COMMUNITY FOUNDATION OF ACADIANA, AFFILIATES AND SUPPORTING ORGANIZATION

FINANCIAL REPORT

DECEMBER 31, 2019

CONTENTS

BROUSSARD
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INDEPENDENT AUDITORS' REPORT

To the Board of Directors
Community Foundation of Acadiana
Lafayette, Louisiana

Report on the Financial Statements

We have audited the accompanying consolidated financial statements of Community Foundation of Acadiana, Affiliates and Supporting Organization (a nonprofit organization), which comprise the consolidated statements of financial position as of December 31, 2019 and 2018, and the related consolidated statements of activities, functional expenses and cash flows for years then ended, and the related notes to the consolidated financial statements.

Management's Responsibility for the Financial Statements

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

Auditors' Responsibility

Our responsibility is to express opinions on these consolidated financial statements based on our audits. We conducted our audits in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the consolidated financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the consolidated financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the consolidated 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 consolidated 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 consolidated financial statements.

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

Opinion

In our opinion, the consolidated financial statements referred to above present fairly, in all material respects, the financial position of the Community Foundation of Acadiana, Affiliates and Supporting Organization as of December 31, 2019 and 2018, 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.

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Other Matters

Other Information

Our audits were conducted for the purpose of forming an opinion on the financial statements as a whole. The schedule of compensation, benefits and other payments to agency head on page 30 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 consolidated financial statements or to the consolidated financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the financial statements as a whole.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated June 24, 2020, on our consideration of Community Foundation of Acadiana's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Community Foundation of Acadiana's internal control over financial reporting and compliance.

Broussard Poché, LLP

Lafayette, Louisiana
June 24, 2020

FINANCIAL STATEMENTS

COMMUNITY FOUNDATION OF ACADIANA, AFFILIATES
AND SUPPORTING ORGANIZATION

CONSOLIDATED STATEMENTS OF FINANCIAL POSITION
As of December 31, 2019 and 2018

	2019	2018
ASSETS		
CURRENT ASSETS		
Cash	$ 547,564	$ 624,126
Investments:		
Money market accounts and interest bearing accounts	17,212,450	18,130,021
Other investments	108,762,077	81,704,177
Contribution receivable, net, current portion	251,863	2,168,453
Notes receivable, current portion	43,500	82,200
Accrued interest receivable	21,676	23,226
Other receivables	100,427	660
Convertible notes receivable, current portion	25,000	-
Prepaid expenses	9,884	17,706
Total current assets	$ 126,974,441	$ 102,750,569
FIXED ASSETS		
Property and equipment	$ 30,945,703	$ 30,999,840
Accumulated depreciation	(7,455,585)	(6,833,428)
Fixed assets, net	$ 23,490,118	$ 24,166,412
OTHER ASSETS		
Contribution receivable, net	$ 58,107	$ 92,095
Notes receivable	431,827	485,327
Convertible notes receivable, net	25,000	542,885
Security deposits	500	500
Total other assets	$ 515,434	$ 1,120,807
Total assets	$ 150,979,993	$ 128,037,788

See Notes to Consolidated Financial Statements.

LIABILITIES AND NET ASSETS

CURRENT LIABILITIES		
Accounts payable	$ 178,349	$ 27,361
Current portion of long-term debt	161,659	252,258
Current portion of bonds payable	65,000	65,000
Accrued liabilities	10,386	15,314
Due to others	-	406,248
Funds held in custody	12,050,156	12,981,213
Total current liabilities	$ 12,465,550	$ 13,747,394
LONG-TERM LIABILITIES		
Long-term debt, less current portion	$ 2,395,795	$ 2,547,218
Bonds payable, less current portion	196,500	255,500
Total long-term liabilities	$ 2,592,295	$ 2,802,718
Total liabilities	$ 15,057,845	$ 16,550,112
NET ASSETS		
Without donor restrictions	$ 110,476,666	$ 90,710,433
With donor restrictions	25,445,482	20,777,243
Total net assets	$ 135,922,148	$ 111,487,676
Total liabilities and net assets	$ 150,979,993	$ 128,037,788

COMMUNITY FOUNDATION OF ACADIANA, AFFILIATES
AND SUPPORTING ORGANIZATION

CONSOLIDATED STATEMENT OF ACTIVITIES
For the Year Ended December 31, 2019

	Without Donor Restrictions	With Donor Restrictions	Total
REVENUES, GAINS, LOSSES AND OTHER SUPPORT			
Contributions	$ 23,308,147	$ 2,671,146	$ 25,979,293
Interest and dividends	1,422,703	320,376	1,743,079
Net gains (losses) on investments			
Realized	957,537	227,650	1,185,187
Unrealized	8,468,819	1,961,877	10,430,696
Rent income	374,356	-	374,356
Fundraising income	119,983	8,500	128,483
Administrative fee	54,268	-	54,268
Other income	70,970	983	71,953
Net assets released from restrictions	522,293	(522,293)	-
Total revenues, gains, losses and other support	$ 35,299,076	$ 4,668,239	$ 39,967,315
EXPENSES AND LOSSES			
Grants distributed	$ 10,990,699	$ -	$ 10,990,699
Program expenses	3,350,651	-	3,350,651
Supporting services:			
General and administrative	936,935	-	936,935
Fundraising	254,558	-	254,558
Total expenses	$ 15,532,843	$ -	$ 15,532,843
Changes in net assets	$ 19,766,233	$ 4,668,239	$ 24,434,472
Net assets at beginning of year	90,710,433	20,777,243	111,487,676
Net assets at end of year	$110,476,666	$ 25,445,482	$135,922,148

See Notes to Consolidated Financial Statements.

COMMUNITY FOUNDATION OF ACADIANA, AFFILIATES
AND SUPPORTING ORGANIZATION

CONSOLIDATED STATEMENT OF ACTIVITIES
For the Year Ended December 31, 2018

	Without Donor Restrictions	With Donor Restrictions	Total
REVENUES, GAINS, LOSSES AND OTHER SUPPORT			
Contributions	$ 24,231,622	$ 835,626	$ 25,067,248
Interest and dividends	1,360,967	281,574	1,642,541
Net gains (losses) on investments			
Realized	1,297,004	(363,382)	933,622
Unrealized	(6,118,386)	(807,015)	(6,925,401)
Rent income	378,964	-	378,964
Fundraising income	224,767	440	225,207
Administrative fee	80,284	-	80,284
Other income	400,491	894	401,385
Net assets released from restrictions	361,653	(361,653)	-
Total revenues, gains, losses and other support	$ 22,217,366	$ (413,516)	$ 21,803,850
EXPENSES AND LOSSES			
Grants distributed	$ 12,244,318	$ -	$ 12,244,318
Program expenses	1,715,633	-	1,715,633
Supporting services:			
General and administrative	1,013,157	-	1,013,157
Fundraising	299,247	-	299,247
Total expenses	$ 15,272,355	$ -	$ 15,272,355
Changes in net assets	$ 6,945,011	$ (413,516)	$ 6,531,495
Net assets at beginning of year	83,765,422	21,190,759	104,956,181
Net assets at end of year	$ 90,710,433	$ 20,777,243	$111,487,676

See Notes to Consolidated Financial Statements.

COMMUNITY FOUNDATION OF ACADIANA, AFFILIATES
AND SUPPORTING ORGANIZATION

CONSOLIDATED STATEMENT OF FUNCTIONAL EXPENSES
For the Year Ended December 31, 2019

		Supporting Services		
	Program Expenses	General and Administrative	Fundraising Expenses	Total
Salaries	$ 550	$ 356,674	$ 81,500	$ 438,724
Payroll taxes and benefits	-	49,124	19,592	68,716
Professional services	850,585	138,244	21,020	1,009,849
Event expense	13,712	90,579	64,495	168,786
Travel and meetings	59,078	9,296	12,662	81,036
Office expense	775	36,916	22,338	60,029
Supplies	896,264	-	-	896,264
Repairs and maintenance	1,042	15,466	-	16,508
Insurance	5,964	28,991	2,962	37,917
Printing and publications	38,266	20,586	10,616	69,468
Trust and bank fees	16,814	8,664	1,553	27,031
Computer and internet	4,532	135,149	208	139,889
Bad debt expense	542,885	-	-	542,885
Other	145,222	5,710	17,612	168,544
Interest	126,313	-	-	126,313
Depreciation	648,649	41,536	-	690,185
	$ 3,350,651	$ 936,935	$ 254,558	$ 4,542,144

See Notes to Consolidated Financial Statements.

COMMUNITY FOUNDATION OF ACADIANA, AFFILIATES
AND SUPPORTING ORGANIZATION

CONSOLIDATED STATEMENT OF FUNCTIONAL EXPENSES
For the Year Ended December 31, 2018

		Supporting Services		
	Program Expenses	General and Administrative	Fundraising Expenses	Total
Salaries	$ 35,539	$ 363,400	$ 71,205	$ 470,144
Payroll taxes and benefits	4,912	57,917	24,342	87,171
Professional services	716,443	186,659	37,235	940,337
Event expense	14,842	85,496	88,396	188,734
Travel and meetings	18,489	14,839	8,357	41,685
Office expense	24,683	65,996	17,046	107,725
Supplies	9,340	-	-	9,340
Repairs and maintenance	-	21,484	-	21,484
Insurance	4,171	18,912	3,255	26,338
Printing and publications	11,322	25,451	14,224	50,997
Trust and bank fees	25,544	7,007	-	32,551
Computer and internet	4,598	124,599	294	129,491
Other	56,974	2,579	34,893	94,446
Interest	136,783	-	-	136,783
Depreciation	651,993	38,818	-	690,811
	$ 1,715,633	$ 1,013,157	$ 299,247	$ 3,028,037

See Notes to Consolidated Financial Statements.

COMMUNITY FOUNDATION OF ACADIANA, AFFILIATES
AND SUPPORTING ORGANIZATION

CONSOLIDATED STATEMENT OF CASH FLOWS
For the Years Ended December 31, 2019 and 2018

	2019	2018
OPERATING ACTIVITIES		
Change in net assets	$ 24,434,472	$ 6,531,495
Adjustments to reconcile change in net assets to operating activities:		
Depreciation and amortization	691,185	694,075
Net realized and unrealized (gains) losses on investments	(11,615,883)	5,991,779
Provision for bad debt	542,885	-
Decrease (increase) in assets:		
Contribution receivables	1,950,578	1,925,512
Notes receivables	92,200	(349,585)
Other receivables	(98,217)	(22,146)
Convertible notes receivable	(50,000)	-
Prepaid expenses	7,822	(11,492)
Increase (decrease) in liabilities:		
Accounts payable	150,988	27,361
Accrued liabilities	(4,928)	4,671
Due to others	(406,248)	-
Funds held in custody	(2,162,481)	(6,287,783)
Net cash provided by operating activities	$ 13,532,373	$ 8,503,887
INVESTING ACTIVITIES		
Purchase of investments	$ (35,570,897)	$ (39,941,759)
Proceeds from sales of investments	21,362,568	13,289,056
Purchase of fixed assets	(16,155)	(6,790)
Net cash used in investing activities	$ (14,224,484)	$ (26,659,493)
FINANCING ACTIVITIES		
Payments on long-term debt	$ (242,022)	$ (354,103)
Payments on bonds	(60,000)	(50,000)
Net cash used in financing activities	$ (302,022)	$ (404,103)
Net decrease in cash	$ (994,133)	$ (18,559,709)
Cash at beginning of year:		
Cash and cash equivalents	$ 624,126	$ 899,324
Money market and interest-bearing deposits	18,130,021	36,414,532
	$ 18,754,147	$ 37,313,856
Cash at end of the year:		
Cash and cash equivalents	$ 547,564	$ 624,126
Money market and interest-bearing deposits	17,212,450	18,130,021
	$ 17,760,014	$ 18,754,147

SUPPLEMENTAL DISCLOSURES:

	2019	2018
Cash payments of interest	$ 126,974	$ 130,599

See Notes to Consolidated Financial Statements.

COMMUNITY FOUNDATION OF ACADIANA, AFFILIATES
AND SUPPORTING ORGANIZATION

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

Note 1. Nature of Organization and Significant Accounting Policies

Nature of organization:

Community Foundation of Acadiana (the "Foundation") is a Louisiana nonprofit corporation chartered on November 16, 2000. Its primary purpose is to serve as a community foundation which shall receive and administer component funds (donor advised funds and others) for charitable, educational or scientific purposes. William C. Schumacher Family Foundation (Supporting Organization) operates exclusively as a support organization for the benefit of Community Foundation of Acadiana. As a result, these entities are financially interrelated and consolidation is required under accounting principles generally accepted in the United States.

The accompanying consolidated financial statements of the Foundation have been prepared on the accrual basis of accounting.

Significant accounting policies:

Basis of consolidation -

The consolidated financial statements include the accounts of the Supporting Organization, the Foundation and its wholly owned Affiliates; ESA Lower School Enrichment Center, L.L.C., in addition to affiliated organizations, Louisiana Real Estate Foundation and Louisiana Parks Foundation. The Louisiana Real Estate Foundation includes its wholly owned Affiliates; CFA Office, L.L.C., CFA-REH, L.L.C. and Ascension Episcopal School Campus, L.L.C. All material inter-company items and transactions have been eliminated.

Contributions and recognition of donor restricted contributions -

All contributions are considered to be available for unrestricted use unless specifically restricted by the donor. The Foundation also classifies component funds with "variance power" clauses in the fund agreements as unrestricted net assets, which is a predominant trend used by most community foundations.

Amounts received that are restricted by the donor for specified purposes are reported as contributions with donor restrictions that increases that net asset class. When donor restrictions expire, when a time restriction ends and/or a purpose restriction is fulfilled, net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the statement of activities as net assets released from restriction.

The net assets with donor restricted funds includes the cost of contributed land and the net book value of contributed fixed assets of the Foundation, CFA-REH, L.L.C. and Ascension Episcopal School Campus, L.L.C., and certain other component funds that have time restrictions. As these assets are depreciated, the amount of depreciation in a given period is considered to be released from that restriction.

Use of estimates -

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

Cash and cash equivalents -

For the purposes of the consolidated statements of cash flows, the Foundation considers all highly liquid investments with a maturity of three months or less when purchased to be cash equivalents. Money market funds used for investment purposes are included in cash and cash equivalents on the consolidated statements of cash flows.

Investments -

Investments, which consist of debt and equity securities, mutual funds and private equity investments are presented in the consolidated financial statements at fair value. Private equity investments without readily determinable fair values are stated at cost minus impairment, if any, plus or minus changes resulting from observable price changes in orderly transactions for the identical or a similar investment of the same issuer. Investment securities are exposed to various risks including, but not limited to, interest rate and market and credit risks. Due to the level of risks associated with certain investment securities, it is at least reasonably possible that changes in the values of investment securities will occur in the near term.

Some investments related to donor advised funds are maintained outside of the pooled investment accounts where assets are held in the name of the Foundation. Investment earnings for these funds are maintained in individual investment accounts that are not comingled with other investment assets. Investment earnings for these accounts are based on the actual investment performance of the related assets.

Notes receivable:

Notes receivable are stated at unpaid principal balances less the allowance for doubtful accounts. The Foundation considers all notes receivable to be fully collectible. Accordingly, no allowance has been recorded on notes receivables as of December 31, 2019 and 2018.

Contributions receivable –

Contributions to be received in one year or less are reported at net realizable value. Contributions to be received after one year are initially reported at fair value, estimated by discounting them to their present value. Thereafter, the amortization of discounts is recorded as additional contribution revenue. The Foundation considers all contributions and pledge receivable to be fully collectible. Accordingly, no allowance for doubtful accounts is reported. If amounts become uncollectible, they will be charged to the change in net assets when that determination is made.

Property and equipment -

Purchased property and equipment are recorded at cost at the date of acquisition. Contributed property and equipment is recorded at fair value at the date of donation. Donations of property and equipment that are not restricted as to their use by the donor are recorded as increases in net assets without donor restrictions. Assets donated with explicit restrictions regarding their use and contributions of cash that must be used to acquire property and equipment are reported as increases in net assets with donor restrictions. The Foundation reclassifies net assets with donor restrictions to net assets without donor restrictions each year for the amount of depreciation expense relating to the restricted donated property and equipment.

In the absence of donor stipulations regarding how long the contributed assets must be used, the Foundation has adopted a policy of implying a time restriction on contributions of such assets that expires over the assets' useful lives. As a result, all contributions of property and equipment are recorded as restricted support. As donated assets are depreciated, the restriction for that portion of the net asset expires.

Depreciation is computed by the straight-line method at rates based on the following useful lives:

	Years
Buildings and building improvements	5 - 40
Land improvements	5 - 30
Furniture and equipment	2 – 7

Tax status -

The Foundation is a Louisiana nonprofit corporation established in 2000 and is exempt from Federal income taxes under Section 501(c)(3) of the Internal Revenue Service Code; accordingly, no provision for income taxes has been made in the consolidated financial statements.

The Foundation's Form 990, *Return of Organization Exempt from Income Tax*, is no longer subject to examination by tax authorities for years prior to 2016.

Concentrations of credit risk -

Financial instruments which subject the Foundation to concentrations of credit risk consist primarily of investments in debt and equity securities, mutual funds, private equity investments and contributions receivable. The Foundation typically maintains cash and cash equivalents and temporary investments in local banks which may, at times, exceed the Federal Deposit Insurance Corporation (FDIC) limits.

The Foundation relies heavily on general public donations to support its operations. Majority of donations are derived from local donors in Southern Louisiana.

Funds held in Custody –

The Foundation considered all funds in which a not-for-profit specifies itself as the beneficiary of that fund to be considered a liability on the consolidated statement of net position.

Functional allocation of expenses –

The costs of providing the various programs and other activities have been summarized on a functional basis in the consolidated statement of functional expenses.

Liquidity

Assets are presented in the accompanying statement of financial position according to their nearness of conversion to cash and liabilities according the nearness of their maturity and resulting use of cash.

Recent accounting pronouncements -

During 2019, the Foundation adopted Accounting Standards Update (ASU) 2016-01, "*Recognition and Measurement of Financial Assets and Financial Liabilities (Subtopic 825-10),*" provides amendments to make targeted improvements to generally accepted accounting principles (GAAP). The amendments are as follows: (1) require equity investments (except those accounted for under the equity method of accounting or those that result in consolidation of the investee) to be measured at fair value with changes in fair value recognized in net income. However, an entity may choose to measure equity investments that do not have readily determinable fair vales at cost minus impairment, if any, plus or minus changes resulting from observable price changes in orderly transactions for the identical or similar investment of the same issuer. (2) Simplify the impairment assessment of equity investments without readily determinable fair values by requiring a qualitative assessment to identify the impairment. When a qualitative assessment indicates that impairment exists, an entity is required to measure the investment at fair value. (3) Eliminate the requirement for public business entities to disclose the method(s) and significant assumptions used to estimate the fair value that is required to be disclosed for financial instruments measured at amortized cost on the balance sheet. (4) Require public business entities to use the exit price notion when measuring fair value of financial instruments for disclosure purposes. (5) Clarify that an entity should evaluate the need for a valuation allowance on a deferred tax asset related to available-for-sale securities in combination with the entity's other deferred tax assets. The adoption of this ASU had an effect on the disclosures of the financial statements.

The Financial Accounting Standards Board (FASB) issued Accounting Standards Update (ASU) 2018-08, "*Clarifying the Scope and the Accounting Guidance for Contributions Received and Contributions Made (Topic 958),*" which provides guidance for characterizing grants and similar contracts with government agencies and others as reciprocal transactions (exchanges) or nonreciprocal transactions (contributions) and distinguishing between conditional and unconditional contributions. The ASU is effective for not-for-profit organizations that are resource providers for annual periods beginning after December 15, 2018 and interim periods within annual periods beginning after December 15, 2019. The adoption of this ASU did not affect the financial statements.

Upcoming accounting pronouncements -

The FASB issued ASU 2014-09, *Revenue from Contracts with Customers (Topic 606)* as amended by ASU 2015-14, *Revenue from Contracts with Customers (Topic 606) – Deferral of the Effective Date.* This ASU is a comprehensive new revenue recognition standard that will supersede nearly all existing revenue recognition guidance under U.S. GAAP. The core principle of this ASU is that an entity should recognize revenue to depict the transfer of promised goods or services to customers in an amount that reflects the consideration to which the entity expects to be entitled in exchange for those goods and services. In order to achieve this revenue streams are evaluated using a five-step process. This ASU was effective for non-public business entities for fiscal years beginning after December 15, 2018, and interim periods within fiscal years beginning after December 15, 2019, however, on May 20, 2020, the FASB extended the required implementation period to fiscal years beginning after December 15, 2019. The Foundation is continuing to evaluate the impact of this guidance on its consolidated financial statements and plans to implement next year.

Note 2. Notes Receivable

Ascension Episcopal School Campus, L.L.C.

In connection with the renewal of certain indebtedness with IberiaBank, Ascension Episcopal School Campus, L.L.C. redeemed certificates of deposit in an endowed fund of Ascension Episcopal School which collateralized the debt and applied the proceeds against a portion of the debt to the bank. In connection with that redemption, Ascension Episcopal School signed a note receivable to Ascension Episcopal School Campus, L.L.C. at rate of 1% payable quarterly commencing August 15, 2012. Under the terms of the note, no principal reduction is expected until all current indebtedness of Ascension Episcopal School Campus, L.L.C. is extinguished. The balance of the note is $431,827 at December 31, 2019 and 2018. The year the note will be repaid is not determinable.

ESA Lower School Enrichment Center, L.L.C.

In connection with a construction line of credit, as further discussed in Notes 10 and 11, ESA Lower School Enrichment Center, L.L.C. arranged for repayment of the indebtedness through donations to be made by a number of notes receivable from donors in support of the school's build out of an existing facility.

Donors signed promissory notes to ESA Lower School Enrichment Center, L.L.C. to make five consecutive annual installments, plus accrued interest at an interest rate of 5% on the unpaid balance. Under the terms of the notes, the final installments of principal and accrued interest is due on January 15, 2020. The collective balances of all notes is $43,500 and $135,700 at December 31, 2019 and 2018, respectively.

Note 3. Contributions Receivable

Unconditional promises to give are included in the financial statements as contributions receivable and revenues of the appropriate net asset category. Promised to give in excess of one year are discounted using the Treasury yield rates as of balance sheet date. Discount rates applied ranged from 1.59% to 1.62% as of December 31, 2019 and and 2.63% to 2.51% as of December 31, 2018. Contributions receivable recognized at December 31, 2019 and 2018 were as follows:

	2019	2018
Contributions receivable	$ 319,000	$ 2,324,362
Unamortized discount	(9,030)	(63,814)
	$ 309,970	$ 2,260,548

Contributions receivable as of December 31, 2019 are expected to be realized in the following periods:

Amounts due in:	
One year or less	$ 33,500
Between one year and five years	285,500
	$ 319,000

Contributions receivable (net of present value discount) at December 31, 2019 and 2018 had the following restrictions:

	2019	2018
Without restrictions	$ 222,809	$ 2,147,716
With restrictions for endowments	87,161	112,832
	$ 309,970	$ 2,260,548

The Foundation's management evaluates the collectability of the contribution receivables. The allowance is based on management's estimate of future losses; actual losses may vary from the current estimate. The estimate is reviewed periodically, taking into consideration the risk characteristics of pledged contributions, past loss experience, general economic conditions and other factors that warrant current recognition.

Note 4. Convertible Note Receivables

In January 2019, a donor advised fund loaned $25,000 to ThinkGenetic, Inc. as a convertible note. The receivable bears interest at 8%. Compounded interest is accrued annually. The company may prepay this note in whole or in part. The receivable matures of the earlier of (a) December 31, 2020, (b) one business day after the closing of a qualified financing, (c) a change in control, or (d) when, upon or after the occurrence of an event of default, such amounts are declared due and payable by the holder or made automatically due and payable in accordance with the terms. Upon obtaining qualified financing, the outstanding principal amount of the convertible note and any accrued but unpaid interest shall be converted into that number of shares of ThinkGenetic, Inc stock by the conversion price.

In May, 2019, a donor advised fund loaned $25,000 to NeuroRescue, Inc as a convertible note. The receivable bears interest at 8%. All outstanding principal and interest shall be due and payable on the earlier of (a) an event of default, (b) closing of qualified financing, (c) sale of the company, or (d) second anniversary of the date of issuance. The outstanding principal balance of the note and any accrued but unpaid interest, will be automatically converted into equity securities of the company in the event the company consummates, prior to the maturity date, an equity financing pursuant to which it sells shares of preferred stock, in a transaction or series of related transactions resulting in aggregate gross proceeds to the company of at least $1,500,000. Upon such qualified financing, the unpaid accrued interest amounts shall automatically convert into shares of preferred stock at a conversional price equal to the lesser of (a) 80% of the price per share paid by purchasers of preferred stock and (b) price obtained by dividing $8,000,000 by the Company's fully-diluted capitalization immediately prior to the qualified financing. If the Company obtained financing via issuance of shares of the company's stock that does not constitute qualified financing prior to the maturity date, the holders of may elect to convert the note receivable into equity.

On April 17, 2018, the William C. Schumacher Family Foundation loaned $542,885 to Students of Strength, Inc. as a convertible note. The note receivable bears an interest rate of 3% and a single payment of all accrued interest and principal is due on April 17, 2020. The note is subject to the right granted to the holder to convert the proceeds of this note to common stock at $.0001 par value. The right to covert shall be exercisable upon the first anniversary through the maturity date. As of December 31, 2019, it was determined that the Students of Strength, Inc.'s convertible note was considered uncollectible and an allowance was recorded in the amount of $542,885.

The following is a summary of the outstanding convertible notes receivables at December 31, 2019 and 2018:

	2019	2018
Students of Strength	$ 542,885	$ 542,885
ThinkGenetic, Inc.	25,000	-
NeuroRescue, Inc	25,000	-
Total convertible notes receivable	$ 592,885	$ 542,885
Less: allowance for uncollectible account	(542,885)	-
Total convertible notes receivable, net	$ 50,000	$ 542,885
Less current portion	(25,000)	-
Long term portion	$ 25,000	$ 542,885

Note 5. Investments

Investments are measured at fair value in the statements of financial position. Private equity investments that do not have readily determinable fair values are measured at cost minus impairment, if any, plus or minus changes resulting from observable price changes in orderly transactions for the identical or a similar investment of the same issuer. Investments consist of bonds, stocks, mutual funds, certificates of deposits and private equity investments. Realized and unrealized gains and losses on investments, interest and dividends, and impairment losses (if any) are reflected in the statement of activities within the appropriate net asset category.

Investments are composed of the following at December 31, 2019 and 2018:

	2019	2018
Pooled investments:		
Fixed income	$ 16,165,618	$ 13,173,062
Equities	24,918,625	21,370,456
Limited partnership	1,422,808	1,302,534
Certificates of deposit	149,124	149,257
Private equity investments	8,782,293	5,816,942
Government securities	260,519	511,845
Corporate bonds	2,459,447	1,853,760
Equities	13,914,670	15,311,545
Mutual and exchange traded funds	38,723,674	22,146,660
Unit investment fund	-	68,116
Investments carried at fair value	$106,796,778	$ 81,704,177
Private equity investments without readily determinable fair values	1,965,299	-
Total investments	$108,762,077	$ 81,704,177

Note 6. Property and Equipment

Property and equipment at December 31, 2019 and 2018 consisted of the following:

	2019	2018
Land	$ 4,165,000	$ 4,165,000
Buildings and building improvements	25,471,914	25,461,544
Land improvements	1,093,377	1,093,377
Furniture and equipment	141,912	206,419
Construction in progress	73,500	73,500
	$ 30,945,703	$ 30,999,840
Less accumulated depreciation	(7,455,585)	(6,833,428)
	$ 23,490,118	$ 24,166,412

Total depreciation expense for the years ended December 31, 2019 and 2018 was $690,185 and $690,811, respectively.

Note 7. Funds Held in Custody

The Foundation has adopted FASB ASC 958-605-25-33 (formerly FASB No. 136), *"Transfers of Assets to a Not-for-Profit Organization or Charitable Trust that Raises or Holds Contributions for Others."* This pronouncement established standards for transactions in which a community foundation accepts a contribution from a donor and agrees to transfer those assets, the return on investments of those assets, or both to another entity that is specified by the donor. ASC 958-605-25-33 specifically requires that if a not-for-profit establishes a fund at a community foundation with its own funds and specifies itself as the beneficiary of that fund, the community foundation must account for the transfer of such assets as a liability. The Foundation refers to such transfers as funds held in custody.

The Foundation maintains variance power and legal ownership of funds held in custody, and as such, continues to report the funds as assets of the Foundation. However, in accordance with ASC 958-605-25-33, a liability has been established for the present value of the future payments expected to be made to the not-for-profit organizations, which is generally the equivalent of the fair value of the funds. The funds held in custody as of December 31, 2019 and 2018 were $12,050,156 and $12,981,213, respectively.

Note 8. Donated Services

The Foundation received donated audit and accounting services, computer consulting services and website support, lawn care, legal services and magazine ad services. The total amount of donated services included in contributions without donor restrictions at December 31, 2019 and 2018 were $34,878 and $29,657, respectively.

Note 9. CFA-REH, L.L.C.

During 2002, the Foundation formed a 501(c)(2) corporation to accept a donation of land. The 501(c)(2) is a not-for-profit organization that is wholly-owned by the Foundation. The sole purpose of this organization was to accept real estate, hold real estate, collect income, and dispense income and real estate. During 2003, however, the Foundation formed CFA-REH, L.L.C. and transferred the property to that corporation. The limited liability company is wholly-owned by the Foundation.

In 2004, CFA-REH, L.L.C. accepted a $1,000,000 donation and issued debt in the amount of $920,000 to construct a building on the donated land. The building is being leased as a school for an amount equivalent to the debt service on the bonds, including other financing obligations, over the 20 year bond term as discussed in Note. 18.

Note 10. Ascension Episcopal School Campus, L.L.C.

The Foundation formed a limited liability company, Ascension Episcopal School Campus, L.L.C., to accept a $3,125,000 donation of 72 acres of undeveloped real estate in Youngsville, Louisiana and to fund the construction of a school. The L.L.C. has constructed a major portion of the proposed school with an estimated ultimate cost of $55,000,000. The initial first phase of the school construction cost was $21,129,048. Additional, building and land improvements have increased the initial constructions costs by $1,987,329 through 2019. The initial construction activity was funded by contribution commitments from various donors and notes payable to various sources. More recent improvements have been facilitated through donors, as well as the school. The notes payable for the initial school have been refinanced and the current funding sources are facilitated though pledges by various donors to Ascension Episcopal School, a ministry of The Episcopal Church of the Ascension, and other funding sources of both the Church and the School.

Note 11. ESA Lower School Enrichment Center, L.L.C.

In December 2015, the Foundation formed a new limited liability company, ESA Lower School Enrichment Center, L.L.C. The purpose of the company was to facilitate improvements to an existing facility acquired in the initial property acquisition of the current Episcopal School of Acadiana. As part of that endeavor, the Foundation coordinated a construction line of credit with a local financial institution in the amount of $1,000,000. Repayment of the debt is to be made by a number of notes receivable from donors wishing to support the school in the construction project. Under the repayment terms, the note is to be repaid in annual installments equal to one-fourth of the net amount borrowed as of February 1, 2017. Through December 31, 2016, draws of $489,000 were made against the line of credit, but there were no additional draws made against the line in 2019. Payments of interest and principal were made with the collection of notes receivable payments from donors. This resulted in a balance due on the line of credit of $25,225 and $136,562 at December 31, 2019 and 2018, respectively.

Note 12. Notes Payable and Long-term Debt

The following is a summary of the outstanding notes payable and long-term debt at December 31, 2019 and 2018:

	2019	2018
Long-term debt:		
Ascension Episcopal School Campus, L.L.C.- 4.50% note payable, monthly payments of $20,789, including interest. Note was extended in 2018 with a maturity of January 20, 2024 secured by real estate.	$ 2,532,229	$ 2,662,914
ESA Lower School Enrichment Center, L.L.C.- $1,000,000 construction line of credit converted to term debt on February 1, 2017, interest payable quarterly at 2.25% floating above a benefactor's applicable deposit rate with a floor of 2.5% (2.5% at December 31, 2019 and 2018), payable in annual installments equal to one-fourth of construction draws through February 1, 2017, and one final payment of all outstanding principal and accrued unpaid interest due on February 1, 2021, secured by donor notes payable for the project and the guaranty of a benefactor.	25,225	136,562
Total long-term debt	$ 2,557,454	$ 2,799,476
Less current portion	(161,659)	(252,258)
Long-term portion	$ 2,395,795	$ 2,547,218

The aggregate maturities of principal payments due on long-term debt by fiscal year are as follows:

2020	$ 161,659
2021	143,116
2022	149,784
2023	156,762
2024	1,946,133
	$ 2,557,454

The Ascension Episcopal School Campus, L.L.C. indebtedness was incurred in connection with the completion of the construction of the first phase of the school complex. The liability is further guaranteed by The Episcopal Church of the Ascension. As part of that guarantee and lease of the facility, the Church has agreed to make any and all payments to liquate the debt in excess of any pledges it has received from donors that collateralize the obligations. The note payable for Ascension Episcopal School Campus, L.L.C. has a balloon payment due on January 20, 2024. It is anticipated that the note will be refinanced under similar terms and conditions as the maturing obligation, while it may include a higher rate of interest on the indebtedness based on changes to the prime lending rate.

Included in current liabilities at December 31, 2018 is a liability for $406,248, which reflects payments received from the School and others to pay for final construction costs at the completion of the project. Absent any specific agreement as the recordation of the payment, the amount was recorded as a liability. During 2019 the liability was recorded as a contribution.

Note 13. Bonds Payable

At December 31, 2019 and 2018, bonds payable consisted of the following components:

	2019	2018
Bonds payable	$ 265,000	$ 325,000
Bond cost of issuance, net of accumulated amortization	(3,500)	(4,500)
Bonds payable, net	$ 261,500	$ 320,500
Less current portion	(65,000)	(65,000)
Bonds payable, net, less current portion	$ 196,500	$ 255,500

Revenue bonds with an aggregate principal amount of $920,000 were issued by the Louisiana Public Facilities Authority and the proceeds were loaned to the CFA-REH, L.L.C. pursuant to a loan agreement dated June 1, 2003. Bond issue costs in the amount of $18,002 were incurred in the issuance of the debt and are being amortized over the life of the bonds.

Interest on the bonds are based on a weekly interest rate determined by the remarketing agent on the interest rate determination date immediately preceding the applicable interest rate adjustment date, to be the lowest interest rate in the judgment of the remarketing agent at which the bonds could be remarketed at par, plus the accrued interest. In addition to interest, the Company is also required to pay fees on a letter of credit securing the debt, remarking agent fees, analyst fees and trustee fees.

Aggregate maturities required on bonds payable are as follows at December 31, 2019:

2020	$ 65,000
2021	65,000
2022	65,000
2023	70,000
	$ 265,000

Interest expense on the indebtedness was $5,101 and $6,322 during the year ended December 31, 2019 and 2018. Payments of fees in connection with the debt were $7,599 and $10,649 during the fiscal year ended December 31, 2019 and 2018.

Note 14. Employee Benefit Plan

The Foundation has a discretionary Simple IRA Pension retirement plan (Simple IRA) in effect that covers all employees. The Foundation matches employee contributions to the plan up to 3% of qualified compensation. The Foundations' matching contribution to the plan for the year ended December 31, 2019 and 2018 was $13,170 and $11,554, respectively.

Note 15. Liquidity and Availability of Resources

Financial assets available for general expenditures and grant distributions, without donor or other restrictions limiting their use, within one year of the balance sheet date, are comprised of the following:

	2019	2018
Cash	$ 547,564	$ 624,126
Investments	125,974,527	99,834,198
Receivables, current portion	417,466	2,274,539
	$126,939,557	$102,732,863
Less:		
Donor restricted endowments and funds	(19,077,031)	(14,296,407)
Investments held for Funds Held in Custody	(12,050,156)	(12,981,213)
Total available for general expenditures and grant distributions within one year	$ 95,812,370	$ 75,455,243

The Foundation funds its operations primarily through contributions, investment income, rental income and administrative fees. Assets with donor restrictions are not available for general expenditures.

Note 16. Endowments and Net Asset Classifications

The Foundation's endowment funds consist of a number of individual funds established for a variety of purposes. Its endowments include donor-restricted endowment funds; whereby, the stipulations of the gift may require preservation of the original donation with only the income derived used for a specific purpose. Endowed funds with donor-restricted funds are recorded as net assets with restrictions, the income from which is expendable to support the grantor's purpose. When a restriction expires, net assets are reclassified to net assets without restrictions in the consolidated statements of activities as net assets released from restrictions.

Interpretation of Relevant Law

In June 2010, the Louisiana Legislature adopted provisions of the Uniform Prudent Management of Institutional Funds Act ("UPMIFA") into Louisiana Law effective July 1, 2010. In 2006, the UPMIFA was approved and recommended by the National Conference of Commissions on Uniform State Laws. The provisions of the Act are to provide for the standard of conduct in managing and investing an institutional fund; to provide for the appropriation for expenditure or the accumulation of an endowment fund; to provide for the delegation of management and investment functions; to provide for the release or modification of restrictions on management, investment, or purpose of an institutional fund and to provide for reviewing compliance.

The Board of the Foundation has implemented a policy 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 classifies as net assets with donor restrictions (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 (if any) of the applicable donor gift instrument at the time the accumulation is added to the fund.

The following is a recap of changes in endowment balances as of December 31, 2019 and 2018:

	With Donor Restrictions	
	2019	2018
Endowment net assets, beginning of year	$ 14,381,028	$ 14,705,868
Change in net assets:		
Contributions	2,671,146	835,626
Interest and dividends	320,376	281,574
Realized and unrealized gains (losses)	2,189,526	(1,170,397)
Other income	9,483	1,334
Net assets released from restrictions	(436,423)	(272,977)
Endowment net assets, end of year	$ 19,135,136	$ 14,381,028

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 requires the Foundation to retain as a fund of perpetual duration. Deficiencies of this nature exist in endowment funds, which together have an original gift value of $128,562 and $10,027,285, and a deficiency of $47,876 and $653,446 as of December 31, 2019 and 2018. These deficiencies resulted from unfavorable market fluctuations that occur over the life of the endowment.

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. The basic underlying approach to the management of the investment portfolio is to optimize the risk-return relationship appropriate to the Foundation's needs and goals using a globally diverse portfolio of a variety of asset classes.

Strategies Employed for Achieving Objectives

The primary long-term investment objective is to seek competitive market returns so as to preserve and grow the capital of funds, provide cash flows to fund distributions and to preserve the purchasing power of the funds to meet immediate and long-term charitable needs of donors and the Foundation.

Spending Policy and How the Investment Objectives Relate to Spending Policy

Non-endowed funds may make distributions of any combination of principal and income assuming sufficient assets remain to cover administrative fees. Endowed funds are subject to a distribution rate. Annually, the Board establishes a distribution rate for the following twelve months. This distribution rate is stated as a percentage of the 12 quarter rolling average of each endowed fund. Newly established funds (with fewer than 12 quarters) use the quarterly rolling average from its inception. The distribution rate determines an "available to grant" amount. Unless otherwise instructed, the "available to grant" amount is segregated to the cash and cash equivalents portfolio.

Note 17. Net Assets with Donor Restrictions

Net assets with donor restrictions consist of the following as of December 31, 2019 and 2018:

	2019	2018
Subject to expenditure for specified purposes		
Capital projects	$ 6,310,346	$ 6,396,215
Endowments:		
Subject to endowment spending policy and appropriation	19,135,136	14,381,028
Total net assets with donor restrictions	$25,445,482	$ 20,777,243

Net assets were released from donor restrictions by incurring expenses satisfying the restricted purpose or by occurrence of the passage of time or other evens specified by the donors as follows for the year ended December 31, 2019 and 2018:

	2019	2018
Net assets released from restrictions:		
Depreciation expense	$ 85,871	$ 88,676
Administrative fees	83,966	115,120
Grants distributed	352,456	157,857
	$ 522,293	$ 361,653

Note 18. BP Louisiana Tourism Recovery Fund

During 2010, the Foundation entered into a Fund Agreement with the State of Louisiana, Office of Lieutenant Governor, to establish the BP Louisiana Tourism Recovery Fund. The Fund was considered a non-endowed (non-permanent) designated fund for the exclusive purpose of satisfying the Tourism Recovery Program as stipulated by the Memorandum of Understanding between BP Exploration and Production, Inc., the Louisiana Department of Wildlife and Fisheries, and the Office of the Lieutenant Governor of the State of Louisiana and program guidelines.

In accordance with the Fund Agreement, the Foundation received, directly from BP Exploration and Production, Inc., $30,000,000, in $5,000,000 increments over a six-quarter period, commencing in February 2011. As compensation for handling the Fund, the Foundation receives the interest earnings on Fund assets, and received $4,167 each quarter for the first six quarters, as administrative service fees. The fund made no disbursements of approved grants and other direct expenses during the year ended December 31, 2019 and 2018. This designated fund is classified similar to agency funds by the Foundation of which $4,418, the balance of the fund remaining at December 31, 2019 and 2018, is included in funds held in custody in current liabilities.

Note 19. Operating lease

CFA-REH, LLC leases property to The Episcopal Church of the Ascension for the operation of the pre-kindergarten and kindergarten. The monthly rent paid is secured by a 20 year lease entered into on August 21, 2003. The monthly rent shall be an amount sufficient to cover all bond payments and fees, costs and expenses associated with the bonds and any letter of credit, which secures the bond. In addition, rent shall include all costs of constructing the facility in excess of the available bond funds. Rental income for the year ended December 31, 2019 and 2018 was $72,682 and $72,105, respectively. The building leased is carried on the statement of net asset with a cost of $2,115,666 and accumulated depreciation of $813,209 as of December 31, 2019.

Ascension Episcopal School Campus, LLC leases property to The Episcopal Church of the Ascension for the operation of the upper school (grades 8-12) which was completed in November 2008. The open ended lease was entered into on November 26, 2007. The base monthly rent to be paid is $500 per month. The Episcopal Church of the Ascension must also pay or reimburse for all repairs and maintenance required, as well as all insurance and ad valorem or other property taxes. The rent shall be adjusted every five years based on the change in the Consumer Price Index (CPI) measured against the base year of 2008. In October 2008, January 2012 and August 2013, amendments to the original lease were executed which requires an additional rent in an amount and at such times as required to enable the Foundation to amortize any loans taken out for purposes of construction for a period not to exceed 20 years, including principal and interest. The loan is amortized over five years with a monthly payment of $20,789 (principal and interest), plus a balloon payment of the remaining balance in 2024. Rental income for the year ended December 31, 2019 and 2018 was $255,474 and $255,443, respectively. The building leased is carried on the statement of net asset with a cost of $23,042,877 and accumulated depreciation of $6,155,084 as of December 31, 2019.

CFA Office, LLC leases property to The Woodmen of the World Life Insurance Society under an agreement dated December 22, 2017. The lease is payable per month in an amount equal to $3,600 per month. The lease agreement was extended through December 31, 2022. Rental income for the year ended December 31, 2019 and 2018 was $43,200 and $48,414, respectively.

CFA Office, LLC leases property to The Woodmen of the World Youth Camp Corp. under an agreement dated December 22, 2017. The lease is payable per month in an amount equal to $250 per month. The lease agreement was extended through December 31, 2022. Rental income for the year ended December 31, 2019 and 2018 was $3,000 and $3,000, respectively.

Note 20. Fair Value of Financial Instruments

In accordance with FASB ASC 820-10-50-1, the Foundation groups assets and financial liabilities at fair value in three levels, based on the markets in which the assets and liabilities are traded and the reliability of the assumptions used to determine fair value. These levels are:

Level 1 – Valuations for assets and liabilities traded in active exchange markets, such as the New York Stock Exchange. Level 1 also includes securities that are traded by dealers or brokers in active markets. Valuations are obtained from readily available pricing sources for market transactions involving identical assets or liabilities.

Level 2 – Valuations for assets and liabilities traded in less active dealer or broker markets. For example, municipal securities valuations are based on markets that are currently offering similar financial products. Valuations are obtained from third party pricing services for identical or comparable assets or liabilities.

Level 3 – Valuations for assets and liabilities that are derived from other valuation methodologies, including option pricing models, discounted cash flow models and similar techniques, and not based on market exchange, dealer or broker traded transactions. Level 3 valuations incorporate certain assumptions and projections in determining the fair value assigned to such assets or liabilities.

Investments are carried at estimated fair market value within the financial statements. Private equity investments that do not have readily determinable fair values are measured at cost minus impairment, if any, plus or minus changes resulting from observable price changes in orderly transactions for the identical or a similar investment of the same issuer.

The following table presents the Foundation's fair value hierarchy for the assets measured at fair value on a recurring basis.

		Fair Value Measurements at Reporting Date Using:			
	Fair Value	Quoted Prices In Active Markets For Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)	Investments measured at net asset value
December 31,2019:					
Pool investments:					
Fixed income	$ 16,165,618	$ 16,165,618	$ -	$ -	$ -
Equity	24,918,625	24,918,625	-	-	-
Limited partnership	1,422,808	-	-	-	1,422,808
Certificate of deposit	149,124	-	-	149,124	-
Private equity investments	8,782,293	-	-	8,782,293	-
Government securities	260,519	-	260,519	-	-
Corporate bonds	2,459,447	2,459,447	-	-	-
Equities	13,914,670	13,914,670	-	-	
Mutual and exchange traded funds	38,723,674	38,723,674	-	-	-
Total investments	$106,796,778	$ 96,182,034	$ 260,519	$ 8,931,417	$ 1,422,808

	Fair Value	Fair Value Measurements at Reporting Date Using: Quoted Prices In Active Markets For Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)	Investments measured at net asset value
December 31, 2018:					
Pool investments:					
Fixed income	$ 13,173,062	$ 13,173,062	$ -	$ -	$ -
Equity	21,370,456	21,370,456	-	-	-
Limited partnership	1,302,534	-	-	-	1,302,534
Certificate of deposit	149,257	-	-	149,257	-
Private equity Investments	5,816,942	-	-	5,816,942	-
Government securities	511,845	-	511,845	-	-
Corporate bonds	1,853,760	1,853,760	-	-	-
Equities	15,311,545	15,311,545	-	-	-
Mutual and exchange traded funds	22,146,660	22,146,660	-	-	-
Unit investment fund	68,116	68,116	-	-	-
Total investments	$ 81,704,177	$ 73,923,599	$ 511,845	$ 5,966,199	$ 1,302,534

Investments that are measured at fair value using the net asset value per share (or its equivalent) practical expedient have not been categorized in the fair value hierarchy. The fair value amounts presented are intended to permit the reconciliation of the fair value hierarchy to the amounts presented in the statement of financial position. This investment invests in a diversified portfolio of midstream energy infrastructure companies or midstream master limited partnerships.

The table below summarizes the activity of those items measured at fair value on a recurring basis using significant unobservable inputs (Level 3):

	Certificates of Deposit	Private Equity Investments	Total Level 3 Investments
Ending balance – December 31, 2017	$ -	$ -	$ -
Purchase/donation	165,000	5,816,942	5,981,942
Investment income, unrealized gains (losses)	(15,743)	-	(15,743)
Ending balance – December 31, 2018	$ 149,257	$ 5,816,942	$ 5,966,199
Sales	(16,125)	-	(16,125)
Purchase/donation	-	933,999	933,999
Investment income, unrealized gains (losses)	15,992	2,031,352	2,047,344
Ending balance – December 31, 2019	$ 149,124	$ 8,782,293	$ 8,931,417

Note 21. Reclassifications

Certain reclassifications have been made in the financial statements at December 31, 2018, in order to be consistent with reporting in the current year. These reclassifications had no effect on previously reported net assets or changes in net assets.

Note 22. Subsequent Events

The Foundation evaluated the need for disclosures and/or adjustments resulting from subsequent events through June 24, 2020, the date the financial statements were available to be issued. On January 30, 2020, the World Health Organization declared the coronavirus outbreak a "Public Health Emergency of International Concern" and on March 10, 2020, declared it to be a pandemic. Actions taken around the world to help mitigate the spread of the coronavirus include restrictions on travel, and quarantines in certain areas, and forced closures for certain types of public places and business. The coronavirus and actions taken to mitigate it have had and are expected to continue to have an adverse impact on the economies and financial markets of many countries, including the geographical areas in which the Foundation operates. It is unknown how long these conditions will last and what the complete financial effect will be to the Foundation. Additionally, it is reasonably possible that estimates made in the financial statements have been, or will be, materially and adversely impacted in the near term as a result of these conditions.

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SUPPLEMENTARY INFORMATION

COMMUNITY FOUNDATION OF ACADIANA, AFFILIATES
AND SUPPORTING ORGANIZATION

SCHEDULE OF COMPENSATION, BENEFITS AND OTHER
PAYMENTS TO AGENCY HEAD
Year Ended December 31, 2019

There were no compensation, benefits and other payments paid in the year ended December 31, 2019 and 2018 from public funds.

BROUSSARD POCHÉ, LLP
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INDEPENDENT AUDITORS' REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS*

To the Board of Directors of
Community Foundation of Acadiana
Lafayette, Louisiana

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the consolidated financial statements of Community Foundation of Acadiana, Affiliates and Supporting Organization (a nonprofit organization), which comprise the statement of financial position as of December 31, 2019 and 2018, and the related consolidated statements of activities, functional expenses and cash flows for years then ended, and the related notes to the consolidated financial statements, and have issued our report thereon dated June 24, 2020.

Internal Control Over Financial Reporting

In planning and performing our audit of the consolidated financial statements, we considered Community Foundation of Acadiana's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the consolidated financial statements, but not for the purpose of expressing an opinion on the effectiveness of Community Foundation of Acadiana's internal control. Accordingly, we do not express an opinion on the effectiveness of Community Foundation of Acadiana's internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's consolidated financial statements will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or, significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether Community Foundation of Acadiana's consolidated financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of consolidated financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

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Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Broussard Poche', LLP

Lafayette, Louisiana
June 24, 2020

COMMUNITY FOUNDATION OF ACADIANA, AFFILIATES
AND SUPPORTING ORGANIZATION

SCHEDULE OF FINDINGS AND RESPONSES
Year Ended December 31, 2019

We have audited the consolidated financial statements of Community Foundation of Acadiana as of and for the year ended December 31, 2019, and have issued our report thereon dated June 24, 2020. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Our audit of the consolidated financial statements as of December 31, 2019 resulted in an unmodified opinion.

Section I - Summary of Auditors' Reports

A. Report on Internal Control and Compliance Material to the Financial Statements

Internal Control

Material weaknesses	___ Yes _X_ No
Control deficiencies identified that are not considered to be material weaknesses	___ Yes _X_ None Reported

Compliance

Compliance material to financial statements	___ Yes _X_ No

Section II - Financial Statement Findings

None reported.

COMMUNITY FOUNDATION OF ACADIANA, AFFILIATES
AND SUPPORTING ORGANIZATION

SCHEDULE OF PRIOR FINDINGS
Year Ended December 31, 2019

Section I. Internal Control and Compliance Material to the Financial Statements

None reported.

Section II. Internal Control and Compliance Material to Federal Awards

Not applicable.

Section III. Management Letter

The prior year's report did not include a management letter.