

FINANCIAL STATEMENTS AND INDEPENDENT AUDITOR'S REPORT

COMMUNITY FOUNDATION OF TAMPA BAY, INC.

June 30, 2025

## TABLE OF CONTENTS

Independent Auditor's Report	3 - 4
Financial Statements	
Statement of Financial Position	5
Statement of Activities	6
Statement of Cash Flows	7
Statement of Functional Expenses	8
Notes to Financial Statements	9 - 23



RIVERO, GORDIMER & COMPANY, P.A.

Member  
American Institute of Certified Public Accountants  
Florida Institute of Certified Public Accountants

Herman V. Lazzara	Michael E. Helton
Sam A. Lazzara	James K. O'Connor
Kevin R. Bass	David M. Bohnsack
Jonathan E. Stein	Julie A. Davis
Stephen G. Douglas	Karl N. Swan
Marc D. Sasser, of Counsel	
Cesar J. Rivero, in Memoriam (1942-2017)	

## INDEPENDENT AUDITOR'S REPORT

The Board of Trustees  
Community Foundation of Tampa Bay, Inc.

### **Opinion**

We have audited the accompanying financial statements of Community Foundation of Tampa Bay, Inc. (a nonprofit organization) (the "Foundation"), which comprise the statement of financial position as of June 30, 2025, and the related statements of activities, cash flows and functional expenses for the year 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 Community Foundation of Tampa Bay, Inc. as of June 30, 2025, and the changes in its net assets and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

### **Basis for Opinion**

We conducted our audit 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 Community Foundation of Tampa Bay, Inc. and to meet our other ethical responsibilities in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

### **Responsibilities of Management for the Financial Statements**

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

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the 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:

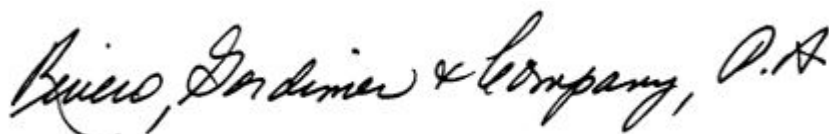
- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, 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 the 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 the 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 Summarized Comparative Information**

We have previously audited the Community Foundation of Tampa Bay, Inc.'s 2024 financial statements, and we expressed an unmodified audit opinion on those audited financial statements in our report dated November 19, 2024. In our opinion, the summarized comparative information presented herein as of and for the year ended June 30, 2024, is consistent, in all material respects, with the audited financial statements from which it has been derived.

Tampa, Florida  
November 24, 2025

A handwritten signature in black ink that reads "Bueco, Gordinier & Company, P.A." The signature is written in a cursive, flowing style.

Community Foundation of Tampa Bay, Inc.

STATEMENT OF FINANCIAL POSITION

June 30, 2025  
(With comparative total for 2024)

	Without Donor Restrictions	With Donor Restrictions	Total	
			2025	2024
<b>ASSETS</b>				
Cash and cash equivalents	\$ 1,041,226	\$ -	\$ 1,041,226	\$ 3,201,861
Investments (notes B and H)	970,342,172	-	970,342,172	866,902,489
Accrued investment income	697,615	-	697,615	397,060
Accounts receivable	590,639	-	590,639	145,507
Estates in process	-	28,027,178	28,027,178	2,060,887
Investments held in charitable remainder trusts	-	3,023,810	3,023,810	3,199,496
Beneficial interest in survivor trusts	-	404,507	404,507	1,723,478
Other assets	201,786	-	201,786	165,152
Property and equipment, net of accumulated depreciation (note C)	1,818,008	-	1,818,008	194,762
Lease right-of-use assets	1,368,650	-	1,368,650	1,249,865
Total assets	<u>\$ 976,060,096</u>	<u>\$ 31,455,495</u>	<u>\$ 1,007,515,591</u>	<u>\$ 879,240,557</u>
<b>LIABILITIES AND NET ASSETS</b>				
Accounts payable and accrued expenses	\$ 517,146	\$ -	\$ 517,146	\$ 364,534
Grants payable	10,248	-	10,248	20,317
Charitable gift annuity obligations	1,786,217	-	1,786,217	1,497,766
Liability under charitable remainder trusts	-	1,588,498	1,588,498	1,692,379
Liability for agency funds	74,779,676	-	74,779,676	68,353,640
Lease liabilities	1,477,131	-	1,477,131	1,309,656
Total liabilities	<u>78,570,418</u>	<u>1,588,498</u>	<u>80,158,916</u>	<u>73,238,292</u>
Net assets				
Without donor restrictions	897,489,678	-	897,489,678	800,710,783
With donor restrictions	<u>-</u>	<u>29,866,997</u>	<u>29,866,997</u>	<u>5,291,482</u>
Total net assets	<u>897,489,678</u>	<u>29,866,997</u>	<u>927,356,675</u>	<u>806,002,265</u>
Total liabilities and net assets	<u>\$ 976,060,096</u>	<u>\$ 31,455,495</u>	<u>\$ 1,007,515,591</u>	<u>\$ 879,240,557</u>

The accompanying notes are an integral part of this statement.

Community Foundation of Tampa Bay, Inc.

STATEMENT OF ACTIVITIES

For the year ended June 30, 2025  
(With comparative total for 2024)

	Without Donor Restrictions	With Donor Restrictions	Total	
			2025	2024
Revenues, gains and other support				
Contributions and bequests	\$ 56,687,310	\$ 27,479,172	\$ 84,166,482	\$ 170,765,601
Less amounts received for agency funds	(2,787,478)	-	(2,787,478)	(8,920,579)
Investment return (note B)	97,570,526	118,580	97,689,106	75,323,991
Other income	579,401	-	579,401	568,463
	<u>152,049,759</u>	<u>27,597,752</u>	<u>179,647,511</u>	<u>237,737,476</u>
Net assets released from restrictions	<u>3,022,237</u>	<u>(3,022,237)</u>	<u>-</u>	<u>-</u>
 Total revenues, gains and other support	 <u>155,071,996</u>	 <u>24,575,515</u>	 <u>179,647,511</u>	 <u>237,737,476</u>
Expenses				
Program services				
Grants awarded	55,213,165	-	55,213,165	32,102,440
Less grants made for agency funds	(3,120,507)	-	(3,120,507)	(3,550,447)
Program management	2,250,797	-	2,250,797	1,732,605
Total program services	<u>54,343,455</u>	<u>-</u>	<u>54,343,455</u>	<u>30,284,598</u>
Management and general	2,398,221	-	2,398,221	1,983,972
Development	1,551,425	-	1,551,425	1,313,170
	<u>58,293,101</u>	<u>-</u>	<u>58,293,101</u>	<u>33,581,740</u>
 Total expenses	 <u>58,293,101</u>	 <u>-</u>	 <u>58,293,101</u>	 <u>33,581,740</u>
 Change in net assets	 96,778,895	 24,575,515	 121,354,410	 204,155,736
 Net assets at beginning of year	 <u>800,710,783</u>	 <u>5,291,482</u>	 <u>806,002,265</u>	 <u>601,846,529</u>
 Net assets at end of year	 <u>\$ 897,489,678</u>	 <u>\$ 29,866,997</u>	 <u>\$ 927,356,675</u>	 <u>\$ 806,002,265</u>

The accompanying notes are an integral part of this statement.

Community Foundation of Tampa Bay, Inc.

STATEMENT OF CASH FLOWS

For the year ended June 30, 2025  
(With comparative total for 2024)

	2025	2024
Cash flows from operating activities		
Change in net assets	\$ 121,354,410	\$ 204,155,736
Adjustments		
Amortization and depreciation	78,622	81,449
Right-of-use assets amortization	190,032	206,925
Lease liabilities principal payments	(141,342)	(188,502)
Net realized and unrealized gain	(76,847,951)	(58,810,066)
Change in value of partnerships interest	(5,105,570)	-
Change in value of split-interest agreements	(13,516)	(277,901)
Contributions received for long-term investment	(27,479,172)	(1,968,356)
Non-cash gifts received	(35,167,970)	(16,115,351)
Proceeds from sale of contributed securities	24,692,505	14,976,458
Loss on disposition of assets	64,763	68,303
Changes in operating assets and liabilities		
Accrued investment income	(300,555)	(251,392)
Accounts receivable	(445,132)	(14,276)
Other assets	(36,634)	23,954
Accounts payable and accrued expenses	152,612	(18,905)
Lease liabilities	308,817	-
Grants payable	(10,069)	(9,960)
Liability for agency funds	6,426,036	11,512,629
Total adjustments	(113,634,524)	(50,784,991)
Net cash provided by operating activities	7,719,886	153,370,745
Cash flows from investing activities		
Purchases of land, furnishings and equipment	(2,075,448)	(117,484)
Purchases of investments	(402,702,640)	(545,589,809)
Sales of investments	392,226,268	391,753,958
Collection of residual interest in survivor trusts	1,260,393	-
Net cash used by investing activities	(11,291,427)	(153,953,335)
Cash flows from financing activities		
Proceeds from issuance of charitable gift annuities	420,855	151,583
Payments to annuitants	(522,830)	(483,897)
Collections of estates	1,512,881	1,277,500
Net cash provided by financing activities	1,410,906	945,186
Net (decrease) increase in cash and cash equivalents	(2,160,635)	362,596
Cash and cash equivalents at beginning of year	3,201,861	2,839,265
Cash and cash equivalents at end of year	\$ 1,041,226	\$ 3,201,861
<u>Supplemental disclosures of cash flow Information</u>		
Cash paid for interest	\$ -	\$ -
Cash paid for taxes	\$ 41,500	\$ 63,300

The accompanying notes are an integral part of this statement.

Community Foundation of Tampa Bay, Inc.

STATEMENT OF FUNCTIONAL EXPENSES

For the year ended June 30, 2025  
(With comparative total for 2024)

	Program Services	Management and General	Development	Total	
				2025	2024
Grants awarded	\$ 55,213,165	\$ -	\$ -	\$ 55,213,165	\$ 32,102,440
Less grants made for agency funds	(3,120,507)	-	-	(3,120,507)	(3,550,447)
	52,092,658	-	-	52,092,658	28,551,993
Salaries	1,074,921	1,100,591	1,033,208	3,208,720	2,662,866
Payroll taxes	75,396	77,196	72,470	225,062	186,272
Employee benefits	186,123	190,567	178,899	555,589	512,364
Total salaries and related expenses	1,336,440	1,368,354	1,284,577	3,989,371	3,361,502
Banking fees	-	14,476	-	14,476	13,251
Conferences	25,902	9,503	5,860	41,265	37,591
Dues and subscriptions	36,372	74,594	3,953	114,919	99,276
Employee search	-	17,631	-	17,631	705
Insurance	1,559	57,333	1,498	60,390	50,876
Marketing and public relations	115,518	307,735	15,349	438,602	300,995
Meetings	12,503	63,064	1,426	76,993	60,367
Donor outreach	-	-	40,441	40,441	141,476
Miscellaneous	2,187	13,586	2,102	17,875	8,752
Office expense	13,427	12,655	11,492	37,574	42,603
Postage	2,295	1,721	1,721	5,737	11,476
Professional fees	433,073	184,064	-	617,137	301,080
Rent	97,158	95,766	85,466	278,390	260,653
Utilities	-	3,137	-	3,137	3,608
Information technology	142,352	142,624	67,446	352,422	237,344
Travel	4,572	4,932	5,957	15,461	16,743
Amortization and depreciation	27,439	27,046	24,137	78,622	81,449
Total expenses	<u>\$ 54,343,455</u>	<u>\$ 2,398,221</u>	<u>\$ 1,551,425</u>	<u>\$ 58,293,101</u>	<u>\$ 33,581,740</u>

The accompanying notes are an integral part of this statement.



Community Foundation of Tampa Bay, Inc.

NOTES TO FINANCIAL STATEMENTS

June 30, 2025

NOTE A - DESCRIPTION OF THE ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A summary of the organization's significant accounting policies consistently applied in the preparation of the accompanying financial statements follows:

1. Description of the Organization

Community Foundation of Tampa Bay, Inc. (the "Foundation") is a not-for-profit corporation created on November 27, 1989. The Foundation is a tax-exempt, publicly-supported charitable organization, formed and existing exclusively to support charitable purposes primarily for the benefit of the Tampa Bay community, including but not limited to Hillsborough, Pinellas, Pasco, Hernando and Citrus counties of Florida.

2. Basis of Accounting

The financial statements of the Foundation have been prepared on the accrual basis of accounting in accordance with accounting principles generally accepted in the United States of America (U.S. GAAP). Accordingly, the Foundation presents information regarding its financial position and activities according to two classes of net assets described as follows:

- *Net Assets Without Donor Restrictions* - Net assets without donor restrictions are net assets not subject to donor-imposed restrictions or the donor-imposed restrictions have expired. These net assets are available for use at the discretion of the Board of Trustees (the "Board") and/or management for general operating purposes. Net assets without donor restrictions that are designated by the Board of Trustees for future uses are described in Note I.
- *Net Assets With Donor Restrictions* - Net assets with donor restrictions are net assets subject to donor-imposed stipulations that may be fulfilled by actions of the Foundation to meet the stipulations, that may become undesignated by the passage of time, or that require net assets to be permanently maintained, thereby restricting the use of principal.

Contributions received and unconditional promises to give are measured at their fair values and are reported as increases in net assets. The Foundation reports gifts of cash and other assets as donor restricted support if they are designated as support for future periods. Donor restricted net assets are reclassified to net assets without donor restrictions when the restriction expires and are reported in the statement of activities as net assets released from donor restrictions. Donor-restricted contributions whose restrictions are met in the same reporting period are reported as net assets without donor restrictions, except those that involve a time restriction and are classified as net assets with donor restrictions.

Community Foundation of Tampa Bay, Inc.

NOTES TO FINANCIAL STATEMENTS - CONTINUED

June 30, 2025

NOTE A - DESCRIPTION OF THE ORGANIZATION AND SUMMARY OF SIGNIFICANT  
ACCOUNTING POLICIES - Continued

3. Liquidity

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

4. Cash Equivalents

The Foundation considers all highly liquid financial instruments with original maturities of three months or less to be cash equivalents. Cash and cash equivalents included in investments are not available for use in operations and are not considered cash for the purpose of presenting cash flows. The Foundation maintains its cash accounts at two financial institutions. At times throughout the year, the Foundation's cash and cash equivalents balances may exceed amounts insured by the Federal Deposit Insurance Corporation and the Securities Investor Protection Corporation.

5. Investments

Investments, other than real estate, are stated at fair value. Real estate is stated at the lower of net realizable value or appraised value at the date of donation.

6. Estates in Process

The Foundation recognizes a receivable and revenue for its interest in estates in process based on the estimated realizable value expected to be received. The Foundation records estates in process when the court declares the related will valid. The Foundation has been named a beneficiary in additional estates that the Foundation has not recognized in the financial statements due to timing of the court declaration or other factors.

7. Investments Held in Charitable Remainder Trusts and Charitable Trust Obligation

The Foundation holds assets as trustee of various charitable trusts for which annuity or unitrust payments are paid to beneficiaries of the trust. Assets, contribution revenue and an obligation for the present value of the expected payments to beneficiaries are recorded when the assets are received. Subsequent changes in the fair value of the assets and liabilities are recognized as changes in the value of split-interest agreements, a component of investment return in the accompanying statement of activities.

Community Foundation of Tampa Bay, Inc.

NOTES TO FINANCIAL STATEMENTS - CONTINUED

June 30, 2025

NOTE A - DESCRIPTION OF THE ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

8. Beneficial Interest in Survivor Trusts

The Foundation is named beneficiary of various lead and remainder trusts, the assets of which are held by trustees other than the Foundation. Contribution revenue and the related assets' interest are recognized using the present value of assets expected to be received. Subsequent changes to the fair value of the assets are recognized as changes in the value of split-interest agreements, a component of investment return in the accompanying statement of activities.

9. Property and Equipment

Property and equipment are stated at cost. Depreciation is calculated using the straight-line method over the estimated useful lives, five to ten years of the respective tangible and software assets. Leasehold improvements are depreciated over the sixty to ninety-month lease terms. The Foundation capitalizes asset acquisitions exceeding \$2,500.

10. Charitable Gift Annuity Obligations

The Foundation has entered into various charitable gift annuity agreements with its donors and is obligated to make payments to the annuitants for the remainder of their lives. The contributed funds immediately become part of the general assets of the Foundation. A separate "reserve" investment account is maintained in an amount not less than 110% of the present value of future benefits.

Assets received are recorded at fair value on the date of the funding of the annuity, and a liability is recorded equal to the present value of the estimated future obligations based on mortality rates derived from ordinary life annuity tables.

The difference between the fair value of assets contributed and obligations recorded is recognized as contribution revenue. Subsequent changes to the fair value of the liabilities are recognized as changes in the value of split-interest agreements, a component of investment return in the accompanying statement of activities.

11. Liability for Agency Funds

The Foundation follows the provisions of FASB ASC 958-605, *Transfers of Assets to a Not-for-Profit Organization or Charitable Trust that Raises or Holds Contributions for Others*. This accounting standard establishes standards for transactions in which a donor makes a contribution to the Foundation which accepts and agrees to use those assets for the benefit of the donor. It also establishes standards for transactions in which a donor makes a transfer to benefit a third-party charitable organization having a fund at the Foundation but for which the donor does not explicitly grant the Foundation variance power over the gift.

Community Foundation of Tampa Bay, Inc.

NOTES TO FINANCIAL STATEMENTS - CONTINUED

June 30, 2025

NOTE A - DESCRIPTION OF THE ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

The Foundation maintains variance power and legal ownership of agency funds and, as such, continues to report the funds as assets of the Foundation. However, in accordance with FASB ASC 958-605, a liability has been established for the value of the funds, which is generally equivalent to the present value of future payments expected to be made to the not-for-profit organizations.

At June 30, 2025, the Foundation was the owner of 302 agency funds with a combined fair value of \$74,779,676 which is presented as a liability in the Foundation's statement of financial position. Financial activity related to these funds is excluded from the Foundation's statement of activities.

The following summarizes activity in such funds during the year ended June 30, 2025:

Agency fund balances, June 30, 2024	\$ 68,353,640
Contributions and bequests	2,787,478
Net investment return	7,304,940
Grants	(3,120,507)
Support of Foundation services	(545,769)
Other expenses	<u>(106)</u>
Agency fund balances, June 30, 2025	<u>\$ 74,779,676</u>

12. Administrative Fees

The Foundation charges component funds an administrative fee for managing and administering the fund during the year. The fees are calculated monthly and are based on the fund's balances. Administrative fees transferred from component funds to support the operations of the Foundation were \$5,047,672 for the year ended June 30, 2025. The fees are eliminated in the accompanying financial statements.

13. Income Taxes

The Foundation is exempt from income taxes under Section 501(c)(3) of the Internal Revenue Code. The Foundation is subject to unrelated business income tax on net income from investment activities related to private equity, private credit and limited partnerships. Beginning with the year ended June 30, 2024, the Foundation allocated the income tax expense related to these investment activities to the related investment funds that created the tax liabilities. As of June 30, 2025, the Foundation is in the process to recover approximately \$500,000 of tax withholding payments incorrectly submitted to the Internal Revenue Service by a third party that was due to the Foundation and is included in accounts receivable on the statement of financial position.

Community Foundation of Tampa Bay, Inc.

NOTES TO FINANCIAL STATEMENTS - CONTINUED

June 30, 2025

NOTE A - DESCRIPTION OF THE ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

The Foundation is a not-for-profit Florida corporation and therefore is not subject to state income taxes. The Foundation is not aware of any tax positions it has taken that are subject to a significant degree of uncertainty. Tax years after June 30, 2021, remain subject to examination by taxing authorities.

14. Donated Goods and Services

The value of donated goods and services is recorded at the fair market value of the related donation at the time of receipt.

15. Concentrations of Credit Risk

Financial instruments which potentially subject the Foundation to concentrations of credit risk consist principally of cash and money market accounts.

16. 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 amount of revenues and expenses during the reporting period. Actual results could differ from these estimates.

17. Functional Allocation of Expenses

The costs of providing program services and other activities have been summarized on a functional basis in the statement of activities. Expenses are applied to functional areas of program services, management and general, and development using specific identification when possible. Grants awarded are applied directly to program services.

Donor appreciation events and donor outreach campaigns are applied directly to development. Staff training expenses are applied directly to management and general expense.

Expenses that cannot be specifically identified with one functional area are allocated among program, management and general, and development on the basis of management's estimate of the time spent by employees, role of employee with the Foundation, or some other reasonable measurement methodology. Accordingly, certain costs have been allocated among the program services and supporting services benefited as shown in the statement of functional expenses for the year ended June 30, 2025.

Community Foundation of Tampa Bay, Inc.

NOTES TO FINANCIAL STATEMENTS - CONTINUED

June 30, 2025

NOTE B - INVESTMENTS

The Foundation's marketable securities were held in trust by various banks and investment brokerage firms at June 30, 2025. The components of investment return for the year ended June 30, 2025 are as follows:

Investment income	
Interest	\$ 5,044,746
Dividends	17,567,284
Change in value of split interest agreements	13,516
Change in value of partnership interests	5,105,570
Net realized gain	21,752,820
Net unrealized gain	50,063,786
Investment fees	<u>(1,858,616)</u>
	<u>\$ 97,689,106</u>

NOTE C - PROPERTY AND EQUIPMENT

Furniture, fixtures and equipment at June 30, 2025 are summarized as follows:

	Cost	Accumulated Depreciation	Total
Land	\$ 1,700,000	\$ -	\$ 1,700,000
Equipment	271,290	232,131	39,159
Computer software	207,285	154,597	52,688
Leasehold improvement	239,493	213,332	26,161
	<u>\$ 2,418,068</u>	<u>\$ 600,060</u>	<u>\$ 1,818,008</u>

During the year ended June 30, 2025, the Foundation purchased land valued at \$1.7 million with the intent to be gifted to a nonprofit entity.

NOTE D - RELATED PARTY TRANSACTIONS

The Foundation received approximately \$190,000 of operating contributions and approximately \$4,742,000 of contributions to donor advised funds from trustees or trustee-related companies during the year ended June 30, 2025. The Foundation maintains funds at certain financial institutions where Board of Trustees of the Foundation are employed.

Community Foundation of Tampa Bay, Inc.

NOTES TO FINANCIAL STATEMENTS - CONTINUED

June 30, 2025

NOTE E - PROFIT SHARING PLAN

The Foundation sponsors a salary reduction profit sharing plan under the provisions of Section 401(k) of the Internal Revenue Code. The plan covers all full-time employees who have completed three months of service and attained the age of twenty-one. The Foundation may make a discretionary contribution which is allocated to those eligible participants who are employed at the plan's calendar year end. The Foundation provided discretionary contributions of approximately \$320,000 for the fiscal year ended June 30, 2025.

NOTE F - COMMITMENTS

The Foundation conducts its operations in two leased facilities classified as operating leases. The Foundation entered into a non-cancellable operating lease during 2017. During 2023, the Foundation exercised an option to extend the lease for seven years through September 2031. The operating lease contains escalating rent payments each year for the 90-month renewal agreement.

The Foundation entered into an additional non-cancellable operating lease during February 2020. Terms of the operating lease include 60 monthly payments with one five-year renewal option. During 2025, the Foundation exercised its option to extend the lease for five years through July 2030. The operating lease contains escalating rent payments each year for the 60-month renewal agreement.

The Foundation uses an incremental borrowing rate of 6% for calculating its operating lease liabilities at present value of all lease payments on the commencement date. The weighted average remaining lease term of the operating lease agreements was 5.98 years at June 30, 2025.

The following is a schedule of approximate minimum lease payments under these operating leases:

<u>Year ending June 30,</u>	
2026	\$ 275,331
2027	283,581
2028	292,079
2029	300,840
2030	309,864
Thereafter	<u>308,754</u>
Total future minimum payments	1,770,449
Less amounts representing interest	<u>(293,318)</u>
	<u><u>\$ 1,477,131</u></u>

Community Foundation of Tampa Bay, Inc.

NOTES TO FINANCIAL STATEMENTS - CONTINUED

June 30, 2025

NOTE F - COMMITMENTS - Continued

Rent expense for the Foundation was \$278,390 for the year ended June 30, 2025.

The right-of-use lease assets are amortized using the straight-line method over the lease terms. The right-of-use assets consist of the following as of June 30, 2025:

Lease right-of-use assets	\$ 1,966,597
Less accumulated amortization	<u>(597,947)</u>
	<u><u>\$ 1,368,650</u></u>

NOTE G - MAJOR CONTRIBUTORS

Two donors contributed approximately \$38 million, which provided 45% of the Foundation's contribution and bequest income during the year ended June 30, 2025.

NOTE H - FAIR VALUE OF FINANCIAL INSTRUMENTS

Financial Accounting Standards Board ASC 820 establishes a framework for measuring fair value. That framework provides a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (level 1 measurement) and the lowest priority to unobservable inputs (level 3 measurements).

The three levels of the fair value hierarchy under FASB ASC 820 are described below:

- Level 1 valuations, where the valuation is based on quoted market prices for identical assets or liabilities traded in active markets (which include exchanges and over-the counter markets with sufficient volume),
- Level 2 valuations, where the valuation is based on quoted market prices for similar instruments traded in active markets, quoted prices for identical or similar instruments in markets that are not active and model-based valuation techniques for which all significant assumptions are observable in the market, and
- Level 3 valuations, where the valuation is generated from model-based techniques that use significant assumptions not observable in the market, but observable based on company-specific data. These unobservable assumptions reflect the Foundation's own estimates for assumptions that market participants would use in pricing the asset or liability. Valuation techniques typically include option pricing models, discounted cash flow models and similar techniques, but may also include the use of market prices of assets or liabilities that are not directly comparable to the subject asset or liability.



Community Foundation of Tampa Bay, Inc.

NOTES TO FINANCIAL STATEMENTS - CONTINUED

June 30, 2025

NOTE H - FAIR VALUE OF FINANCIAL INSTRUMENTS - Continued

The following table presents financial assets and liabilities measured at fair value on a recurring basis as of June 30, 2025:

	Level 1	Level 2	Level 3	Total
<b>Assets</b>				
Investments				
Cash and cash equivalents	\$ 15,287,614	\$ -	\$ -	\$ 15,287,614
Publicly traded equity				
Mutual funds and exchange traded funds	437,148,271	-	-	437,148,271
Separately managed accounts	118,754,195	-	-	118,754,195
Debt securities				
Mutual funds and exchange traded funds	197,344,488	-	-	197,344,488
Separately managed accounts	-	80,099,007	-	80,099,007
Private equity funds	-	-	47,350,231	47,350,231
Private credit fund	-	-	23,033,089	23,033,089
Limited partnerships	-	-	21,189,368	21,189,368
Alternative investments				
Hedge funds-of-funds	-	28,047,563	-	28,047,563
Commodity funds	789,833	-	-	789,833
Mineral rights	-	-	63,000	63,000
Cash surrender value of life insurance policies	-	-	1,235,513	1,235,513
Total investments	<u>769,324,401</u>	<u>108,146,570</u>	<u>92,871,201</u>	<u>970,342,172</u>
Trusts				
Cash and cash equivalents	32,180	-	-	32,180
Publicly traded equity				
Mutual funds and exchange traded funds	2,327,784	-	-	2,327,784
Debt securities				
Mutual funds and exchange traded funds	663,846	-	-	663,846
Total charitable remainder trusts	<u>3,023,810</u>	<u>-</u>	<u>-</u>	<u>3,023,810</u>
Beneficial interest in trusts	<u>-</u>	<u>-</u>	<u>404,507</u>	<u>404,507</u>
Total assets	<u>\$ 772,348,211</u>	<u>\$ 108,146,570</u>	<u>\$ 93,275,708</u>	<u>\$ 973,770,489</u>
<b>Liabilities</b>				
Charitable gift annuity obligations	\$ -	\$ -	\$ 1,786,217	\$ 1,786,217
Charitable trust obligations	<u>-</u>	<u>-</u>	<u>1,588,498</u>	<u>1,588,498</u>
Total liabilities	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 3,374,715</u>	<u>\$ 3,374,715</u>

Assets and liabilities in all levels could result in volatile and material price fluctuations. Realized and unrealized gains and losses on Level 3 assets represent only a portion of the risk to market fluctuations in the statement of financial position.

Community Foundation of Tampa Bay, Inc.

NOTES TO FINANCIAL STATEMENTS - CONTINUED

June 30, 2025

NOTE H - FAIR VALUE OF FINANCIAL INSTRUMENTS - Continued

The following table illustrates a roll forward for all assets and liabilities measured at fair value on a recurring basis using significant unobservable inputs (Level 3) for the year ended June 30, 2025:

Assets	Limited Partnership	Private Equity	Private Credit	Mineral Rights	Cash Value Life Insurance	Beneficial Interest in Trusts	Total
Beginning balance at June 30, 2024	\$ 7,594,224	\$ 40,949,780	\$ 17,453,670	\$ 63,000	\$ 1,216,700	\$ 1,723,478	\$ 69,000,852
Purchases and contributions	-	7,327,500	6,868,707	-	-	-	14,196,207
Gifted ownership interests	10,525,772	-	-	-	-	-	10,525,772
Proceeds from the sale of investments	(2,009,750)	-	-	-	-	-	(2,009,750)
Collection on termination of residential trust	-	-	-	-	-	(1,260,393)	(1,260,393)
Total gains or losses, realized and unrealized included in change in net assets	5,079,122	(927,049)	(1,289,288)	-	18,813	(58,578)	2,823,020
Ending balance at June 30, 2025	<u>\$ 21,189,368</u>	<u>\$ 47,350,231</u>	<u>\$ 23,033,089</u>	<u>\$ 63,000</u>	<u>\$ 1,235,513</u>	<u>\$ 404,507</u>	<u>\$ 93,275,708</u>

Liabilities	Charitable Gift Annuities	Charitable Trusts	Total
Beginning balance at June 30, 2024	\$ 1,497,766	\$ 1,692,379	\$ 3,190,145
Payments to annuitants	(256,322)	(266,508)	(522,830)
Obligations terminated due to death of annuitant	(9,084)	(73,786)	(82,870)
Additions from proceeds received for new annuities	420,855	-	420,855
Year end change in value of split-interest agreement	133,002	236,413	369,415
Ending balance at June 30, 2025	<u>\$ 1,786,217</u>	<u>\$ 1,588,498</u>	<u>\$ 3,374,715</u>

The following information is provided for investments in certain entities not having a readily determinable fair value that calculate net asset value per share or its equivalent. This is provided to enable users to understand the nature and risk of the Foundation's investments by major category and whether the investments are probable of being sold at amounts different from net asset value per share or ownership interest in partners' capital. The timing of liquidation of the underlying assets is unknown other than private equity investments.

Community Foundation of Tampa Bay, Inc.

NOTES TO FINANCIAL STATEMENTS - CONTINUED

June 30, 2025

NOTE H - FAIR VALUE OF FINANCIAL INSTRUMENTS - Continued

	Fair Value	Unfunded Commitments	Redemption Frequency (if currently eligible) or Event	Redemption Notice Period
Limited partnerships				
Private equity investment partnership (a.)	\$ 22,996	\$ -	Annual during December	Prior to December 1
Real estate (b.)	21,000,000	-	N/A	N/A
Other (c.)	166,372	-	N/A	N/A
	<u>21,189,368</u>	<u>-</u>		
Hedge fund-of-funds (d.)				
Long/short trading strategies	13,726,700	-	Quarterly	45 days
Multi-strategy	14,320,863	-	Quarterly	95 days
	<u>28,047,563</u>	<u>-</u>		
Private equity - funds of funds (e.)	43,470,982	27,178,441	N/A	
Private equity - real estate (f.)	3,879,249	2,508,806	N/A	
Private credit (g.)	23,033,089	9,589,225	N/A	
	<u>70,383,320</u>	<u>39,276,472</u>		
	<u>\$ 119,620,251</u>	<u>\$ 39,276,472</u>		

- (a.) The Partnership interest was liquidated effectively December 31, 2024. The remaining balance of \$22,996 was retained to cover any potential closing costs and will be disbursed when the final valuation is determined.
- (b.) Fair value of real estate is based on the appraised value of the Foundation's two-third ownership interest of a working ranch. The working ranch has a sale agreement and is in the due diligence period as of audit report date.
- (c.) Fair value of the investments in partnerships is based on the partner's capital account at the date of the gift of the partnership interest, and without any attempt to adjust to the fair value of the underlying assets.
- (d.) This class includes Level 2 assets invested in hedge fund-of-funds. The June 30, 2025 fair value is based on the net asset value of the fund-of-funds as reported by the respective hedge fund-of-funds' administrator. Management believes it could have redeemed its investment at the net asset value per share at the statement of financial position date.

Community Foundation of Tampa Bay, Inc.

NOTES TO FINANCIAL STATEMENTS - CONTINUED

June 30, 2025

NOTE H - FAIR VALUE OF FINANCIAL INSTRUMENTS - Continued

Each fund-of-funds invests in a number of single-strategy and/or multi-strategy hedge funds and is susceptible to market price risk arising from uncertainties about future values of those underlying hedge funds' investments. The hedge fund-of-funds' manager makes investment decisions regarding each hedge fund after an extensive assessment of each underlying fund, its strategy and the overall quality of the fund manager.

Hedge fund strategies used by hedge fund-of-funds included but are not limited to: long-short term equity, market neutral equity, event driven, global macro, relative value, quantitative, activist, distressed, fixed income, credit and global trading.

- (e.) This class includes investments in both global and domestic private equity funds. The Foundation's investments in these funds can never be redeemed with the funds. Instead, the nature of the investment in this class is that distributions are received through the liquidation of the underlying assets of the fund. It is believed that the life-cycle of the funds is 10 to 12 years. Fair value of funds at June 30, 2025 reach projected final closing in years 2025 through 2035. A secondary market exists for the funds. The fair value of the investment in this class has been estimated using the net asset value per share of the investment.
- (f.) This class includes limited partnership investments made directly in funds that make real estate investments across a variety of property types, geographies, and sectors. The funds are primarily focused on value add and opportunistic strategies. While the managers will make distributions over the life of the funds as exit opportunities arise, these investments are illiquid and redemptions are not permitted.
- (g.) This class includes investments in a diversified portfolio of private loans. The term of the of the partnership agreement is 10 years with the possibility of two, two-year extensions in the discretion of the general partner. The fund distributes profits on a quarterly basis. Valuations are made by the general partner on a quarterly basis. The fair value of the investment in this class has been estimated using the net asset value per share on the investment.

Community Foundation of Tampa Bay, Inc.

NOTES TO FINANCIAL STATEMENTS - CONTINUED

June 30, 2025

NOTE H - FAIR VALUE OF FINANCIAL INSTRUMENTS - Continued

The following table summarizes at June 30, 2025, the valuation techniques and significant unobservable inputs used for Level 2 and Level 3 assets not having a readily determinable fair value that do not calculate net asset value per share or its equivalent and for Level 3 liabilities.

Investment type	Fair value	Valuation technique(s)	Unobservable input	Range of inputs (Weighted Average)
Fixed income - direct holdings	\$80,099,007	Market comparables	Third-party pricing information without adjustment	N/A
Beneficial interest in remainder trusts	\$ 404,507	Discounted cash flows	Discount rate	3.8% - 4.1% (4.0%)
			Expected rate of return	5.0% - 6.5% (6.0%)
Liabilities				
Charitable gift annuity obligations	\$ 1,786,217	Discounted cash flows	Discount rate	1.2% - 8.0% (2.5%)
Charitable trust obligations	\$ 1,588,498	Discounted cash flows	Discount rate	5.0% - 8.0% (7.3%)
			Expected rate of return	4.1% - 4.2% (4.2%)

NOTE I - LIQUIDITY AND AVAILABILITY OF FINANCIAL ASSETS

As a part of the Foundation's liquidity management, it has a policy to structure its financial assets to be available as its general expenditures, liabilities, and other obligations become due. The Foundation invests cash in excess of daily requirements in short-term investments. The following reflects the Foundation's financial assets as of June 30, 2025, reduced by amounts not available for general use because of contractual, donor-imposed restrictions or board designated restrictions within one year of the statement of financial position date:

Community Foundation of Tampa Bay, Inc.

NOTES TO FINANCIAL STATEMENTS - CONTINUED

June 30, 2025

NOTE I - LIQUIDITY AND AVAILABILITY OF FINANCIAL ASSETS - Continued

Total financial assets	<u>\$ 1,007,515,591</u>
Less amounts not available to be used within one year	
Level 2 investments	108,146,570
Level 3 investments	93,275,708
Estates in process	28,027,178
Investments held in charitable remainder trusts	3,023,810
Beneficial interest in survivor trusts	404,507
Other assets	201,786
Property and equipment, net of accumulated depreciation	1,818,008
Lease right-of-use assets	1,368,650
Less board designated funds	
Board designated matching fund	28,775
Board designated operating endowment fund	1,657,535
Board designated operating reserve fund	4,603,708
Board designated succession planning fund	<u>274,401</u>
Total assets not available to be used within one year	<u>242,830,636</u>
Total financial assets available within one year for general expenditures within one year	<u>\$ 764,684,955</u>

Board Designated Funds

The Board of Trustees has designated 4 funds for use of specific purposes included in net assets without donor restrictions totaling \$6,564,419 at June 30, 2025 as follows:

- The Foundation's Board of Trustees established the matching fund by allocating unrestricted assets to the fund with the purpose of providing matching grants to local non-profits. The Board of Trustees established the parameters of the match program which included a 1:3 match contribution, minimum and maximum amounts available for matches, and other eligibility requirements.
- The Foundation maintains an operating endowment fund which can make annual distributions to the Foundation's general operating fund according to the Board of Trustee's approved spending policy. Since the inception of the fund, annual distributions have been deferred so that the principal balance can accumulate.

Community Foundation of Tampa Bay, Inc.

NOTES TO FINANCIAL STATEMENTS - CONTINUED

June 30, 2025

NOTE I - LIQUIDITY AND AVAILABILITY OF FINANCIAL ASSETS - Continued

- The Foundation maintains a reserve policy to maintain an operating reserve fund equal to 75% of the annual operating budget expenditures. The operating reserve fund is maintained as a separate account held by the Foundation and is invested in short and mid-term investments based on an allocation set in the operating reserve policy. The use of operating reserve funds requires board approval and will be used for administrative operating expenses, exclusive of grant payments, during times of catastrophic loss or severe economic downturn.
- The Foundation maintains a succession planning fund intended to proactively address future leadership changes and maintain continuity.

The Foundation generally uses the assets held for donor advised funds for grant-making based on donor recommendations, although those funds are not donor restricted.

The Foundation has a policy that gives the Foundation's board the authority to determine the annual spending rate for funds adhering to the board spending policy. At present, it is expected that the spending rate shall be neither less than 4.25% nor more than 5.50% each year based on the fund's average balance for the number of quarters in existence, up to twelve quarters, preceding December 31st of the year prior to distribution. The donor has the option to direct the Foundation to limit the distribution during the first twelve quarters.

NOTE J - SUBSEQUENT EVENTS

The Foundation has evaluated events and transactions occurring subsequent to June 30, 2025 as of November 24, 2025 which is the date the financial statements were available to be issued.