

**THE DAYTON FOUNDATION  
AND RELATED ENTITIES**

**Financial Statements  
For the Three Months Ending  
September 30, 2023  
(Unaudited)**

DATE: December 5, 2023

TO: President and Board of Governors  
The Dayton Foundation and Related Entities

FROM: Stephen D. Darnell, Vice President, Finance

Total assets for The Dayton Foundation and Related Entities at September 30, 2023 were \$1,036,295,000. This compares with total assets of \$1,086,121,000 at year end June 30, 2023.

The following is a summary of total assets by entity at September 30, 2023 and the three months revenue and expenses (unaudited).

\$ Millions	Sept. 30 2023	June 30 2023	Increase (Decrease)
Trust	\$125	\$131	(\$6)
Corporate	430	451	(19)
Depository	43	45	(2)
Pooled Income Fund	0	0	0
Supporting Organizations	<u>438</u>	<u>459</u>	<u>(21)</u>
Total Assets	<u>\$1,036</u>	<u>\$1,086</u>	<u>(\$50)</u>
	Agent & Other Liabilities	Net Assets	Total
Contributions	\$4	\$7	\$11
Investment Return	(4)	(24)	(28)
Grants	(9)	(19)	(28)
Program Expenses	0	(1)	(1)
Operating Expenses	0	(1)	(1)
Other Income/Exp.	0	0	0
Chg. in Working Capital/Other	<u>(3)</u>	<u>0</u>	<u>(3)</u>
Net Change	<u>(\$12)</u>	<u>(\$38)</u>	<u>(\$50)</u>

Grants and other expenses outpaced contributions for the quarter. That difference along with negative investment returns brought total assets down \$50 million during the first fiscal quarter of the year.

**The Dayton Foundation and Related Entities  
Combined Statements of Financial Position  
September 30, 2023 and June 30, 2023**

<b>ASSETS:</b>	<b>9/30/2023</b>	<b>6/30/2023</b>
Cash and Cash Equivalents	\$ 68,491,730	\$ 60,712,192
Accounts Receivable	653,628	658,075
Interfund Receivable, Net	20,416	33,490
Pledges/Contributions Receivable (Note 1)	28,514,324	32,801,235
Notes Receivable	1,857,968	2,235,306
Loan Loss Reserve	(1,502,416)	(1,502,416)
Other Assets	2,809,127	2,815,580
Investments, at Market	934,320,207	987,241,700
Investment in Partnerships	0	0
Property and Equipment:		
Land	868,908	868,908
Buildings and Exhibits	-	-
Equipment and Leasehold Improvements	1,010,414	1,010,414
Accumulated Depreciation	(749,803)	(753,019)
Property -Net	<u>1,129,520</u>	<u>1,126,303</u>
<b>TOTAL ASSETS</b>	<u><u>1,036,294,503</u></u>	<u><u>1,086,121,466</u></u>
<b>LIABILITIES AND NET ASSETS:</b>		
Accounts Payable	321,714	239,285
Accrued Liabilities	3,246,898	3,624,529
Grants Payable	35,751,105	36,833,167
Life Income Annuities Payable (Note 2)	2,321,409	2,356,108
Life Estates and Trust Liability	0	0
Agent Liabilities	160,239,849	170,258,183
Total Liabilities	<u>201,880,975</u>	<u>213,311,272</u>
Net Assets		
Unrestricted	21,238,825	21,980,812
Unrestricted (Designated)	794,205,784	831,860,464
Temporarily Restricted	12,190,281	12,190,280
Permanently Restricted	6,778,638	6,778,638
Total Net Assets	<u>834,413,527</u>	<u>872,810,194</u>
<b>TOTAL LIABILITIES AND NET ASSETS</b>	<u><u>\$ 1,036,294,503</u></u>	<u><u>\$ 1,086,121,466</u></u>

**The Dayton Foundation And Related Entities**  
**Combined Statements of Activity And Changes in Net Assets**  
**For the Three Months Ended September 30, 2023 and 2022**

<b>REVENUES:</b>	<b>2023</b>	<b>2022</b>
Contributions	\$ 6,660,456	\$ 10,192,556
Investment Income	5,407,490	4,588,959
Other Income (Note 3)	333,297	321,497
Realized (Loss) Gain on Sale Of Investments, Net	975,027	(727,807)
Unrealized (Depreciation) Appreciation Of Investments	(28,905,386)	(45,992,230)
Interfund Transfers	0	0
Total Revenues	<u>(15,529,115)</u>	<u>(31,617,024)</u>
 <b>GRANTS AND EXPENSES:</b>		
Grants	19,130,743	16,756,957
Program Expenses	1,292,149	2,232,627
Operating Expenses (Note 4)	1,443,551	1,366,141
Investment Management Fees	978,832	932,324
Life Income and Insurance Expense	22,276	29,776
Interfund Transfers	0	0
Total Grants and Expenses	<u>22,867,551</u>	<u>21,317,825</u>
 <b>CHANGES IN NET ASSETS</b>	 (38,396,667)	 (52,934,849)
Net Assets at Beginning of Year	<u>872,810,194</u>	<u>836,668,673</u>
Ending Net Assets	<u>\$ 834,413,527</u>	<u>\$ 783,733,824</u>

**THE DAYTON FOUNDATION AND RELATED ENTITIES  
COMBINED STATEMENTS OF CASH FLOW  
FOR THE THREE MONTHS ENDED SEPTEMBER 30, 2023 AND 2022**

	<u>2023</u>	<u>2022</u>
<b>Cash flows from operating activities:</b>		
Change in Net Assets	(38,396,667)	(52,934,849)
Adjustments to reconcile change in Net Assets to cash provided by operating activities:		
Depreciation	(3,216)	(1,146)
Unrealized (Appreciation) Depreciation of Investments, Net	28,905,386	(45,992,230)
Realized Loss (Gain) on Sales of Investments, Net	(975,027)	(727,807)
 (Increase) decrease in Assets:		
Accounts Receivable	4,447	(166,199)
Interfund Receivable, Net	13,074	61,355
Pledges Receivable	4,286,911	813,711
Notes Receivable	377,338	(481,621)
Loan Loss Reserve	0	0
Other Assets	6,453	25,743
 (Decrease) increase in Liabilities:		
Accounts Payable	82,429	(553,132)
Accrued Liabilities	(377,631)	(975,532)
Grants Payable	(1,082,063)	1,912,487
Life Income Annuities Payable	(34,699)	(37,306)
Life Estates and Trust Liability	0	0
Agent Liabilities	(10,018,334)	(18,496,865)
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Net Cash (used in) provided by operating activities	(17,211,598)	(117,553,390)
 <b>Cash flows from investing activities:</b>		
Sales of Investments, Net	24,991,135	113,850,904
(Purchases) of Property and Equipment	0	(72,571)
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Net Cash provided by investing activities	24,991,135	113,778,333
 Net Increase (Decrease) in Cash	7,779,538	(3,775,056)
 Cash Beginning of Period	60,712,192	51,012,052
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Cash End of Period	\$ 68,491,730	\$ 47,236,996
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**The Dayton Foundation and Related Entities**  
**Notes to Financial Statements**

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1. Pledges/Contributions Receivable

Pledges Receivable:

Charitable Lead Trusts	8,623,942
Charitable Remainder Trusts	2,103,102
Ellen Mayer & Friends of Health Partners Free Clinic Fund	500,000
Montgomery County Ohio College Promise	383,670
Oakwood Schools Foundation-Arts Enhancement	275,617
Equity Action Fund of the greater Dayton Region	167,224
Learn to Earn	
Operating Fund	4,845

Contributions Receivable:

Estate of Robert Appenzeller	7,456,924
Estate of Jack Eichelberger	5,000,000
Estate of George Martin	3,000,000
Estate of Clarence Delima	700,000
Estate of Martha DeBold	299,000
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	28,514,324

2. Life Income Annuities Payable

The Dayton Foundation - 29 charitable gift annuities involving 28 individuals.  
The Disability Foundation - 112 charitable gift annuities involving 74 individuals.

3. Other Income

Disability Foundation - annual admin. fee and set-up fees on Flexible Spending Trust	211,018
Learn to Earn Fund	6,871
Assessment income from Agent Liability Funds	115,409
Dayton Montgomery County Scholarship	
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	333,297

4. Operating Expenses

Operating Expenses per "Operating Fund - Budget" report	1,386,131
College Promise LLC checking account charges	20
Miscellaneous Expenses - Hundred Club	0
Fund Evaluation Group Consulting Fee	56,088
Broker fees on stock donations, various funds	1,312
Equipment	0
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	1,443,551