u>TEMPORARILY<br/>RESTRICTED</u> | <u>PERMANENTLY<br/>RESTRICTED</u> | <u>TOTAL</u>           |
|-------------------------------------|-------------------------------|-----------------------------------|-----------------------------------|------------------------|
| Donor-restricted<br>endowment funds | \$ <u>                  -</u> | <u>          692,308</u>          | <u>      5,619,031</u>            | <u>      6,311,339</u> |

**NOTE 11 - OPERATING LEASES**

The Foundation has entered into a 123-month non-cancellable operating lease for office space. The initial term of the lease is from January 1, 2016 through March 31, 2026, and is renewable for an additional five year term.

The lease agreement provides for lease incentives including reimbursement of certain costs incurred by the Foundation related to relocation and rent abatement for the first six months of the lease term. The lease incentives are amortized on a straight-line basis over the term of the lease.

Payments under the lease agreements include monthly base rent ranging from \$9,373 to \$11,706 over the term of the lease, plus additional rent for operating expenses and real estate taxes, which are subject to annual adjustment. Rent expense was \$125,561 and \$125,454 for the years ended June 30, 2018 and 2017, respectively.

Additionally, at June 30, 2018, the Foundation had two equipment leases. The terms of the leases expire December 2018 and November 2020, and require minimum monthly payments of \$354 and \$510, respectively.

The aggregate future minimum lease payments under the leases at June 30, 2018, are as follows:

|            |    |           |  |
|------------|----|-----------|--|
| 2019       | \$ | 127,895   |  |
| 2020       |    | 125,192   |  |
| 2021       |    | 125,708   |  |
| 2022       |    | 128,851   |  |
| 2023       |    | 132,072   |  |
| Thereafter |    | 379,486   |  |
|            | \$ | 1,019,204 |  |

CHICAGO FOUNDATION FOR WOMEN

NOTES TO FINANCIAL STATEMENTS  
(CONTINUED)

**NOTE 12 - IN-KIND CONTRIBUTIONS**

The Foundation received donated goods and services including airline tickets, catering, printing, management consulting services and other miscellaneous items totaling \$30,980 and \$32,011 in 2018 and 2017, respectively. These amounts have been recognized as revenue and expense in the statements of activities. In addition, the Foundation received shares of marketable securities, which are included in grants and contributions on the statements of activities, with fair values totaling \$395,944 and \$743,117 in 2018 and 2017, respectively, at the date of the contribution.

**NOTE 13 - TAX SHELTERED ANNUITY PLAN**

The Foundation provides a 403(b) retirement plan (Plan) for eligible full-time employees who have completed three months of service. The Foundation contributes a discretionary amount of eligible employees' salaries, as determined by the Board of Directors, which ranges from 1% to 3%. The Foundation contributed 3% of eligible salaries during the years ended June 30, 2018 and 2017. The Plan also allows for employee salary deferral contributions.

The Foundation expenses contributions to the Plan as incurred. Contributions for the years ended June 30, 2018 and 2017, totaled \$31,598 and \$30,958, respectively. Employees are immediately fully vested in all contributions and are entitled to accumulated contributions plus investment earnings upon termination or retirement.

**NOTE 14 - JOINT COST OF ACTIVITIES THAT INCLUDE A FUNDRAISING APPEAL**

The Foundation achieves some of its programmatic goals in direct mail campaigns that include requests for contributions. The costs of conducting those campaigns in 2018 and 2017, included a total of \$33,084 and \$25,967, respectively, of joint costs that are not directly attributable to program, management and general or fundraising components of the activities. These joint costs were allocated as follows:

|                            | <u>2018</u>      | <u>2017</u>   |
|----------------------------|------------------|---------------|
| Public policy and advocacy | \$ 16,542        | 12,984        |
| Management                 | 6,116            | 3,428         |
| Fundraising                | <u>10,426</u>    | <u>9,555</u>  |
| Total                      | \$ <u>33,084</u> | <u>25,967</u> |



CHICAGO FOUNDATION FOR WOMEN

NOTES TO FINANCIAL STATEMENTS  
(CONTINUED)

**NOTE 15 - DONOR ADVISED FUNDS**

The Foundation has received contributions to be held in DAF. Although the donor may submit recommendations with respect to the use of the funds, such recommendations are solely advisory and the Foundation is not bound by such recommendations. Accordingly, these contributions are included in unrestricted revenue and earnings on the DAF assets are included in unrestricted income. DAF assets are included in unrestricted net assets.

Activity in DAF for the years ended June 30, 2018 and 2017, was as follows:

|                                        | <u>2018</u>       | <u>2017</u>     |
|----------------------------------------|-------------------|-----------------|
| Assets, beginning of the year          | \$ 740,555        | 677,359         |
| Contributions received                 | 51,075            | 100,148         |
| Investment return, net of advisor fees | 28,242            | 54,136          |
| Grants and program expenditures        | ( 44,500)         | ( 86,750)       |
| Administrative charges                 | <u>( 2,237)</u>   | <u>( 4,338)</u> |
| Assets, end of year                    | \$ <u>773,135</u> | <u>740,555</u>  |

**NOTE 16 - TAX STATUS**

The Foundation has been determined to be exempt from income tax under Section 501(c)(3) of the Internal Revenue Code, and accordingly, no provision has been made for either federal or state income taxes.

The Foundation has evaluated the tax positions taken for all open tax years. Currently, the 2014, 2015 and 2016 tax years are open and subject to examination by the Internal Revenue Service (IRS); however, the Foundation is not currently under audit nor has the Foundation been contacted by the IRS.

Based on the evaluation of the Foundation's tax positions, management believes all positions would be upheld under an examination; therefore, no provision for the effects of uncertain tax positions has been recorded for the years ended June 30, 2018 and 2017.

**S U P P L E M E N T A R Y   I N F O R M A T I O N**



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**INDEPENDENT AUDITOR'S REPORT  
ON SUPPLEMENTARY INFORMATION**

Board of Directors  
Chicago Foundation for Women  
Chicago, Illinois

We have audited the financial statements of Chicago Foundation for Women as of and for the years ended June 30, 2018 and 2017, and our report thereon dated September 26, 2018, which expressed an unmodified opinion on those financial statements, appears on pages 1 and 2. Our audits were conducted for the purpose of forming an opinion on the financial statements as a whole. The information on pages 25 and 26 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.

*Mueller & Co., LLP*

Elgin, Illinois  
September 26, 2018

CHICAGO FOUNDATION FOR WOMEN

SUPPLEMENTARY SCHEDULE OF UNRESTRICTED ACTIVITIES

YEAR ENDED JUNE 30, 2018

|                                                                  | GENERAL             | DONOR ADVISED<br>FUNDS | TOTAL<br>UNRESTRICTED |
|------------------------------------------------------------------|---------------------|------------------------|-----------------------|
| <b>Support and revenue:</b>                                      |                     |                        |                       |
| Contributions and grants                                         | \$ 2,210,092        | 51,075                 | 2,261,167             |
| Special events, net of direct benefits<br>to donors of \$158,765 | 1,137,161           | -                      | 1,137,161             |
| Investment return, net                                           | 699,829             | 28,242                 | 728,071               |
| Fee for service                                                  | 16,099              | -                      | 16,099                |
| In-kind contributions                                            | 30,980              | -                      | 30,980                |
| Other income                                                     | 60,909              | -                      | 60,909                |
|                                                                  | <u>4,155,070</u>    | <u>79,317</u>          | <u>4,234,387</u>      |
| <b>Net assets released from restrictions</b>                     | <u>678,696</u>      | <u>-</u>               | <u>678,696</u>        |
| Total support and revenue                                        | <u>4,833,766</u>    | <u>79,317</u>          | <u>4,913,083</u>      |
| <b>Expenses:</b>                                                 |                     |                        |                       |
| Program services:                                                |                     |                        |                       |
| Grantmaking                                                      | 2,906,303           | 44,500                 | 2,950,803             |
| Grantee education and support                                    | 248,125             | -                      | 248,125               |
| Leadership development                                           | 297,377             | -                      | 297,377               |
| Public policy and advocacy                                       | 525,673             | -                      | 525,673               |
|                                                                  | <u>3,977,478</u>    | <u>44,500</u>          | <u>4,021,978</u>      |
| Management and general                                           | 123,417             | 2,237                  | 125,654               |
| Fundraising                                                      | 647,357             | -                      | 647,357               |
|                                                                  | <u>770,774</u>      | <u>2,237</u>           | <u>773,011</u>        |
| Total expenses                                                   | <u>4,748,252</u>    | <u>46,737</u>          | <u>4,794,989</u>      |
| Change in net assets                                             | 85,514              | 32,580                 | 118,094               |
| Net assets, beginning of year                                    | <u>7,275,527</u>    | <u>740,555</u>         | <u>8,016,082</u>      |
| Net assets, end of year                                          | <u>\$ 7,361,041</u> | <u>773,135</u>         | <u>8,134,176</u>      |

See Independent Auditor's Report on Supplementary Information.

CHICAGO FOUNDATION FOR WOMEN

SUPPLEMENTARY SCHEDULE OF UNRESTRICTED ACTIVITIES

YEAR ENDED JUNE 30, 2017

|                                                               | <u>GENERAL</u>      | <u>DONOR ADVISED FUNDS</u> | <u>TOTAL UNRESTRICTED</u> |
|---------------------------------------------------------------|---------------------|----------------------------|---------------------------|
| <b>Support and revenue:</b>                                   |                     |                            |                           |
| Contributions and grants                                      | \$ 1,800,690        | 100,148                    | 1,900,838                 |
| Special events, net of direct benefits to donors of \$152,600 | 1,092,886           | -                          | 1,092,886                 |
| Investment return, net                                        | 875,152             | 54,136                     | 929,288                   |
| In-kind contributions                                         | 32,011              | -                          | 32,011                    |
| Other income                                                  | 497                 | -                          | 497                       |
|                                                               | <u>3,801,236</u>    | <u>154,284</u>             | <u>3,955,520</u>          |
| <b>Net assets released from restrictions</b>                  | <u>865,512</u>      | <u>-</u>                   | <u>865,512</u>            |
| Total support and revenue                                     | <u>4,666,748</u>    | <u>154,284</u>             | <u>4,821,032</u>          |
| <b>Expenses:</b>                                              |                     |                            |                           |
| Program services:                                             |                     |                            |                           |
| Grantmaking                                                   | 2,506,086           | 86,750                     | 2,592,836                 |
| Grantee education and support                                 | 292,291             | -                          | 292,291                   |
| Leadership development                                        | 257,858             | -                          | 257,858                   |
| Public policy and advocacy                                    | 430,216             | -                          | 430,216                   |
|                                                               | <u>3,486,451</u>    | <u>86,750</u>              | <u>3,573,201</u>          |
| Management and general                                        | 109,082             | 4,338                      | 113,420                   |
| Fundraising                                                   | 549,574             | -                          | 549,574                   |
|                                                               | <u>658,656</u>      | <u>4,338</u>               | <u>662,994</u>            |
| Total expenses                                                | <u>4,145,107</u>    | <u>91,088</u>              | <u>4,236,195</u>          |
| Change in net assets                                          | 521,641             | 63,196                     | 584,837                   |
| Net assets, beginning of year                                 | <u>6,753,886</u>    | <u>677,359</u>             | <u>7,431,245</u>          |
| Net assets, end of year                                       | <u>\$ 7,275,527</u> | <u>740,555</u>             | <u>8,016,082</u>          |

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