



Delta College

**Management Information and
Audited Financial Statements**

June 30, 2024

Delta College Foundation

Delta College Foundation
Management Information and
Audited Financial Statements
June 30, 2024

Management Information

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Delta College Foundation Financial Summary

	Year Ended June 30,	
	2024	2023
During the year ended June 30,		
We received contributions totaling	\$ 2,121,456	\$ 1,815,950
Contributions of nonfinancial assets totaling	71,377	218,799
Special event revenues, net of expenses, totaling	51,004	63,111
Interest and endowment income of	4,066,586	2,979,093
Which resulted in total revenues of	6,310,423	5,076,953
Less change in funds held as agency endowments	(519,600)	(361,679)
Less amounts raised on behalf of others totaling	(830,221)	(854,221)
	4,960,602	3,861,053
We distributed to Delta College amounts totaling	1,521,422	1,741,755
We had administrative and fundraising expenses of	266,988	261,087
Which resulted in total expenses of	1,788,410	2,002,842
Which resulted in a total increase in net assets of	3,172,192	1,858,211
When combined with our net assets at the beginning of the year of	26,994,137	25,135,926
Resulted in a net asset balance at the end of the year of	<u>\$ 30,166,329</u>	<u>\$ 26,994,137</u>
The June 30, 2024 and 2023 net assets balance is represented by		
Total assets of	\$ 36,220,495	\$ 32,506,674
From which we owe total liabilities of	6,054,166	5,512,537
Which, when subtracted from total assets, resulted		
in our net assets balance at the end of the year of	<u>\$ 30,166,329</u>	<u>\$ 26,994,137</u>

Delta College
Details of Delta College Foundation Endowment Fund
Year Ended June 30, 2024

	NET ASSETS JULY 1, 2023	GIFTS & TRANSFERS	EARNINGS & NET GAIN (LOSS) ON INVESTMENTS	DISTRIBUTIONS	INVESTMENT & ADMIN FEES	NET ASSETS JUNE 30, 2024
Endowed Scholarship Funds						
Margaret Adams Scholarship	\$ 12,133	\$ -	\$ 1,632	\$ (500)	\$ (217)	\$ 13,048
Charleen T. Adcock Scholarship	61,607	-	8,287	(2,537)	(1,102)	66,255
Andrew F. & Mary H. Anderson Scholarship	56,313	-	7,576	(2,295)	(1,002)	60,592
Kurt W. Anderson Agricultural Scholarship	24,596	-	3,309	(1,036)	(446)	26,423
Athletic Scholarship	406,518	-	54,686	(16,741)	(7,272)	437,191
M. Seth Babcock Scholarship	18,336	-	2,466	(755)	(328)	19,719
Mary Ann (McGregor) Badour Scholarship	43,941	-	5,911	(1,810)	(786)	47,256
James & Joy Baker Scholarship	44,490	-	5,985	(1,832)	(796)	47,847
Barney & Gerry Ballor Family Scholarship	43,930	-	5,910	(1,551)	(722)	47,567
Adeline Barth Scholarship	46,305	-	6,230	(622)	(820)	51,093
Baxandall Scholarship	972,726	25	130,853	(27,747)	(14,325)	1,061,532
Bay City Central Class of '41 Scholarship	91,243	-	12,274	(3,747)	(1,630)	98,140
Elzie & Muriel Beaver Scholarship	156,927	-	21,111	(6,463)	(2,809)	168,766
Eric "Q" Beckman Memorial Scholarship	38,963	130	5,249	-	(668)	43,674
Leonard & Esther Bergstein Scholarship	104,232	-	14,021	(4,129)	(1,824)	112,300
Darrell R. Berry Scholarship	34,158	-	4,595	(1,407)	(612)	36,734
Alfred J. Bladecki Scholarship	17,216	1,100	2,321	(639)	(293)	19,705
Martin & Emma Block Scholarships	525,897	-	70,745	(21,658)	(9,408)	565,576
Louise K. Brentin Scholarship	63,187	1,000	8,522	(2,446)	(1,093)	69,170
Business Division Scholarship	168,251	-	22,634	(6,923)	(3,009)	180,953
Donald & Betty Carlyon Scholarship	240,975	7,805	32,492	(8,970)	(4,089)	268,213
DeeMona Chatman Scholarship	26,491	-	3,564	(1,091)	(474)	28,490
Scott Clemons Scholarship	29,015	3,270	4,245	(945)	(470)	35,115
Lynn Conway Athletic Scholarship	32,042	260	4,328	(1,291)	(567)	34,772
Mary Jane Cooper Scholarship	43,354	10,400	6,894	(1,516)	(748)	58,384
Jack & Anita Crowell Scholarship	16,665	520	2,277	(466)	(245)	18,751
Gilbert A. Currie Estate Scholarship	349,281	-	46,987	(14,385)	(6,249)	375,634
Ilau & Phillip Dean Scholarship	93,400	5,000	13,086	(3,102)	(1,504)	106,880
Keith DeLong Scholarship	37,399	-	5,031	(804)	(656)	40,970
Delta College Employee-Sponsored Scholarship	129,811	250	17,479	(5,339)	(2,322)	139,879
Delta Deltah's Scholarship	6,590	-	886	(271)	(118)	7,087
Dixon Family Scholarship	76,237	-	10,255	(3,140)	(1,364)	81,988
Herbert Doan Scholarship	61,842	-	8,319	(2,282)	(1,041)	66,838
B. Joe & Margery (Knepp) Dodson Scholarship	120,335	-	16,188	(4,874)	(2,132)	129,517
Frances Dolinski Scholarship	105,009	2,500	14,386	(4,093)	(1,830)	115,972
Henry Dolinski Scholarship	112,998	2,500	15,461	(4,422)	(1,973)	124,564
Dr. Louis W. Doll & Patricia Drury Scholarship	47,886	-	6,442	(1,967)	(856)	51,505
Tom Dostal Memorial Scholarship	36,044	300	4,847	(1,438)	(634)	39,119
Jerry & Terry Drake Scholarship & Broadcasting Program Support	266,180	2,740	35,808	(10,962)	(4,763)	289,003

Delta College

Details of Delta College Foundation Endowment Fund - Continued

Year Ended June 30, 2024

	NET ASSETS JULY 1, 2023	GIFTS & TRANSFERS	EARNINGS & NET GAIN (LOSS) ON INVESTMENTS	DISTRIBUTIONS	INVESTMENT & ADMIN FEES	NET ASSETS JUNE 30, 2024
Endowed Scholarship Funds - Continued						
Draper Family Scholarship	\$ 17,120	\$ -	\$ 2,303	\$ (705)	\$ (306)	\$ 18,412
Edwin J. Dresser Scholarship	104,278	18,283	15,604	(2,994)	(1,605)	133,566
Gene R. Duckworth Scholarship	34,683	-	4,666	(1,428)	(620)	37,301
Dr. Robert & Carol Emrich Scholarship	20,971	25	2,821	(875)	(378)	22,564
Eldon Enger & Fred Ross Scholarship	28,998	2,200	3,900	(1,173)	(514)	33,411
James E. & Leanne Lutz Erickson Scholarship	28,082	-	3,777	(1,154)	(501)	30,204
Fettig Family Scholarship	50,573	5,000	6,803	(1,707)	(811)	59,858
Arthur J. & Bette L. Fisher Scholarship	325,238	-	43,751	(13,394)	(5,819)	349,776
Isabella M. Flynn Scholarship	328,449	-	44,185	(13,525)	(5,876)	353,233
Dr. John & Joanne Fuller Scholarship	39,802	-	5,354	(1,623)	(708)	42,825
Gakstatter Family Scholarship	49,272	-	6,627	(2,029)	(881)	52,989
Almon F. and Dr. Ethan C. Galloway Scholarship	20,842	-	2,803	(408)	(260)	22,977
David R. & Vivian S. Gamez Scholarship	85,566	-	11,510	(3,524)	(1,531)	92,021
Francis E. "Frank" & Helen Gerace Scholarship	-	26,968	4,787	-	(161)	31,594
Gerace Construction Scholarship	153,905	-	20,704	(6,338)	(2,754)	165,517
Gerity Broadcasting Company Scholarship	121,581	-	16,355	(5,007)	(2,175)	130,754
Robert M. Gohlke Scholarship	36,665	-	4,932	(1,510)	(655)	39,432
Dr. Jean Goodnow Scholarship	50,304	1,000	6,871	(1,728)	(818)	55,629
Gougeon Employees Foundation Business & Technology Scholarship	21,523	-	2,895	(660)	(328)	23,430
Lynda V. & James M. Grant Scholarship	309,523	-	41,638	(13,038)	(5,610)	332,513
Great Lakes Bay Manufacturers' Association Scholarship	46,871	-	6,305	(1,923)	(837)	50,416
Russell B. & Grace H. Green Scholarship	50,036	-	6,731	(2,052)	(893)	53,822
Priscilla Bogi Guritza Memorial Scholarship	28,349	-	3,813	(1,168)	(507)	30,487
Clarence & June Hackbarth Scholarship	28,470	-	3,830	(1,103)	(492)	30,705
Beki Gray Hadley Scholarship	49,974	-	6,723	(2,058)	(894)	53,745
David & Jackie Hall Scholarship	25,809	1,000	3,576	(1,048)	(462)	28,875
Hammond Family Scholarship	25,097	-	3,377	(1,034)	(449)	26,991
Sarah Hansen Scholarship	14,293	-	1,923	(587)	(256)	15,373
William J. Hargreaves Scholarship	26,317	-	3,540	(1,081)	(470)	28,306
Joan B. Harry Scholarship	66,248	-	8,912	(2,136)	(1,037)	71,987
Harry Hawkins Scholarship	20,367	-	2,740	(839)	(365)	21,903
Hoyt E. Hayes and Dorothy Barber Hayes Army Scholarship	25,000	10,000	3,312	(250)	(271)	37,791
Hilde & Walter Heyman Scholarship	22,800	-	3,067	(939)	(408)	24,520
Ada E. Hobbs Scholarship	14,411	-	1,939	(594)	(257)	15,499
Don Holzhei Memorial Scholarship	29,284	-	3,939	(1,206)	(523)	31,494
Home Builders Association of Bay, Midland & Saginaw Counties	24,150	-	3,249	(995)	(432)	25,972
Honors Student Scholarship	95,724	-	12,877	(3,942)	(1,713)	102,946
Richard Paul Hunter Scholarship	55,389	-	7,451	(2,293)	(994)	59,553
Ruby T. Iwamasa Scholarship	31,347	4,000	4,217	(1,201)	(538)	37,825

Delta College
Details of Delta College Foundation Endowment Fund - Continued
Year Ended June 30, 2024

	NET ASSETS JULY 1, 2023	GIFTS & TRANSFERS	EARNINGS & NET GAIN (LOSS) ON INVESTMENTS	DISTRIBUTIONS	INVESTMENT & ADMIN FEES	NET ASSETS JUNE 30, 2024
Endowed Scholarship Funds - Continued						
Dr. Martin & Ruth Jaffe Scholarship	\$ 34,164	\$ -	\$ 4,595	\$ (1,278)	\$ (579)	\$ 36,902
James R. & Anita H. Jenkins Family Scholarship	143,907	-	19,359	(5,923)	(2,574)	154,769
Phyllis E. Jones Memorial Scholarship	24,293	-	3,268	(1,000)	(435)	26,126
S. Preston & Dr. Betty B. Jones International Scholarship	155,502	8,149	21,327	(5,702)	(2,621)	176,655
Dan E. Karn Memorial Scholarship	4,891	-	658	(201)	(87)	5,261
Kaufmann Family Scholarship	23,347	-	3,140	(959)	(417)	25,111
Robert F. Keicher Memorial Scholarship	28,207	60	3,801	(1,151)	(502)	30,415
Dale & Alma Keyser Scholarship	40,396	300	5,432	(1,608)	(709)	43,811
Walter J. & Sophia M. Kilar Scholarship	27,779	-	3,736	(1,144)	(497)	29,874
International Order of King's Daughters & Sons Scholarship	31,978	-	4,302	(1,317)	(572)	34,391
Oscar W. Kloha Scholarship	46,296	-	6,228	(1,907)	(829)	49,788
Robert I. & Marjorie H. Knepp Scholarship	253,797	-	34,142	(10,452)	(4,541)	272,946
W.R. & Edith Knepp Scholarship	261,711	-	35,206	(10,778)	(4,682)	281,457
W.R. Knepp, Jr. Scholarship	198,033	-	26,640	(8,156)	(3,543)	212,974
John L. & Margaret H. Krawczyk Scholarship	37,757	-	5,079	(1,194)	(586)	41,056
Daniel P. Kubiak Scholarship	76,373	-	10,274	(1,451)	(943)	84,253
Gary Laatsch Scholarship	46,131	-	6,205	(1,894)	(823)	49,619
Jack LaBreck Scholarship	7,128	-	959	(294)	(127)	7,666
Ilene M. Lane Nursing Scholarship	67,347	1,000	9,055	(2,773)	(1,206)	73,423
Dr. Thomas H. Lane & Janis E. Landry-Lane Scholarship	95,983	-	12,911	(3,953)	(1,717)	103,224
Thomas & Rose Mary Laur Scholarship	102,485	-	13,786	(4,212)	(1,831)	110,228
Professor Marjorie M. Leeson Scholarship	101,582	7,000	14,395	(3,285)	(1,620)	118,072
Leo & Evelyn Levy Scholarship	27,558	50	3,712	(1,134)	(492)	29,694
Denise Lovay-Gravlin Memorial Scholarship	33,135	660	4,465	(1,304)	(579)	36,377
Edward & Kathleen Lunt Scholarship	277,646	100,001	36,831	(8,579)	(4,430)	401,469
Thomas & Brenda Mahar Scholarship	29,653	-	3,989	(1,221)	(530)	31,891
Gracia E. Marsh Memorial Nursing Scholarship	18,949	-	2,549	(509)	(329)	20,660
Ruth Mast Fox Scholarship	22,459	-	3,022	(917)	(400)	24,164
Margaret Ray McAlear Scholarship	47,046	-	6,328	(1,929)	(839)	50,606
Marlene Mehlhose Scholarship	21,909	-	2,947	(894)	(390)	23,572
Aceie & Thelma Micho Scholarship	214,583	-	28,867	(7,092)	(3,403)	232,955
Rhea Miller Scholarship	53,697	-	7,224	(2,211)	(961)	57,749
Richard & Gloria Miller Scholarship	50,791	1,000	6,828	(1,931)	(871)	55,817
Dorothy & Robert Monica Scholarship	165,056	-	22,204	(5,974)	(2,747)	178,539
Monitor Sugar Scholarship	22,970	-	3,089	(946)	(410)	24,703
Morley Family Foundation Scholarship	37,760	4,000	5,496	(1,272)	(620)	45,364
Virginia Morrison Scholarship	47,664	-	6,412	(1,958)	(851)	51,267
Wendell & Ethel Mullison Scholarship	28,955	-	3,895	(1,193)	(518)	31,139
James E. Murphy Scholarship	36,919	-	4,966	-	(641)	41,244

Delta College
Details of Delta College Foundation Endowment Fund - Continued
Year Ended June 30, 2024

	NET ASSETS JULY 1, 2023	GIFTS & TRANSFERS	EARNINGS & NET GAIN (LOSS) ON INVESTMENTS	DISTRIBUTIONS	INVESTMENT & ADMIN FEES	NET ASSETS JUNE 30, 2024
Endowed Scholarship Funds - Continued						
W. Brock Neely Scholarship	\$ 62,010	\$ -	\$ 8,342	\$ (2,462)	\$ (1,087)	\$ 66,803
William H. "Buddy" Oates Scholarship	35,169	-	4,731	(1,448)	(629)	37,823
Oscar P. & Louise H. Osthelder Scholarship	181,958	4,000	24,894	(6,920)	(3,127)	200,805
Jesse J. Oswald Scholarship	40,313	100	5,422	(1,603)	(707)	43,525
Marguerite Scull Parker Scholarship	31,422	-	4,227	(1,290)	(561)	33,798
Cecelia Randall Scholarship	25,134	-	3,381	(1,035)	(450)	27,030
Alfonso Rasch-Isla Scholarship	27,161	-	3,653	(1,119)	(486)	29,209
Will & Connie R. Reading Scholarship	32,274	20,200	7,927	(1,258)	(681)	58,462
Newell Remington Scholarship & TLC Support	55,149	60	7,425	(2,222)	(975)	59,437
Robinson Family Scholarship	21,023	-	2,828	(452)	(369)	23,030
Renee Rookard Scholarship	84,296	-	11,340	(3,472)	(1,508)	90,656
Harold & Norine Rupp Scholarship	22,564	-	3,035	(929)	(403)	24,267
Saginaw County Child Development Centers Program Scholarship	19,251	-	2,589	(793)	(344)	20,703
Saginaw Forty & Eight Scholarship	-	25,000	4,437	-	(149)	29,288
Cliff & Grace Saladine Scholarship	30,366	-	4,085	(1,251)	(544)	32,656
Linda Ortega Scheall Memorial Scholarship	19,390	-	2,608	(786)	(343)	20,869
Ronnie & Christopher Scheall Scholarship	24,612	-	3,312	-	(428)	27,496
Peggy A. Scott Scholarship	63,067	4,000	8,828	(2,334)	(1,077)	72,484
Dawn Schmidt Mathematics Scholarship	31,409	110	4,232	(1,272)	(557)	33,922
Scott & Sandra Seeburger Family Scholarship	21,148	-	2,845	(907)	(388)	22,698
Charlotte Seiler Memorial Scholarship	54,728	-	7,363	(2,239)	(976)	58,876
Ralph I. & Archie M. Selby Family Scholarship	25,572	-	3,439	(1,042)	(454)	27,515
Gene F. Shrum & Dee Dee (Shrum) Wacksman Scholarship	42,599	18,500	7,658	(1,021)	(650)	67,086
Van Dewitt & Ruth Simmons Scholarship	190,078	-	25,570	(7,828)	(3,401)	204,419
John M. Smith & William Wolgast Family Softball Scholarship	24,332	-	3,274	(1,002)	(436)	26,168
Paul Sowatsky Scholarship	32,738	-	4,404	(1,348)	(586)	35,208
Spittka Family Scholarship	47,618	-	6,406	(1,948)	(849)	51,227
Owen L. & Vivian Stafford & Rausch Family Scholarship	83,938	-	11,292	(3,130)	(1,421)	90,679
James Stark Scholarship	4,147	-	557	(171)	(74)	4,459
Eileen & Hugh Starks Scholarship	36,523	500	4,910	(1,504)	(654)	39,775
Dr. James F. & Elizabeth Stoddard Scholarship	127,238	-	17,117	(5,070)	(2,233)	137,052
Greg Stryker Scholarship	24,428	250	3,312	(928)	(418)	26,644
Paul & Margaret Thompson Scholarship	38,262	-	5,147	(1,576)	(685)	41,148
Willie E. Thompson Scholarship	35,858	-	4,823	(1,469)	(639)	38,573
Bernard C. & Lois K. Ulrich Graham Scholarship	24,126	-	3,245	(990)	(430)	25,951
Tina S. & Philip M. Van Dam Scholarship	45,811	-	6,162	(1,727)	(780)	49,466
Jeanne M. VanOchten & Wayne W. Adams Scholarship	22,917	-	3,083	(945)	(410)	24,645
Glenn Waters Scholarship	53,150	1,263	7,177	(1,942)	(891)	58,757
Lynn & Sandy Weimer Scholarship	27,183	-	3,656	(1,072)	(474)	29,293

Delta College
Details of Delta College Foundation Endowment Fund - Continued
Year Ended June 30, 2024

	NET ASSETS JULY 1, 2023	GIFTS & TRANSFERS	EARNINGS & NET GAIN (LOSS) ON INVESTMENTS	DISTRIBUTIONS	INVESTMENT & ADMIN FEES	NET ASSETS JUNE 30, 2024
Endowed Scholarship Funds - Continued						
Walter G. & Carol A. Weinlander Scholarship	\$ 1,090,334	\$ 151,401	\$ 173,545	\$ (40,802)	\$ (19,385)	\$ 1,355,093
Ken & "Miss Mona" White Scholarship	157,429	15,100	22,751	(5,534)	(2,638)	187,108
David & Carol Williams Scholarship	41,802	-	5,622	(1,690)	(739)	44,995
Alice & Jack Wirt Scholarship	237,828	-	31,993	(9,795)	(4,255)	255,771
Teresa Plackowski-Witucki Scholarship	24,567	-	3,305	(1,012)	(440)	26,420
Wolverine Bank Scholarship	42,773	-	5,755	(1,762)	(765)	46,001
Christopher Alan Yagiela Scholarship Endowment	23,865	-	3,210	(907)	(408)	25,760
Robert R. "Dr. Bob" Zimmermann Scholarship	166,198	15,305	23,087	(6,099)	(2,814)	195,677
Alan & Carol Zombeck Scholarship	22,101	-	2,973	(922)	(398)	23,754
Anton, Sr., Alma & Anton, Jr. Zucker Scholarship	90,890	-	12,227	(3,743)	(1,626)	97,748
Melvin & Hilda Zuehlke Scholarship and Special Needs Assistance Fund	158,295	-	21,294	(6,519)	(2,832)	170,238
Total Endowed Scholarships	14,040,715	484,285	1,938,919	(532,451)	(243,332)	15,688,136
Endowed Teaching Chairs						
Donald & Betty Carlyon Endowed Teaching Chair	233,774	250	31,469	(9,588)	(4,173)	251,732
Robert DeVinney Endowed Teaching Chair	159,461	60	21,457	(6,560)	(2,851)	171,567
Ellucian Higher Education Endowed Teaching Chair	162,157	-	21,814	(6,678)	(2,902)	174,391
Karen MacArthur Endowed Teaching Chair	152,511	1,000	20,511	(6,182)	(2,705)	165,135
Robert R. "Dr. Bob" Zimmermann Faculty Professional Development	191,748	19,032	26,524	(6,268)	(3,050)	227,986
Total Endowed Teaching Chairs	899,651	20,342	121,775	(35,276)	(15,681)	990,811
Endowed Student, Staff & Faculty Awards						
Gougeon Brothers, Inc. Award for Applied Industrial/Technical	28,158	-	3,788	(1,160)	(504)	30,282
Kimberly R. Houston Leadership & Service Learning Award	24,127	-	3,245	(989)	(430)	25,953
Ormond Barstow/Ludo Frevel Award for Scholarly Achievement	34,138	-	4,592	(1,406)	(610)	36,714
Bergstein Award for Teaching Excellence	68,798	-	9,255	(2,504)	(1,149)	74,400
William R. Collings Award for Outstanding Service & Academic Achievement	42,575	-	5,727	(1,753)	(761)	45,788
Dow Chemical Company Michigan Operations Award for Physical Science	28,884	-	3,886	(1,190)	(516)	31,064
Fred E. Dulmage Award for Engineering & Technology	25,372	-	3,414	(1,045)	(454)	27,287
Peter & Suzanne Frantz Award for Art	29,434	-	3,960	(1,212)	(527)	31,655
Gerstacker Faculty Recognition Award	38,169	-	5,134	(1,572)	(683)	41,048
Robert & Joyce Hetzler Family Award for Outstanding Service & Leadership	28,547	-	3,840	(1,176)	(511)	30,700
Edward & Kathryn (Dunn) Langenburg Award for Education	36,289	-	4,882	(1,460)	(641)	39,070
James R. McIntyre Award for Health Sciences	29,125	-	3,918	(1,199)	(521)	31,323
Frances Goll Mills Award for Nursing	32,527	-	4,376	(1,340)	(582)	34,981
Paul Moore Social Science Award	27,459	70	3,706	(1,112)	(487)	29,636
Morley Foundation Award for Business Management	29,814	-	4,011	(1,228)	(533)	32,064
Skip Renker Award for Creative Writing	23,361	-	3,142	(962)	(418)	25,123
Support Staff Excellence Award	5,747	-	773	(237)	(103)	6,180

Delta College

Details of Delta College Foundation Endowment Fund - Continued

Year Ended June 30, 2024

	NET ASSETS JULY 1, 2023	GIFTS & TRANSFERS	EARNINGS & NET GAIN (LOSS) ON INVESTMENTS	DISTRIBUTIONS	INVESTMENT & ADMIN FEES	NET ASSETS JUNE 30, 2024
Endowed Student, Staff & Faculty Awards - Continued						
Julius & Irene Sutto Award for Life Sciences	\$ 28,474	\$ -	\$ 3,830	\$ (1,173)	\$ (509)	\$ 30,622
Margaret Timm Award for English	41,009	-	5,516	(1,591)	(709)	44,225
Wesley Timm Award for Social Science	40,520	-	5,451	(1,592)	(706)	43,673
Jim & Janis Van Tiflin Award	27,685	-	3,724	(1,140)	(495)	29,774
Lola Bishop Whitney Award for Foreign Language	129,186	-	17,379	(5,320)	(2,311)	138,934
Total Endowed Student, Staff & Faculty Awards	799,398	70	107,549	(32,361)	(14,160)	860,496
Endowed Programs, Activities & Departmental Support						
M. Andersen & Donna Rapp Public Media	27,459	5,000	4,215	(950)	(466)	35,258
Arts & Letters Fund	28,157	-	3,788	(1,160)	(504)	30,281
Peter & Barbra Boyse Speaker Series (Restricted)	44,846	92,561	6,033	(1,715)	(770)	140,955
Peter D. Boyse President's Scholar Program	2,207,716	1,000	296,982	(90,761)	(39,459)	2,375,478
Delta College Planetarium Fund	805,883	35,528	108,469	(32,293)	(14,196)	903,391
The Herbert H. & Grace A. Dow Foundation Science Education	2,505,013	-	336,980	(102,569)	(44,667)	2,694,757
Ellucian Higher Education Possible Dream Program	99,424	-	13,375	(4,092)	(1,778)	106,929
Francis E. "Frank" & Helen Gerace Fund	-	322,898	57,309	-	(1,925)	378,282
Global Travel Fund	42,775	-	5,754	(1,762)	(765)	46,002
Patricia L. & Robert W. Grant Jr. Scholarship & Humanities Program	305,152	-	41,050	(12,561)	(5,458)	328,183
William & Susan Marklewitz for Health Professions	178,807	-	24,053	(7,374)	(3,202)	192,284
Dr. Murlene E. McKinnon Public Media	116,106	-	15,618	(3,790)	(1,829)	126,105
Vivian & Owen L. Stafford Public TV	34,974	-	4,705	(1,304)	(592)	37,783
Sturm Family Broadcast Programming Fund	199,001	-	26,770	(8,196)	(3,560)	214,015
Stephen M. & Dena J. Wirt	54,560	-	7,340	(2,247)	(976)	58,677
Total Endowed Programs, Activities & Departmental Support	6,649,873	456,987	952,441	(270,774)	(120,147)	7,668,380
Endowed Miscellaneous Funds						
Anderson Family Delta Sculpture Walk	116,744	-	15,705	(4,809)	(2,089)	125,551
Carlyon Farmhouse Maintenance	245,417	-	33,014	(10,107)	(4,391)	263,933
Herbert H. & Barbara C. Dow Fund	48,668	-	6,548	(2,004)	(871)	52,341
Otto C. Pressprich Fund	121,581	-	16,355	(5,007)	(2,175)	130,754
Total Endowed Miscellaneous Funds	532,410	-	71,622	(21,927)	(9,526)	572,579
TOTAL ENDOWMENT FUNDS	22,922,047	961,684	3,192,306	(892,789)	(402,846)	25,780,402
Funds Functioning as Endowments						
Etcyl H. & Ruth Blair CGA	18,802	-	(272)	-	(231)	18,299
Eric "Q" Beckman Adjunct Award for Exceptional Service	14,256	-	1,918	(409)	(210)	15,555
Peter & Barbra Boyse Speaker Series	290,777	-	39,116	(11,975)	(5,202)	312,716
Coca-Cola Scholarship	74,131	-	9,972	(3,053)	(1,326)	79,724
Jack & Anita Crowell Scholarship	14,673	-	1,973	(421)	(216)	16,009

Delta College
Details of Delta College Foundation Endowment Fund - Continued
Year Ended June 30, 2024

	NET ASSETS JULY 1, 2023	GIFTS & TRANSFERS	EARNINGS & NET GAIN (LOSS) ON INVESTMENTS	DISTRIBUTIONS	INVESTMENT & ADMIN FEES	NET ASSETS JUNE 30, 2024
Funds Functioning as Endowments - Continued						
Gilbert A. Currie Estate Fund	\$ 427,081	\$ -	\$ 57,453	\$ (17,589)	\$ (7,641)	\$ 459,304
Delta College Public Radio Fund	78,673	-	10,584	(3,247)	(1,410)	84,600
Delta College Foundation Fund	1,704,160	-	229,248	(52,073)	(25,961)	1,855,374
Delta College Foundation Student Scholarships	421,733	18,438	58,073	(15,159)	(7,052)	476,033
Delta College Public TV Fund	734,944	-	98,867	(34,978)	(14,326)	784,507
Alden B. Dow Fund	57,941	-	7,795	(2,386)	(1,037)	62,313
Lynn Heatley Award for Distinguished Adjunct Faculty Service	14,256	-	1,918	(409)	(210)	15,555
Laughner Award	20,376	-	2,741	(839)	(365)	21,913
Possible Dream Program	2,709,868	106,363	364,538	(106,363)	(47,172)	3,027,234
UNUM Student Special Assistance	398,211	-	53,568	(16,400)	(7,124)	428,255
Macauley & Helen Whiting Fund	1,007,440	-	135,523	(41,489)	(18,023)	1,083,451
Total Funds Functioning as Endowments	<u>7,987,322</u>	<u>124,801</u>	<u>1,073,015</u>	<u>(306,790)</u>	<u>(137,506)</u>	<u>8,740,842</u>
TOTAL	<u>\$ 30,909,369</u>	<u>\$ 1,086,485</u>	<u>\$ 4,265,321</u>	<u>\$ (1,199,579)</u>	<u>\$ (540,352)</u>	<u>\$ 34,521,244</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, 2024 and 2023, 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, 2024 and 2023, 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.

Emphasis of Matter

As discussed in Note 1 to the financial statements, certain errors resulting in understatement of amounts previously reported for various assets, liabilities, net assets, various revenue, and various expenses, were discovered by management of the Foundation during the current year. Accordingly, amounts reported for the aforementioned accounts have been restated in the 2023 financial statements now presented, and an adjustment has been made to beginning net position as of July 1, 2022, to correct the error. Our opinion is not modified with respect to that matter.

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.

Saginaw, Michigan
October 28, 2024

Andrews Hooper Paulik PLC

Delta College Foundation
Statements of Financial Position

	June 30,	
	<u>2024</u>	<u>2023</u>
Assets		
Current assets:		
Cash and cash equivalents (Note 2)	\$ 1,867,233	\$ 1,604,154
Accounts receivable	-	110
Pledges receivable (Note 4)	108,665	100,364
Prepaid expenses and other assets	<u>93,841</u>	<u>75,284</u>
Total current assets	2,069,739	1,779,912
Long-term investments (Note 3)	33,808,602	30,391,681
Long-term pledges receivable (Note 4)	<u>342,154</u>	<u>335,081</u>
Total assets	<u><u>\$ 36,220,495</u></u>	<u><u>\$ 32,506,674</u></u>
Liabilities and net assets		
Current liabilities:		
Accounts payable	\$ 46,043	\$ -
Unearned revenue	<u>23,126</u>	<u>47,140</u>
Total liabilities	69,169	47,140
Funds held as agency endowments	<u>5,984,997</u>	<u>5,465,397</u>
Total liabilities	6,054,166	5,512,537
Net assets:		
Without donor restrictions (Note 5)	2,853,807	2,611,875
With donor restrictions (Note 5)	<u>27,312,522</u>	<u>24,382,262</u>
Total net assets	<u>30,166,329</u>	<u>26,994,137</u>
Total liabilities and net assets	<u><u>\$ 36,220,495</u></u>	<u><u>\$ 32,506,674</u></u>

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

**Delta College Foundation
Statements of Activities**

	Year Ended June 30,					
	2024			2023		
	Without Donor Restrictions	With Donor Restrictions	Total	Without Donor Restrictions	With Donor Restrictions	Total
Revenues and other support:						
Contributions	\$ 98,272	\$ 2,023,184	\$ 2,121,456	\$ 84,310	\$ 1,731,640	\$ 1,815,950
Nonfinancial assets (Note 7)	-	71,377	71,377	-	218,799	218,799
Support services/facility use from Delta College	641,016	-	641,016	608,836	-	608,836
Special events, net of expenses						
\$71,086 in 2024 and \$66,674 in 2023	-	51,004	51,004	-	63,111	63,111
Investment return, net of investment expense	303,799	3,762,787	4,066,586	177,677	2,801,416	2,979,093
Net assets released from restrictions (Note 5)	1,628,271	(1,628,271)	-	1,813,804	(1,813,804)	-
	<u>2,671,358</u>	<u>4,280,081</u>	<u>6,951,439</u>	<u>2,684,627</u>	<u>3,001,162</u>	<u>5,685,789</u>
Less: Change in funds held as agency endowments	-	(519,600)	(519,600)	-	(361,679)	(361,679)
Less: Amount raised on behalf of others	-	(830,221)	(830,221)	-	(854,221)	(854,221)
Total revenues and other support	<u>2,671,358</u>	<u>2,930,260</u>	<u>5,601,618</u>	<u>2,684,627</u>	<u>1,785,262</u>	<u>4,469,889</u>
Expenses and other deductions:						
Program Support:						
Endowment distributions	816,320	-	816,320	908,130	-	908,130
Grants and distributions to or for Delta College	705,102	-	705,102	833,625	-	833,625
Fundraising	104,754	-	104,754	114,073	-	114,073
Management and general	162,234	-	162,234	147,014	-	147,014
Total support services from Delta College	641,016	-	641,016	608,836	-	608,836
Total expenses and other deductions	<u>2,429,426</u>	<u>-</u>	<u>2,429,426</u>	<u>2,611,678</u>	<u>-</u>	<u>2,611,678</u>
Change in net assets	241,932	2,930,260	3,172,192	72,949	1,785,262	1,858,211
Net assets at beginning of year	2,611,875	24,382,262	26,994,137	2,538,926	22,597,000	25,135,926
Net assets at end of year	<u>\$ 2,853,807</u>	<u>\$ 27,312,522</u>	<u>\$ 30,166,329</u>	<u>\$ 2,611,875</u>	<u>\$ 24,382,262</u>	<u>\$ 26,994,137</u>

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

Delta College Foundation
Statements of Functional Expenses

	Year Ended June 30,				Year Ended June 30,			
	2024				2023			
	Program Support	Management and General	Fundraising	Total	Program Support	Management and General	Fundraising	Total
Expenses and other deductions:								
Endowment distributions	\$ 816,320	\$ -	\$ -	\$ 816,320	\$ 908,130	\$ -	\$ -	\$ 908,130
Grants to Delta College	399,312	105,091	70,061	574,464	534,196	101,472	67,648	703,316
Professional services	2,248	12,200	-	14,448	15,319	2,200	-	17,519
Classroom supplies	4,208	-	-	4,208	68,053	-	-	68,053
Food charges	9,480	1,727	2,281	13,488	9,180	884	10,789	20,853
Software and license	14,000	17,629	16,892	48,521	11,382	25,581	23,482	60,445
Dues and subscriptions	-	2,945	198	3,143	-	3,531	-	3,531
Office supplies	-	1,507	-	1,507	-	280	48	328
Printing/copy	96,608	675	7,859	105,142	97,083	4,336	2,577	103,996
Postage and freight	40,286	431	3,445	44,162	30,557	287	1,371	32,215
Liability Insurance	-	9,306	-	9,306	-	171	-	171
Fundraising fees	-	-	-	-	-	-	126	126
Speakers/performers	3,088	-	-	3,088	500	-	-	500
Promotional items	1,318	1,796	144	3,258	370	431	6,699	7,500
Miscellaneous fees and supplies	27,433	-	1,782	29,215	6,549	106	43	6,698
Commission/stipend PayPal fees	-	2,752	-	2,752	-	2,122	-	2,122
Rent space	44,688	-	-	44,688	21,915	-	-	21,915
Scholarships and awards	20,617	-	-	20,617	20,269	-	-	20,269
Furniture and equipment	15,000	-	-	15,000	711	-	-	711
Furniture and equipment-Cap	2,225	-	-	2,225	-	-	-	-
Registration	129	1,405	-	1,534	1,726	2,815	-	4,541
Meals and lodging	350	3,496	-	3,846	673	1,973	-	2,646
Transportation costs	24,112	1,274	2,092	27,478	15,142	825	1,290	17,257
	<u>1,521,422</u>	<u>162,234</u>	<u>104,754</u>	<u>1,788,410</u>	<u>1,741,755</u>	<u>147,014</u>	<u>114,073</u>	<u>2,002,842</u>
Support services paid by/facility use from Delta College								
Salaries	-	216,777	144,518	361,295	-	197,891	131,928	329,819
Benefits	-	147,481	98,320	245,801	-	149,329	99,553	248,882
Office expenses	-	18,681	12,454	31,135	-	16,561	11,041	27,602
Travel	-	1,671	1,114	2,785	-	1,520	1,013	2,533
	<u>-</u>	<u>384,610</u>	<u>256,406</u>	<u>641,016</u>	<u>-</u>	<u>365,301</u>	<u>243,535</u>	<u>608,836</u>
Total expenses and other deductions:	<u>\$ 1,521,422</u>	<u>\$ 546,844</u>	<u>\$ 361,160</u>	<u>\$ 2,429,426</u>	<u>\$ 1,741,755</u>	<u>\$ 512,315</u>	<u>\$ 357,608</u>	<u>\$ 2,611,678</u>

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

Delta College Foundation Statements of Cash Flows

	Year Ended June 30,	
	<u>2024</u>	<u>2023</u>
Cash flows from operating activities:		
Change in net assets	\$ 3,172,192	\$ 1,858,211
Investment gains	(3,487,600)	(2,484,820)
Changes in operating assets and liabilities:		
Change in accounts receivable	110	1,040
Change in pledges receivable	(15,374)	(61,447)
Change in prepaid expenses and other assets	(18,557)	(27,497)
Change in accounts payable	46,043	(3,530)
Change in unearned revenue	(24,014)	22,915
Funds held as agency endowments	<u>519,600</u>	<u>361,679</u>
Net cash provided by (used in) operating activities	<u>192,400</u>	<u>(333,449)</u>
Cash flows from investing activities:		
Proceeds from sales and maturities of investments	11,243,992	8,211,002
Purchases of investments	<u>(11,173,313)</u>	<u>(8,749,970)</u>
Net cash provided by (used in) investing activities	<u>70,679</u>	<u>(538,968)</u>
Net change in cash and cash equivalents	263,079	(872,417)
Cash and cash equivalents at beginning of year	<u>1,604,154</u>	<u>2,476,571</u>
Cash and cash equivalents at end of year	<u>\$ 1,867,233</u>	<u>\$ 1,604,154</u>

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

Delta College Foundation
Notes to Financial Statements
Year Ended June 30, 2024

Note 1. Organization and Significant Accounting Policies

Business Description:

The Delta College Foundation (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. While the Foundation is a sperate legal entity from the College, the College presents the Foundation as a discretely presented component unit with the College’s financial statements.

Restatement:

During the year ended June 30, 2024, management of the Foundation and the College determined that it was the intent of the Foundation to have the College manage the Endowment Fund but not to transfer ownership of the Endowment Fund to the College. Prior to this determination, the College was reporting the Endowment Fund in their financial statements. During fiscal year 2024, the reporting was corrected and the ownership of the Endowment Fund is now properly being reported in the Foundation’s financial statements and the Foundation has assumed responsibility for managing the funds.

The restatement was classified as a correction of error in accordance with auditing standards generally accepted in the United States of America.

The accompanying 2023 financial statements have been restated as shown below for the correction of error:

<u>Statement of Financial Position</u>	June 30, 2023	Correction of	June 30, 2023
	As Previously	Error	As Restated
	Reported		
Assets			
Current assets:			
Cash and cash equivalents	\$ 1,147,454	\$ 456,700	\$ 1,604,154
Prepaid expenses and other assets	14,296	60,988	75,284
Long-Term Investments	-	30,391,681	30,391,681
Liabilities and net assets			
Liabilities:			
Funds held as agency endowments	-	5,465,397	5,465,397
Net assets:			
Without donor restrictions	511,683	2,100,192	2,611,875
With donor restrictions	1,038,482	23,343,780	24,382,262

Delta College Foundation
Notes to Financial Statements - Continued
Year Ended June 30, 2024

Note 1. Organization and Significant Accounting Policies – Continued

Restatement – Continued:

	June 30, 2023		June 30, 2023
	As Previously	Correction of	As Restated
	Reported	Error	
<u>Statement of Activities</u>			
Revenues and other support:			
Contributions	\$ 1,790,950	\$ 25,000	\$ 1,815,950
Investment return, net of expenses	484,843	2,494,250	2,979,093
Less: Change in funds held as agency endowments	-	(361,679)	(361,679)
Expenses and other deductions:			
Program Support:			
Endowment distributions	-	908,130	908,130
Grants and distributions to or for Delta College	1,857,230	(1,023,605)	833,625
Net assets at beginning of year	1,965,000	23,170,926	25,135,926
Net assets at end of year	1,550,165	25,443,972	26,994,137
<u>Statement of Cash Flows</u>			
Cash flows from operating activities:			
Change in net assets	(414,835)	2,273,046	1,858,211
Investment gains	-	(2,484,820)	(2,484,820)
Changes in operating assets and liabilities:			
Change in prepaid expense	(14,296)	(13,201)	(27,497)
Funds held as agency endowments	-	361,679	361,679
Cash flows from investing activities:			
Proceeds from sales and maturities of investments	-	8,211,002	8,211,002
Purchases of investments	-	(8,749,970)	(8,749,970)
Cash and cash equivalents at beginning of year	1,617,607	858,964	2,476,571
Cash and cash equivalents at end of year	1,147,454	456,700	1,604,154

Delta College Foundation
Notes to Financial Statements - Continued
Year Ended June 30, 2024

Note 1. Organization and Significant Accounting Policies – Continued

Basis of Accounting:

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

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.

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 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.

Cash and Cash Equivalents:

Cash and cash equivalents consist of all highly liquid investments with an initial maturity of three months or less.

Investments:

Investments are carried at fair value. Net investment return is reported in the statement of activities and consist of interest and dividend income, realized and unrealized capital gains and losses, less external and direct investment expenses. Earnings, gains, and losses on restricted investments are classified as without donor restrictions unless specifically restricted by the donor or by applicable state law.

Delta College Foundation
Notes to Financial Statements - Continued
Year Ended June 30, 2024

Note 1. Organization and Significant Accounting Policies – Continued

Funds Held as Agency Endowments:

The Foundation maintains variance power of agency endowment funds and, as such, reports the funds as assets of the Foundation. A liability has been established for the fair value of the funds, which is generally equivalent to the present value of future payments expected to be made to the College who is the ultimate recipients and established the funds. All asset transfers of this type and the activity associated with those assets are recognized as agency transactions in the financial statements.

In order to present the full scope of the Foundation's operations, the Foundation includes the activity (i.e., contributions, net investment income, net investment gains (losses) and grants) related to such transactions in its statements of activities and then separately presents the respective agency activity as a reduction thereof. In the statements of financial position, the assets held on behalf of the College are included in investments, and the related liability to the College is classified as funds held as agency endowments. These assets are managed in accordance with the same investment and spending policies as the Foundation's other endowment funds.

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.

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.

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.

Nonfinancial Asset Revenue:

The Foundation records contributions of nonfinancial assets as revenue at fair value. Refer to Note 7 for further information regarding nonfinancial asset revenue valuation methodologies.

Personnel Services Received from Affiliate:

Personnel services received from the College that directly benefit the Foundation are recognized in the Foundation's financial statements. These personnel services are measured by the Foundation at the cost recognized by the College for the personnel providing those services. See Note 9 for further information regarding personnel services received from affiliate.

Delta College Foundation
Notes to Financial Statements - Continued
Year Ended June 30, 2024

Note 1. Organization and Significant Accounting Policies – Continued

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/facility use from Delta College for salaries, benefits and office expenses. In addition, approximately one-third of the Support Services paid by/facility use from 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.

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.

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, 2024 and 2023, the application of valuation techniques applied to similar assets and liabilities has been consistent.

Subsequent Events:

Subsequent events have been evaluated for potential recognition and disclosures through October 28, 2024, which is the date the financial statements were available to be issued.

Delta College Foundation
Notes to Financial Statements - Continued
Year Ended June 30, 2024

Note 2. Cash and Cash Equivalents

Cash and cash equivalents invested in interest-bearing accounts were valued at \$1,867,233 and \$1,604,154, at June 30, 2024 and 2023, respectively.

The Foundation's bank deposits at June 30, 2024 and 2023 were reflected in the accounts of the bank (without recognition of checks written but not cleared, or of deposits in transit) at \$1,341,384 and \$1,593,852, respectively. Of these bank deposits at June 30, 2024 and 2023, approximately \$500,000 and \$690,000, respectively, was covered by federal depository insurance, and the remainder was uninsured and uncollateralized. The Foundation believes that due to the dollar amounts of cash deposits and the limits of the Federal Deposit Insurance Corporation (FDIC) insurance, it is impractical to insure all bank deposits. As a result, the Foundation evaluates each financial institution within which it deposits Foundation funds and assesses the level of risk of each. Only those institutions with an acceptable estimated risk level are used as depositories.

Note 3. Investments and Fair Value Measurement

Credit Risk:

The Foundation has attempted to mitigate credit risk associated with the Delta College Foundation Endowment Fund (The Fund) investments by contracting with Morgan Stanley Wealth Management LLC to manage the investments of The Fund. The Foundation has established a formal investment and distribution policy that Morgan Stanley Wealth Management LLC must adhere to in their management of The Fund. The investment and distribution policies of The Fund, as well as the investment returns, are established, monitored and evaluated by the Foundation's Investment Advisory Committee, which reports directly to the Foundation Board of Directors.

The Delta College Foundation Endowment Fund Investment and Distribution Policy (Policy) limits investment of The Fund monies to the following instruments: bonds, notes or treasury bills of the United States or its agencies; corporate bonds rated investment grade by Moody's Investors Service, Inc. or Standard & Poor's Corporation; certificates of deposit of institutions which are members of the FDIC; commercial paper rated A1 by Moody's Investors Service, Inc. and/or P1 by Standard & Poor's Corporation; certain bankers acceptances; common stock traded on a major stock exchange; international equity investments and American Depository Receipts (ADR's); mutual funds; convertible securities, bonds and preferred stocks; and alternative investments made using mutual funds, exchange traded funds or separately managed accounts to ensure that daily valuations and liquidity are maintained. Alternative investments may not exceed 30% of the total fund measured by market value. The fixed income portfolio shall maintain a weighted average quality of investment grade, with no more than 15% of the portfolio invested in unrated and/or below investment grade securities. Additionally, all investments in The Fund must have a readily ascertainable market value and must be readily marketable.

The following investments are prohibited: margin purchases and securities of the Investment Manager including proprietary mutual funds, direct investment in tangible assets such as real estate, oil and gas and precious metals. Also prohibited is venture capital financing, private placements and hedge funds.

Delta College Foundation
Notes to Financial Statements - Continued
Year Ended June 30, 2024

Note 3. Investments and Fair Value Measurement – Continued

Interest Rate Risk:

In order to limit interest rate risk, The Fund investment policy stipulates various maturity limits. Commercial paper maturities may not exceed 270 days, bankers' acceptances are limited to 180-day maturities, and the average weighted maturity of the fixed income portfolio shall fall within a range of 3-10 years.

Concentration of Credit Risk:

The Policy limits the investment in individual securities of any one issuer to 5% of the market value of the assets of The Fund, except for money market funds, mutual funds, and obligations of the United States government and its agencies. Additionally, The Fund is limited to a maximum composite of 25% invested in international equities and ADR's, and a maximum composite of 30% invested in alternatives. As of June 30, 2024 and 2023, The Fund did not hold any securities of any one issuer in excess of these limits.

Foreign Currency Risk:

All foreign investments held by The Fund are in the form of ADR's and are denominated in U.S. currency.

Custodial Credit Risk:

The Policy does not address the issue of custody. The Fund investments are held by Morgan Stanley Smith Barney LLC as custodian and are listed under the account name Delta College Foundation Endowment Fund. Morgan Stanley Smith Barney LLC's carries investor protection coverage has been described on the previous page in the Custodial Credit Risk section related to the Foundation's investments outside of The Fund. In the event that Morgan Stanley Smith Barney LLC were to become insolvent, and the Foundation's investment account assets were not fully accounted for, the account would be protected up to a maximum of \$500,000 through Securities Investor Protection Corporation (SIPC). In addition, in the event that SIPC coverage is not adequate to cover a client's loss, Morgan Stanley Smith Barney LLC also carries supplemental insurance protection subject to an aggregate loss limit maximum of \$1.0 billion for the firm, with a no per client limit for securities and a \$1.9 million per client limit for the cash portion of any remaining shortfall.

Delta College Foundation
Notes to Financial Statements - Continued
Year Ended June 30, 2024

Note 3. Investments and Fair Value Measurement – Continued

Investment Composition:

At June 30, 2024 and 2023, The Fund had the following investments and maturities:

Investment Type	S&P/Moody's Quality Ratings	Fair Value	By Maturity			
			Less Than One Year	1-5 Years	6-10 Years	More Than 10 Years
June 30, 2024:						
Corporate Bonds	AA+ to BBB	\$ 2,353,953	\$ -	\$ 850,163	\$ 1,276,916	\$ 226,874
Corporate Convertible Bonds *	A to B+	1,556,089	320,973	1,056,889	-	178,227
Corporate Convertible Bonds *	Unrated	884,081	149,067	614,211	-	120,803
Municipal Bonds	AAA to A	1,621,828	145,470	108,887	169,647	1,197,824
Municipal Bonds	Unrated	135,000	135,000	-	-	-
Government & Agency Bonds	AAA to AA+	2,353,663	-	1,144,798	585,993	622,872
Government & Agency Bonds	Unrated	887,442	-	-	-	887,442
		9,792,056	\$ 750,510	\$ 3,774,948	\$ 2,032,556	\$ 3,234,042
Bond Funds	N/A	2,608,098				
Preferred Stock	N/A	283,838				
Equities	N/A	16,690,197				
International Equities	N/A	4,434,413				
Total Investments		<u>\$ 33,808,602</u>				

* Due to the convertible feature of these investments, they are generally not held to maturity.

Delta College Foundation
Notes to Financial Statements - Continued
Year Ended June 30, 2024

Note 3. Investments and Fair Value Measurement – Continued

Investment Composition (continued):

Investment Type	S&P/Moody's Quality Ratings	Fair Value	By Maturity			
			Less Than One Year	1-5 Years	6-10 Years	More Than 10 Years
June 30, 2023:						
Corporate Bonds	AA+ to BBB	\$ 1,436,561	\$ -	\$ 288,138	\$ 929,022	\$ 219,401
Corporate Convertible Bonds *	A to B+	1,785,291	636,725	890,786	-	257,780
Corporate Convertible Bonds *	Unrated	792,494	-	621,503	-	170,991
Municipal Bonds	AAA to A	2,059,219	-	430,703	172,146	1,456,370
Municipal Bonds	Unrated	134,128	-	134,128	-	-
Government & Agency Bonds	AAA to AA+	1,261,523	-	926,786	79,553	255,184
Government & Agency Bonds	Unrated	846,989	-	-	-	846,989
		8,316,205	\$ 636,725	\$ 3,292,044	\$ 1,180,721	\$ 3,206,715
Bond Funds	N/A	2,112,808				
Preferred Stock	N/A	470,279				
Equities	N/A	14,903,299				
International Equities	N/A	4,589,090				
Total Investments		<u>\$ 30,391,681</u>				

* Due to the convertible feature of these investments, they are generally not held to maturity.

Fair Value Measurement of Investments:

The Foundation's investments are comprised of corporate bonds, corporate convertible bonds, municipal bonds, government and agency bonds, bond funds, preferred stock, equities, and international equities. The fair value of equities and international equities (collectively referred to as equities) are derived from quoted prices for identical assets in active markets classifying them as a level 1 valuation. The fair value of corporate bonds, corporate convertible bonds, municipal bonds, government and agency bonds, bond funds (collectively referred to as bond funds) and preferred stock are obtained from similar investments obtained in the market, classifying them as a level 2 valuation.

Delta College Foundation
Notes to Financial Statements - Continued
Year Ended June 30, 2024

Note 3. Investments and Fair Value Measurement – Continued

Fair Value Measurement of Investments – Continued:

The fair value of assets measured on a recurring basis at June 30, 2024 and 2023 are as follows:

	Fair Values	Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Other Unobservable Inputs (Level 3)
June 30, 2024:				
Equities	\$ 21,124,610	\$ 21,124,610	\$ -	\$ -
Bond funds	12,400,154	-	12,400,154	-
Preferred stock	283,838	-	283,838	-
Total investments by fair value	<u>\$ 33,808,602</u>	<u>\$ 21,124,610</u>	<u>\$ 12,683,992</u>	<u>\$ -</u>
June 30, 2023:				
Equities	\$ 19,492,389	\$ 19,492,389	\$ -	\$ -
Bond funds	10,429,013	-	10,429,013	-
Preferred stock	470,279	-	470,279	-
Total investments by fair value	<u>\$ 30,391,681</u>	<u>\$ 19,492,389</u>	<u>\$ 10,899,292</u>	<u>\$ -</u>

Note 4. Pledges Receivable

As of June 30, 2024 and 2023, donors to the Foundation have made unconditional promises to give (pledges) totaling \$514,108 and \$495,274, respectively. The discounted balances of the pledges at June 30, 2024 and 2023, were \$456,526 and \$439,843, respectively. Pledges were discounted to their present value based on their respective terms, with applicable discount rates averaging 4.46% for 2024 and 4.37% for 2023. The discounts were \$57,582 and \$55,431 at June 30, 2024 and 2023, respectively.

Management established a reserve for uncollectible pledges of 1.25% for 2024 and 1.00% for 2023 of discounted pledges, based on an analysis of the recent years' activity. At June 30, 2024 and 2023, the reserve balances were \$5,707 and \$4,398, respectively. Pledges determined to be uncollectible are charged against the reserve for uncollectible pledges in the period that determination is made.

Delta College Foundation
Notes to Financial Statements - Continued
Year Ended June 30, 2024

Note 4. Pledges Receivable – Continued

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

	<u>2024</u>	<u>2023</u>
Less than one year	\$ 108,665	\$ 100,364
One to five years	342,154	335,081
Total discounted pledges	<u>\$ 450,819</u>	<u>\$ 435,445</u>

Note 5. Classification of Net Assets

Net Assets Without Donor Restrictions:

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

	<u>2024</u>	<u>2023</u>
Undesignated	\$ 393,070	\$ 285,330
Board-designated for projects	180,925	226,353
Quasi-endowments	2,279,812	2,100,192
Total net assets without donor restrictions	<u>\$ 2,853,807</u>	<u>\$ 2,611,875</u>

Net Assets Released from Restrictions:

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

	<u>2024</u>	<u>2023</u>
Satisfied purpose restrictions:		
Endowment distributions and grants	\$ 1,136,717	\$ 1,142,039
Instructional departments	91,181	251,283
Special projects and programs	125,541	146,760
Scholarships & awards	274,832	273,722
Total net assets released from restrictions	<u>\$ 1,628,271</u>	<u>\$ 1,813,804</u>

Delta College Foundation
Notes to Financial Statements - Continued
Year Ended June 30, 2024

Note 5. Classification of Net Assets – Continued

Net Assets With Donor Restrictions:

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

	<u>2024</u>	<u>2023</u>
Specified purpose:		
Pending endowments	\$ 9,566	\$ 10,036
Instructional departments	109,888	98,775
Special projects and programs	303,107	308,973
Scholarships & awards	182,707	185,253
Pledges receivable, the proceeds from which have been restricted by donors for:		
Pending endowments	9,760	9,437
Instructional departments	193	1,319
Special projects and programs	17,332	12,609
Scholarships & awards	422,289	410,782
Unappropriated endowment earnings	8,762,290	6,829,757
	<u>9,817,132</u>	<u>7,866,941</u>
Passage of time:		
Pledges receivable that are not restricted by donors, but are unavailable for expenditure until collected	1,245	1,298
Not subject to appropriation or expenditure:		
Endowment investments in perpetuity	<u>17,494,145</u>	<u>16,514,023</u>
Total net assets with donor restrictions	<u>\$ 27,312,522</u>	<u>\$ 24,382,262</u>

Delta College Foundation
Notes to Financial Statements - Continued
Year Ended June 30, 2024

Note 6. Endowments

Donor Restricted and Board Designated Endowments:

The Foundation's endowment includes donor-restricted endowment funds, and funds designated by the Foundation's Board of Directors to function as endowments. Net assets associated with endowment funds, including funds designated by the Foundation's Board of Directors to function as endowments, are classified and reported based on the existence or absence of donor-imposed restrictions.

Interpretation of Relevant Law:

The Board of Directors of the Foundation has interpreted the State of Michigan Prudent Management of Institutional Funds Act ("SMPMIFA") as requiring the preservation of the fair value of the original gift as of the gift date of the donor-restricted endowment funds absent explicit donor stipulations to the contrary. As a result of this interpretation, the Foundation retains in perpetuity: (a) the original value of gifts donated to the permanent endowment, (b) the original value of subsequent gifts to the permanent endowment, and (c) accumulations to the permanent endowment made in accordance with the direction of the applicable donor gift instrument at the time the accumulation is added to the fund. Donor-restricted amounts not retained in perpetuity are subject to appropriation for expenditure by the Foundation in a manner consistent with the standard of prudence prescribed by SMPMIFA.

In accordance with SMPMIFA, the Foundation considers the following factors in making a determination to appropriate or accumulate donor-restricted endowment funds:

- 1) The duration and preservation of the fund
- 2) The purposes of the Foundation and the donor-restricted endowment fund
- 3) General economic conditions
- 4) The possible effect of inflation and deflation
- 5) The expected total return from income and the appreciation (depreciation) of investments
- 6) Other resources of the Foundation
- 7) The investment policies of the Foundation

Return Objectives and Risk Parameters:

The Foundation has adopted investment and spending policies for endowment assets that attempt to provide a predictable stream of funding to programs supported by its endowment while seeking to maintain the purchasing power of the endowment assets. Endowment assets include those assets of donor-restricted funds that the Foundation must hold in perpetuity or for a donor-specified period(s) as well as board designated funds. Under this policy, as approved by the Board of Directors, the endowment assets are invested in a manner that is intended to produce results that maintain the purchasing power of the endowment assets as well as provide additional real growth.

Delta College Foundation
Notes to Financial Statements - Continued
Year Ended June 30, 2024

Note 6. Endowments – Continued

Return Objectives and Risk Parameters – Continued:

The Foundation benchmarks endowment funds investment performance against a policy benchmark which is made up of a similar allocation to certain market indexes (i.e., S&P 500 Index, MSCI All-Country World ex U.S. and Barclays Capital US Intermediate Government/Credit Index). The Foundation expects its endowment funds, over time, to provide a rate of return at least equal to the spending rate plus inflation. Actual returns in any given year may vary from this amount.

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). The Foundation targets a diversified asset allocation that places a greater emphasis on equity-based investments to achieve its long-term return objectives within prudent risk constraints.

Spending Policy and How The Investment Objectives Relate To Spending Policy:

The Policy for endowment funds as adopted by the Board of Directors authorizes spending of the net appreciation (realized and unrealized) of the investments of endowment funds. Any net appreciation that is distributed is required to be spent for the purposes for which the endowment was established. Under the policy established by the Board, four percent of the previous five-year quarterly moving average market value of each individual endowment is authorized to be distributed annually, although actual distribution is limited to not decrease the individual endowment balances below that of the cumulative original value of the endowment contributions.

In the event that the market value of the board designated endowments falls below the historic dollar value, the Foundation reserves the right to make no distribution, other than actual investment expenses and administrative fees. The Foundation may, however, at the recommendation of the Finance Committee and the approval of the Board, allow a distribution which is prudent, or otherwise deemed to be a justifiable expenditure, using the factors established in SMPMIFA. At the time the Board allows a distribution from such account, it can retain sole discretion over future expenditures from the fund as long as the fund falls below the historic dollar value or delegate, on a case-by-case basis, supervision of prudent future expenditures from the fund to the Investment Advisory Committee. If it is determined that income distributions are stopped, unspent income residing in the earnings account, if any, will continue to be available for spending purposes and will be disregarded in comparing the market value to its historic gift value.

During a period in which income distributions are stopped, and it is deemed to be prudent by the Investment Advisory Committee, investment expenses and administrative fees may continue to be drawn from the fund. On June 1, 2016, the Foundation's Board of Directors approved a 1% Endowment Administration Fee, to be applied to all funds held in The Fund. The fee, based on the endowment's fair market value, will be assessed by the Foundation annually, on June 30. The calculation of the annual fee will be consistent with the Policy and based on a five-year quarterly moving average market value of The Fund. The fee is in addition to the investment fees already charged by Morgan Stanley to manage the endowment's investments. Funds resulting from implementation of the 1% Endowment Administration Fee will be used to support the Foundation's operational needs for philanthropic growth at Delta College. For the years ending June 30, 2024 and 2023, respectively, the fee distributed to the Foundation amounted to \$302,000 and \$286,000.

Delta College Foundation
Notes to Financial Statements - Continued
Year Ended June 30, 2024

Note 6. Endowments – Continued

Spending Policy and How The Investment Objectives Relate To Spending Policy – Continued:

Unless otherwise specifically allowed in the donor agreement, or written permission is given by the donor if the market value of a donor-restricted endowment is at, or below, the account's historic dollar value at the time allocation amounts are determined, no distribution will be made from such fund; instead, distributions will be reinvested into the fund in an effort to help the market value of the fund recover. If it is determined that income distributions are stopped on a donor-restricted endowment fund, unspent allocated funds residing in the earnings account, if any, will continue to be available for spending purposes and will be disregarded in comparing an endowment's market value to its historical gift value. During a period in which income distributions are stopped on a donor-restricted endowment fund, investment expenses and administrative fees may continue to be drawn from the fund. It is further established that the Investment Advisory Committee and/or the Board of Directors review this policy on an annual basis.

Funds With Deficiencies

From time to time, the fair value of assets associated with individual donor-restricted endowment funds may fall below the level that the donor or SMPMIFA requires the Foundation to retain as a fund of perpetual duration. There were no underwater funds as of June 30, 2024 and 2023. When an endowment is underwater, it is the Foundation's intent to reinvest any dividends and interest until the endowment is made whole.

Composition of Endowment Net Assets:

The Foundation receives gifts for the Delta College Foundation Endowment Fund (The Fund) each year. The Foundation 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 to The Fund within 30 days of reaching this threshold. Interest is allocated to endowments-in-progress while they are held by the Foundation. The following is a summary of the composition of The Fund for the years ended June 30:

	2024			2023		
	Without Donor Restrictions	With Donor Restrictions	Total	Without Donor Restrictions	With Donor Restrictions	Total
Composition by type of Fund:						
Board-designated endowment funds	\$ 2,279,812	\$ -	\$ 2,279,812	\$ 2,100,192	\$ -	\$ 2,100,192
Donor-restricted endowment funds:						
Original donor-restricted gift amounts required to be maintained in perpetuity	-	17,494,145	17,494,145	-	16,514,023	16,514,023
Accumulated investment gains	-	8,762,290	8,762,290	-	6,829,757	6,829,757
Funds held as agency endowments	-	5,984,997	5,984,997	-	5,465,397	5,465,397
Total endowment funds	\$ 2,279,812	\$ 32,241,432	\$ 34,521,244	\$ 2,100,192	\$ 28,809,177	\$ 30,909,369

Delta College Foundation
Notes to Financial Statements - Continued
Year Ended June 30, 2024

Note 6. Endowments – Continued

Composition of Endowment Net Assets – Continued:

The following is a summary of activity for The Fund for the years ended June 30:

	2024			2023		
	Without Donor Restrictions	With Donor Restrictions	Total	Without Donor Restrictions	With Donor Restrictions	Total
Fund balance at beginning of year	\$ 2,100,192	\$ 28,809,177	\$ 30,909,369	\$ 1,546,560	\$ 26,728,084	\$ 28,274,644
Net investment income	246,872	3,478,097	3,724,969	142,645	2,532,110	2,674,755
Contributions	-	1,086,485	1,086,485	476,000	611,818	1,087,818
Appropriation of endowment assets for expenditure	(67,252)	(1,132,327)	(1,199,579)	(65,013)	(1,062,835)	(1,127,848)
Fund balance at end of year	\$ 2,279,812	\$ 32,241,432	\$ 34,521,244	\$ 2,100,192	\$ 28,809,177	\$ 30,909,369

Note 7. Contributed Nonfinancial Assets

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

	2024	2023
Vehicles and parts	\$ 54,832	\$ 77,136
Educational equipment and supplies	2,620	127,372
Works of art	-	5,200
Special event supplies	-	3,391
Donated services	13,925	5,700
Total contributed nonfinancial assets	\$ 71,377	\$ 218,799

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.

Delta College Foundation
Notes to Financial Statements - Continued
Year Ended June 30, 2024

Note 7. Contributed Nonfinancial Assets – Continued

Vehicle and part 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 and supplies are 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, photo booth services, and other services provided from the vendors. 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, photo booth services and other 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, 2024

Note 8. 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>2024</u>	<u>2023</u>
Financial assets, at year end	\$ 36,126,654	\$ 32,431,390
Less those unavailable for general expenditure within one year, due to:		
Restricted by donor for time or purpose	(9,818,377)	(7,868,239)
Restricted by donor in perpetuity	(17,494,145)	(16,514,023)
Funds held as agency endowments	(5,984,997)	(5,465,397)
Board-designated funds to be used for projects	(180,925)	(226,353)
Financial assets available to meet general expenditures within one year	<u>\$ 2,648,210</u>	<u>\$ 2,357,378</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 9. Related Party Transactions

The Foundation is an independent tax-exempt 501(c)(3) corporation formed for the purpose of receiving funds for the sole benefit of the College. Contributions received by the Foundation are transferred to the College to be used in the support of the College’s educational programs. Such activities include contributing funds to the College’s scholarship programs, supplementing or paying for professional development activities of the College’s faculty and staff, and transferring donated equipment to the College to be used in general and occupational education programs.

The College provides personnel support, supplies and equipment to the Foundation at no charge. The amount of such assistance for the year ended June 30, 2024 was approximately \$641,000 and \$609,000, for the years ended June 30, 2024 and 2023, respectively. In addition, the Foundation transferred payments to the College for student scholarships and support totaling approximately \$1,521,000 for the year ended June 30, 2024 and \$1,742,000 for the year ended June 30, 2023.