

**JUNIOR LEAGUE OF COLUMBUS, INC.
(A NON-PROFIT ORGANIZATION)**

**FINANCIAL STATEMENTS
AND
SUPPLEMENTARY INFORMATION**

June 30, 2021 and 2020

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**JUNIOR LEAGUE OF COLUMBUS, INC.
FINANCIAL STATEMENTS AND
SUPPLEMENTARY INFORMATION
June 30, 2021 and 2020**

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INDEPENDENT ACCOUNTANT'S REVIEW REPORT

To the Board of Directors
Junior League of Columbus, Inc.
Columbus, Ohio

I have reviewed the accompanying financial statements of the Junior League of Columbus, Inc. (a non-profit Organization) as of June 30, 2021 and the related Statements of Activities, Functional Expenses and Cash Flows for the year then ended and the related Notes to the Financial Statements. A review includes primarily applying analytical procedures to management's financial data and making inquiries of the Organization's management. A review is substantially less in scope than an audit, the objective of which is the expression of an opinion regarding the financial statements as a whole. Accordingly, I do not express such an opinion.

Management's Responsibility for the Financial Statements

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

Accountant's Responsibility

My responsibility is to conduct the review engagement in accordance with Statements on Standards for Accounting and Review Services promulgated by the Accounting and Review Services Committee of the American Institute of Certified Public Accountants. Those standards require me to perform procedures to obtain limited assurance as a basis for reporting whether I am aware of any material modifications that should be made to the financial statements for them to be in accordance with accounting principles generally accepted in the United States of America. I believe that the results of my procedures provide a reasonable basis for my conclusion.

Accountant's Conclusion

Based on my review, I am not aware of any material modifications that should be made to the accompanying financial statements in order for them to be in conformity with accounting principles generally accepted in the United States of America.

Other Matters

2020 Financial Statements

The 2020 financial statements were audited by me and I expressed an unmodified opinion on them in my report dated April 6, 2021, but I have not performed any auditing procedures since that date.

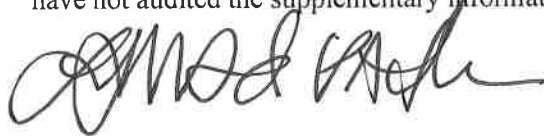
February 10, 2022

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Other Matters (Continued)

2021 Supplementary Information

The accompanying 2021 supplementary schedules, consisting of the Combining Statements of Activities, are presented for purposes of additional analysis and are not a required part of the basic 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 supplementary information has been subjected to the review procedures applied in my review of the basic financial statements, and I am not aware of any material modifications that should be made to this information. I have not audited the supplementary information and do not express an opinion on it.

A handwritten signature in black ink, appearing to read "AMAD BACH", is written over the text of the paragraph.

Medina, Ohio
February 10, 2022

JUNIOR LEAGUE OF COLUMBUS, INC.
STATEMENTS OF FINANCIAL POSITION
June 30, 2021 and 2020

	<u>2021</u> <u>(Reviewed)</u>	<u>2020</u> <u>(Audited)</u>
ASSETS		
CURRENT ASSETS		
Cash and cash equivalents:		
Unrestricted	\$ 301,326	\$ 306,526
Restricted for Kelton House renovations	76,368	75,711
Accounts receivable	300	-
Inventories	1,183	980
Prepaid expenses	4,541	7,184
Current portion of unconditional promise to give	<u>11,246</u>	<u>14,058</u>
TOTAL CURRENT ASSETS	394,964	404,459
PROPERTY AND EQUIPMENT, NET	154,495	310,428
RESTORATION FURNISHINGS	139,261	139,261
OTHER ASSETS		
Unconditional promise to give, less current portion	44,984	70,291
Beneficial interest in investments held by The Columbus Foundation:		
Without donor restrictions:		
Unrestricted	420,379	333,088
Board designated	368,289	278,398
Donor restricted	<u>147,464</u>	<u>146,439</u>
	<u>981,116</u>	<u>828,216</u>
	<u>\$ 1,669,836</u>	<u>\$ 1,682,364</u>
LIABILITIES AND NET ASSETS		
CURRENT LIABILITIES		
Accounts payable	\$ 11,386	\$ 9,080
Accrued payroll, vacation and related expenses and withholdings	1,765	475
Deferred revenue:		
Membership dues	50,314	52,759
Rental revenue and deposits	<u>4,550</u>	<u>3,250</u>
TOTAL CURRENT LIABILITIES	68,015	65,564
NET ASSETS		
Without donor restrictions	942,369	1,019,741
Without donor restrictions - Board Designated	368,289	278,398
With donor restrictions	<u>291,163</u>	<u>318,661</u>
TOTAL NET ASSETS	<u>1,601,821</u>	<u>1,616,800</u>
	<u>\$ 1,669,836</u>	<u>\$ 1,682,364</u>

Please refer to Independent Accountant's Review Report and Notes to the Financial Statements.

JUNIOR LEAGUE OF COLUMBUS, INC.
STATEMENT OF ACTIVITIES
Year Ended June 30, 2021

	<u>WITHOUT DONOR RESTRICTIONS</u>	<u>WITH DONOR RESTRICTIONS</u>	<u>TOTAL (Reviewed)</u>
SUPPORT AND REVENUE			
Grants and contributions	\$ 78,465	\$ 34,798	\$ 113,263
Special events	17,968	-	17,968
Membership dues	57,158	-	57,158
Program income	8,991	-	8,991
Rental income	21,483	-	21,483
Investment income	191,362	1,025	192,387
In-kind income	32,270	-	32,270
	<u>407,697</u>	<u>35,823</u>	<u>443,520</u>
NET ASSETS RELEASED FROM RESTRICTIONS			
Satisfaction of donor restrictions	35,202	(35,202)	-
Use/write off of gifted facilities	28,119	(28,119)	-
	<u>63,321</u>	<u>(63,321)</u>	<u>-</u>
TOTAL SUPPORT AND REVENUE	471,018	(27,498)	443,520
EXPENSES FROM OPERATING ACTIVITIES			
Program expenses:			
Junior League Activities:			
Membership activities	34,377	-	34,377
Community projects	26,362	-	26,362
Kelton House Activities	144,648	-	144,648
	<u>205,387</u>	<u>-</u>	<u>205,387</u>
Management and general expenses:			
Support	68,767	-	68,767
Fundraising	35,235	-	35,235
	<u>104,002</u>	<u>-</u>	<u>104,002</u>
TOTAL EXPENSES FROM OPERATING ACTIVITIES	<u>309,389</u>	<u>-</u>	<u>309,389</u>
INCREASE (DECREASE) IN NET ASSETS FROM OPERATING ACTIVITIES	161,629	(27,498)	134,131
LOSS ON DISPOSAL OF ENGLISH HOUSE ASSETS	<u>(149,110)</u>	<u>-</u>	<u>(149,110)</u>
INCREASE (DECREASE) IN NET ASSETS	12,519	(27,498)	(14,979)
NET ASSETS AT BEGINNING OF YEAR	<u>1,298,139</u>	<u>318,661</u>	<u>1,616,800</u>
NET ASSETS AT END OF YEAR	<u>\$ 1,310,658</u>	<u>\$ 291,163</u>	<u>\$ 1,601,821</u>

Please refer to Independent Accountant's Review Report and Notes to the Financial Statements.

JUNIOR LEAGUE OF COLUMBUS, INC.
STATEMENT OF ACTIVITIES
Year Ended June 30, 2020

	<u>WITHOUT DONOR RESTRICTIONS</u>	<u>WITH DONOR RESTRICTIONS</u>	<u>TOTAL (Audited)</u>
SUPPORT AND REVENUE			
Grants and contributions	\$ 113,082	\$ 15,688	\$ 128,770
Special events	44,608	3,113	47,721
Membership dues	63,172	-	63,172
Program income	55,733	-	55,733
Rental income	19,154	-	19,154
Investment income	76,675	-	76,675
In-kind income	38,089	-	38,089
	<u>410,513</u>	<u>18,801</u>	<u>429,314</u>
NET ASSETS RELEASED FROM RESTRICTIONS			
Satisfaction of donor restrictions	16,659	(16,659)	-
Use of gifted facilities	14,057	(14,057)	-
	<u>30,716</u>	<u>(30,716)</u>	<u>-</u>
TOTAL SUPPORT AND REVENUE	441,229	(11,915)	429,314
EXPENSES			
Program expenses:			
Junior League Activities:			
Membership activities	58,753	-	58,753
Community projects	54,208	-	54,208
Kelton House Activities	113,665	-	113,665
	<u>226,626</u>	<u>-</u>	<u>226,626</u>
Management and general expenses:			
Support	89,413	-	89,413
Fundraising	38,357	-	38,357
	<u>127,770</u>	<u>-</u>	<u>127,770</u>
TOTAL EXPENSES	<u>354,396</u>	<u>-</u>	<u>354,396</u>
INCREASE (DECREASE) IN NET ASSETS	86,833	(11,915)	74,918
NET ASSETS AT BEGINNING OF YEAR	<u>1,211,306</u>	<u>330,576</u>	<u>1,541,882</u>
NET ASSETS AT END OF YEAR	<u>\$ 1,298,139</u>	<u>\$ 318,661</u>	<u>\$ 1,616,800</u>

Please refer to Independent Accountant's Review Report and Notes to the Financial Statements.

JUNIOR LEAGUE OF COLUMBUS, INC.
STATEMENT OF FUNCTIONAL EXPENSES
Year Ended June 30, 2021

	JUNIOR LEAGUE ACTIVITIES			KELTON HOUSE		TOTAL PROGRAM ACTIVITIES		TOTAL (Reviewed)
	MEMBERSHIP ACTIVITIES	COMMUNITY PROJECTS	SUB-TOTAL	PROGRAM ACTIVITIES	PROGRAM ACTIVITIES	SUPPORT	FUNDRAISING	
Personnel	\$ -	\$ -	\$ -	\$ 48,660	\$ 48,660	\$ 6,249	\$ -	\$ 54,909
Community projects expense:								
In-kind	-	2,864	2,864	-	2,864	-	-	2,864
Direct	-	23,498	23,498	-	23,498	-	-	23,498
Special events:								
Junior League								
In-kind	-	-	-	-	-	-	10,090	10,090
Direct	225	-	225	-	225	-	5,829	6,054
Kelton House								
In-kind	-	-	-	-	-	-	19,316	19,316
Direct	-	-	-	-	-	-	-	-
Occupancy	1,572	-	1,572	19,137	20,709	14,083	-	34,792
National dues	13,595	-	13,595	-	13,595	-	-	13,595
Professional fees	-	-	-	-	-	27,731	-	27,731
Office expense	-	-	-	1,323	1,323	14,860	-	16,183
Educational programs	1,122	-	1,122	825	1,947	-	-	1,947
Utilities	265	-	265	9,251	9,516	3,145	-	12,661
Membership expense	8,366	-	8,366	-	8,366	-	-	8,366
Conferences	3,036	-	3,036	-	3,036	-	-	3,036
Publicity	-	-	-	-	-	1,074	-	1,074
Insurance	4,043	-	4,043	5,450	9,493	1,194	-	10,687
Museum expense	-	-	-	38,967	38,967	-	-	38,967
Miscellaneous	200	-	200	-	200	431	-	631
Depreciation	1,953	-	1,953	21,035	22,988	-	-	22,988
	<u>\$ 34,377</u>	<u>\$ 26,362</u>	<u>\$ 60,739</u>	<u>\$ 144,648</u>	<u>\$ 205,387</u>	<u>\$ 68,767</u>	<u>\$ 35,235</u>	<u>\$ 309,389</u>

Please refer to Independent Accountant's Review Report and Notes to the Financial Statements.

JUNIOR LEAGUE OF COLUMBUS, INC.
STATEMENT OF FUNCTIONAL EXPENSES
Year Ended June 30, 2020

	JUNIOR LEAGUE ACTIVITIES			KELTON HOUSE			TOTAL		
	MEMBERSHIP ACTIVITIES	COMMUNITY PROJECTS	SUB-TOTAL	PROGRAM ACTIVITIES	PROGRAM ACTIVITIES	PROGRAM ACTIVITIES	SUPPORT	FUNDRAISING	TOTAL (Audited)
\$	1	\$	1	\$	\$	\$	\$	\$	\$
Personnel	-	-	-	26,047	26,048	28,226	-	-	54,274
Community projects expense:									
In-kind	-	7,820	7,820	-	7,820	-	-	-	7,820
Direct	-	46,388	46,388	-	46,388	-	-	-	46,388
Special events:									
Junior League	-	-	-	-	-	-	-	30,269	30,269
In-kind	-	-	-	-	-	-	-	6,391	6,391
Direct	-	-	-	-	-	-	-	-	-
Kelton House	-	-	-	-	-	-	-	-	-
In-kind	-	-	-	-	-	-	-	626	626
Direct	-	-	-	-	-	-	-	-	-
Occupancy	1,898	-	1,898	23,777	25,675	17,759	-	-	43,434
National dues	14,104	-	14,104	-	14,104	-	-	-	14,104
Professional fees	-	-	-	-	-	24,642	-	-	24,642
Office expense	118	-	118	3,311	3,429	9,215	-	-	12,644
Educational programs	3,064	-	3,064	4,949	8,013	-	-	-	8,013
Utilities	-	-	-	10,865	10,865	4,277	-	-	15,142
Membership expense	19,252	-	19,252	-	19,252	-	-	-	19,252
Conferences	3,930	-	3,930	-	3,930	-	-	-	3,930
Publicity	1,859	-	1,859	1,308	3,167	1,533	-	-	4,700
Insurance	1,733	-	1,733	5,919	7,652	-	-	-	7,652
Museum expense	-	-	-	19,939	19,939	3,338	-	-	23,277
Miscellaneous	1,095	-	1,095	645	1,740	423	-	1,071	3,234
Depreciation	11,699	-	11,699	16,905	28,604	-	-	-	28,604
	\$ 58,753	\$ 54,208	\$ 112,961	\$ 113,665	\$ 226,626	\$ 89,413	\$ 38,357	\$ 354,396	

Please refer to Independent Accountant's Review Report and Notes to the Financial Statements.

JUNIOR LEAGUE OF COLUMBUS, INC.
STATEMENTS OF CASH FLOWS
Years Ended June 30, 2021 and 2020

	<u>2021</u> <u>(Reviewed)</u>	<u>2020</u> <u>(Audited)</u>
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase (decrease) in net assets	\$ (14,979)	\$ 74,918
Adjustments to reconcile increase (decrease) in net assets to net cash provided by operating activities		
Depreciation	22,988	28,604
Loss on disposal of English House assets	149,110	-
Net realized and unrealized gains from beneficial interest in assets held by The Columbus Foundation	(169,015)	(57,519)
Amortization of unconditional promises to give	11,954	14,058
(Increase) decrease in assets:		
Accounts receivable	(300)	1,014
Inventories	(203)	788
Prepaid expenses	2,643	(4,944)
Increase (decrease) in liabilities:		
Accounts payable	2,306	1,160
Accrued payroll, vacation and related expenses and withholdings	1,290	(658)
Deferred membership dues	(2,445)	(3,988)
Deferred rental revenue and deposits	1,300	(7,550)
	<u>4,649</u>	<u>45,883</u>
NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES		
	4,649	45,883
CASH FLOWS FROM INVESTING ACTIVITIES		
Capital expenditures	-	(9,188)
Additional contributions to funds held by The Columbus Foundation	(1,025)	(1,000)
Withdrawals of funds held by The Columbus Foundation	10,465	27,298
Reinvestment of interest and dividends, net of fees	(18,632)	(14,712)
	<u>(9,192)</u>	<u>2,398</u>
NET CASH PROVIDED (USED) BY INVESTING ACTIVITIES		
	(9,192)	2,398
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	(4,543)	48,281
CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR	<u>382,237</u>	<u>333,956</u>
CASH AND CASH EQUIVALENTS AT END OF YEAR	<u>\$ 377,694</u>	<u>\$ 382,237</u>

Cash and cash equivalents at the end of the year
consists of the following:

	<u>2021</u>	<u>2020</u>
Unrestricted cash and cash equivalents	\$ 301,326	\$ 306,526
Cash and cash equivalents restricted for Kelton House renovations	76,368	75,711
	<u>\$ 377,694</u>	<u>\$ 382,237</u>

Please refer to Independent Accountant's Review Report and Notes to the Financial Statements.

JUNIOR LEAGUE OF COLUMBUS, INC.
NOTES TO FINANCIAL STATEMENTS
June 30, 2021 and 2020

NOTE 1 - ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The Junior League of Columbus, Inc. (the Junior League) (the Organization) was incorporated in Columbus, Ohio in 1934 as a non-profit organization. The Junior League is an organization of women committed to promoting voluntarism, developing the potential of women and improving communities through the effective action and leadership of trained volunteers. The Organization's purpose is exclusively educational and charitable and it is affiliated with the Association of Junior Leagues' International, Inc. Major sources of revenue include grants and contributions, membership dues, special events, and program income. The Junior League's activities include the following:

Junior League Membership Activities

Membership Activities

Membership activities include a variety of educational and social activities which support the Junior League's mission.

Community Projects

Community projects include the ABC Backpack Project, OWJL Scholarship and various Quick Impact Grants.

Kelton House Museum Operations

In addition to the Junior League membership activities, the Junior League of Columbus operates the Kelton House Museum & Garden (the Kelton House), located in the Historic District of Columbus, Ohio. This Museum provides the public with a unique view of urban life and the decorative arts during the second half of the 19th century, largely through the collection of the Kelton Family. The Museum's knowledgeable and committed staff preserves and develops the facility and collections, interprets local history, educates the community and trains the many volunteers who assist in operating this special facility. Most importantly, the Museum provides a tangible representation of the mission of the Junior League of Columbus. The attached garden and banquet hall is available to the public to rent for weddings and other events.

Accounting Basis

The Junior League maintains its financial statements on the accrual basis of accounting, in accordance with generally accepted accounting principles.

Financial Statement Presentation

The Organization's financial statements are presented in accordance with the FASB Accounting Standards Codification (ASC) 958, *Not-for-Profit Entities* and the provisions of Accounting Standards Update (ASU) 2016-14. ASU 2016-14 requires the Organization to report information regarding its financial position and activities in two categories of net assets as described below:

Net Assets Without Donor Restrictions

Net Assets Without Donor Restrictions are either not subject to donor-imposed stipulations or are subject to such restrictions but those restrictions have been met in the same fiscal period that the revenue is recorded.

JUNIOR LEAGUE OF COLUMBUS, INC.
NOTES TO FINANCIAL STATEMENTS
June 30, 2021 and 2020

NOTE 1 - ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES
(Continued)

Net Assets With Donor Restrictions

Net Assets With Donor Restrictions are subject to donor-imposed stipulations that may or will be met either by actions of the Organization and/or the passage of time. Net Assets With Donor Restrictions totaled \$291,163 and \$318,661 as of June 30, 2021 and 2020, respectively.

Revenue Recognition

Revenues are reported as increases in net assets without donor restrictions unless the use of the related asset is limited by donor-imposed restrictions. Expenses are reported as decreases in unrestricted net assets. Gains and losses on assets or liabilities are reported as increases or decreases in net assets without donor restrictions, unless their use is restricted by explicit donor stipulation or by law. Expirations of donor imposed restrictions on net assets are reported as net assets released from donor restrictions.

In accordance with FASB ASC 958-605-25, expended grant revenues are reflected as unrestricted support in the accompanying Statements of Activities.

The Junior League's revenues include revenues from special events, membership dues, program income and rental income from the garden and banquet hall at the Kelton House and from the sublease of office space at the English House. Income from special events, program income and rental income is recognized as revenue when the event or activity takes place and the income is earned. Membership dues are recognized as revenue over the period of the membership. Membership fees paid in advance are reflected as deferred membership dues in the accompanying Statements of Financial Position.

Inventories

Inventory consists of gift items available for sale in the Kelton House gift shop. All inventories are valued on a "first-in, first-out" (FIFO) basis, at the lower of cost or market.

Accounts Receivable

The Junior League considers all accounts receivable to be fully collectible; accordingly, no allowance for doubtful accounts is required. Uncollectible accounts receivable are charged to operations during the period they are determined to be uncollectible.

Unconditional Promises to Give

The Junior League reports promises to give in accordance with Financial Accounting Standards Board (FASB) ASC 958-605-2. Contributions are recognized at fair value when a donor makes a promise to give that is, in substance, unconditional. Contributions that are restricted by a donor are reported as increases in net assets without donor restrictions if the restrictions expire in the fiscal year in which the contributions are recognized. All other donor-restricted contributions are reported as increases in donor restricted net assets. When a restriction expires, donor restricted net assets are reclassified to net assets without donor restrictions. Unconditional promises to give are considered to be fully collectible; accordingly, no allowance for uncollectible promises to give is required.

In-kind Contributions

The Junior League recognizes in-kind contributions of supplies and services in accordance with the recognition guidelines outlined in FASB ASC 855-10-50.

JUNIOR LEAGUE OF COLUMBUS, INC.
NOTES TO FINANCIAL STATEMENTS
June 30, 2021 and 2020

NOTE 1 - ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES
(Continued)

In-kind Contributions (Continued)

In-kind contributions totaled \$32,270 and \$38,089 for the years ended June 30, 2021 and June 30, 2020, respectively and consists of donated space, goods, services and supplies used to support the Junior League's special events and activities.

In-kind contributions of services are recognized as revenue in the financial statements if the services received (a) create or enhance nonfinancial assets (primarily property or other tangible or intangible assets) or (b) require specialized skills, are provided by individuals possessing those skills, and would typically need to be purchased if not provided by donation. Contributed services that do not meet this criteria, and promises to give such services, are not recognized. Although the Junior League operates with the help of many volunteers, no amounts have been reflected in the financial statements for contributed services based on these criteria.

Property and Equipment

Property and equipment are stated at cost. All individual acquisitions of property and equipment with a cost of \$2,000 or more are capitalized. The costs of maintenance and repairs are charged to expense as incurred. Gains and losses on asset retirement or disposition are reflected in the Statements of Activities. Depreciation is computed using the straight-line method over the following estimated useful lives:

Land improvements	39 years
Furniture and fixtures	7-10 years
Equipment	5-25 years
Leasehold improvements	10-40 years

Collections and Related Restoration Furnishings

The Junior League's Kelton House Museum has a collection of contributed historical artifacts which have not been included in the accompanying financial statements because reasonable estimates of value for these items are not readily available. Restoration costs associated with these artifacts have been capitalized and are reflected as "Restoration Furnishings" in the accompanying Statements of Financial Position. In accordance with ASC 958-360-25, these items are not depreciated.

Investments

Investments in debt and equity securities with readily determinable fair values are reported at fair value in accordance with FASB ASC 958-320. Realized and unrealized gains and losses associated with such securities are recorded in the Statements of Activities.

Fair Value of Financial Instruments

The Junior League provides disclosures on its financial instruments in accordance with the requirements of FASB ASC 820, which requires the use of a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value.

JUNIOR LEAGUE OF COLUMBUS, INC.
NOTES TO FINANCIAL STATEMENTS
June 30, 2021 and 2020

NOTE 1 - ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES
(Continued)

Disclosure of Subsequent Events

The Junior League is required to disclose the date through which subsequent events have been evaluated, in accordance with the requirements of FASB ASC Paragraph 855-10-50-1. The Junior League has evaluated all subsequent events through the date the accompanying financial statements were available to be issued (February 10, 2022) for proper accounting and disclosure.

Statements of Cash Flows

The Statements of Cash Flows are presented in accordance with FASB ASC 230. Cash equivalents represent temporary investments purchased with an original maturity date of three months or less, and are stated at cost, which approximates market value. There were no cash payments for interest or income taxes during the years ended June 30, 2021 and 2020.

Income Taxes

The Junior League is a private non-profit corporation and is exempt from income taxes under Section 501(c)(3) of the Internal Revenue Code. None of the Organization's present or anticipated future activities are subject to taxation as unrelated business income. Therefore, no provision for income taxes has been made in the accompanying financial statements.

The Junior League follows the provisions of FASB ASC 740-10-25 that requires the disclosure of uncertain tax positions. There have been no interest or penalties recognized in the Statements of Financial Position or in the Statements of Activities relating to uncertain tax positions. Additionally, no tax positions exist for which it is reasonably possible that the total amount of unrecognized tax benefits will significantly increase or decrease during the next 12 months. The Junior League evaluates uncertain tax positions, if any, on a continual basis. The Junior League's Federal income tax returns are generally subject to examination by the IRS for three years after they are filed.

Use of Accounting Estimates

The preparation of financial statements in accordance with generally accepted accounting principles requires management to make certain estimates that affect the amount of assets, liabilities, revenues and expenses reported in the financial statements. Actual results could differ from those estimates.

Functional Allocation of Expenses

The costs of providing Junior League membership activities and of operating the Kelton House Museum & Garden have been summarized on a functional basis in the Statements of Functional Expenses. Accordingly, certain costs have been allocated between program expenses, management and general expenses, and fundraising expenses, using various allocation methods which attempt to allocate the costs equitably in relation to the benefits provided. These allocations are primarily allocated based on direct charges associated with individual invoices.

Advertising

The Organization expenses the cost of advertising at the time services are received. Advertising expense for the years ended June 30, 2021 and 2020 totaled \$1,073 and \$1,533, respectively.

JUNIOR LEAGUE OF COLUMBUS, INC.
NOTES TO FINANCIAL STATEMENTS
June 30, 2021 and 2020

NOTE 1 - ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES
(Continued)

Impairment of Long-Lived Assets

The Organization reviews long-lived assets for impairment whenever events or changes in circumstances indicate the carrying amount of an asset may not be recoverable. Recoverability of assets to be held and used is measured by a comparison of assets carrying value to its future undiscounted net cash flows. Impaired assets are recognized at the lower of fair value or carrying amount. No impaired assets were identified during the years ended June 30, 2021 and 2020.

Concentration of Credit Risk

Financial instruments, which could potentially subject the Junior League to concentration of credit risk include cash and cash equivalents and investments. Investments, in general, are exposed to various risks, such as interest rate risk, credit risk and overall volatility. These financial instruments are all carried at their approximate fair value. At various times during the year, cash balances exceeded federally insured limits. The Organization's policy is to limit credit exposure on financial instruments and to place its cash and cash equivalents with financial institutions that are credit worthy. As of June 30, 2021, bank balances did not exceed federally insured limits.

Reclassifications

Certain balances in the June 30, 2020 financial statements have been reclassified to conform with the 2021 presentation.

NOTE 2 – PROPERTY AND EQUIPMENT

Property and equipment consists of the following as of June 30, 2021 and 2020:

	<u>2021</u>	<u>2020</u>
Land improvements	\$214,787	\$214,787
Furniture and fixtures	37,139	42,318
Equipment	41,643	48,965
Leasehold improvements	<u>613,617</u>	<u>820,097</u>
	907,186	1,126,167
Less: Accumulated depreciation	<u>(752,691)</u>	<u>(815,739)</u>
Property and equipment, net	<u>\$ 154,495</u>	<u>\$310,428</u>

In September, 2020, the Junior League terminated its lease of the English House property and as a result, a loss on disposal of the related leasehold improvements and unconditional promise to provide the related space, totaling \$149,110, has been recognized in the accompanying 2021 Statement of Activities.

NOTE 3 – BENEFICIAL INTEREST IN INVESTMENTS HELD BY THE COLUMBUS FOUNDATION

The Junior League is the beneficiary of two endowment funds held by The Columbus Foundation. These endowment funds have been reflected at fair value in the accompanying Statements of Financial Position. The funds include the Junior League Kelton House Fund, which totaled \$515,753 and \$424,837 as of June 30, 2021 and 2020, respectively, and the Junior League Fund, which totaled \$420,379 as of June 30, 2021 and \$333,088 as of June 30, 2020. As of June 30, 2021, the Junior League Kelton House Fund consisted of \$147,464 in donor restricted contributions (for the purpose of renovating and restoring the Kelton House) and \$368,289 in Board designated funds. As of June 30, 2020 the Junior League Kelton House Fund consisted of \$146,439 in donor restricted contributions (for the purpose of renovating and restoring the Kelton House) and \$278,398 in Board designated funds. The Junior League funds were unrestricted as of June 30, 2021 and 2020.

JUNIOR LEAGUE OF COLUMBUS, INC.
NOTES TO FINANCIAL STATEMENTS
June 30, 2021 and 2020

NOTE 4 – FAIR VALUE MEASUREMENTS

The Junior League values its financial instruments at fair value. In accordance with FASB ASC 820, fair value is defined as the price that the Organization would receive to sell an investment or pay to transfer a liability in a timely transaction with an independent buyer in a principal market, or in the absence of a principal market the most advantageous market for the investment or liability. ASC 820 establishes a three-tier hierarchy to distinguish between (1) inputs that reflect the assumptions market participants would use in pricing an asset or liability developed based on market data obtained from sources independent of the reporting entity (observable inputs) and (2) inputs that reflect the reporting entity's own assumptions about the assumptions market participants would use in pricing an asset or liability developed based on the best information available in the circumstances (unobservable inputs) and to establish classification of fair value measurements for disclosure purposes. Various inputs are used in determining the value of the Organization's investments. The inputs are summarized in the three levels required by ASC 820, and listed below:

Level 1 – Inputs represent unadjusted quoted prices in active markets for identical assets or liabilities that the reporting entity has the ability to access as of the measurement date.

Level 2 – Inputs are observable but exclude quoted prices in active markets for identical assets.

Level 3 – Inputs are unobservable and are supported by little or no market activity significant to the fair value measurements.

The following is a summary of inputs used as of June 30, 2021 and 2020 in valuing the Junior League's investments at fair value:

<u>June 30, 2021</u>	<u>Fair Value Measurements</u>			
<u>Investment Category</u>	<u>Fair Value</u>	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>
<u>Junior League Endowment Fund:</u>				
Cash and cash equivalents	\$2,332	\$2,332	\$ -	\$ -
Mutual funds:				
Equities	282,758	282,758	-	-
Fixed Income	<u>135,289</u>	<u>92,148</u>	<u>43,141</u>	-
	420,379	377,238	43,141	-
<u>Kelton House Endowment Fund:</u>				
Pooled Investments held by the Columbus Foundation	<u>515,753</u>	-	<u>515,753</u>	-
	<u>\$936,132</u>	<u>\$377,238</u>	<u>\$558,894</u>	<u>-</u>
<u>June 30, 2020</u>				
<u>Junior League Endowment Fund:</u>				
Cash and cash equivalents	\$1,652	\$ 1,652	\$ -	\$ -
Mutual Funds:				
Equities	182,774	182,774	-	-
Fixed Income	<u>148,662</u>	<u>110,363</u>	<u>38,299</u>	-
	333,088	294,789	38,299	-
<u>Kelton House Endowment Fund:</u>				
Pooled Investments held by the Columbus Foundation	<u>424,837</u>	-	<u>424,837</u>	-
	<u>\$757,925</u>	<u>\$294,789</u>	<u>\$463,136</u>	<u>-</u>

As of June 30, 2021 and 2020, all Level 2 investments have been valued using the market approach.

JUNIOR LEAGUE OF COLUMBUS, INC.
NOTES TO FINANCIAL STATEMENTS
June 30, 2021 and 2020

NOTE 5 – UNCONDITIONAL PROMISE TO GIVE

The Junior League of Columbus leases several properties included in the Grace Kelton Trust (Note 9) for \$1 per year. The original lease had a 50 year term which began in 1976. This agreement was subsequently amended in 1999 for an additional 50 years. The current lease expires in July, 2076. In accordance with FASB 958-605-2, the contributed value of this leased space (not to exceed the fair market value of the property) has been recognized as an unconditional promise to give in the accompanying Statements of Financial Position. This asset is amortized annually based on the estimated fair rental value of the donated space, and charged to rental expense. The remaining unconditional promise associated with the English House property was written off in September, 2020 when the Junior League’s Board of Directors elected to terminate this portion of the lease. The activity for the years ended June 30, 2021 and 2020 is as follows:

	<u>2021</u>	<u>2020</u>
Balance, unconditional promise to give as of beginning of fiscal year	\$84,349	\$98,407
Recognition of rental expense	(11,953)	(14,058)
Write off of English House property	<u>(16,166)</u>	<u>-</u>
Balance , unconditional promise to give as of end of fiscal year	56,230	84,349
Less current portion	<u>(11,246)</u>	<u>(14,058)</u>
Long term portion	<u>\$44,984</u>	<u>\$70,291</u>

Amortization expense for the year ended June 30, 2022 is expected to total approximately \$11,246. Amortization expense for each of the years ended June 30, 2023 - 2026 is expected to total \$44,984.

NOTE 6 – UPMIFA AND RESTRICTED ENDOWMENT FUNDS

The State of Ohio’s Uniform Prudent Management of Institutional Funds Act (“UPMIFA”) requires the prudent expenditure of endowment funds. The Junior League’s Board of Directors has determined that all donor restricted assets held by The Columbus Foundation meet the definition of endowment funds under UPMIFA. Additionally, the Financial Accounting Standards (FAS) Board has issued guidance on the net asset classification of donor restricted endowment funds and also requires enhanced disclosures for board designated endowment fund as detailed in ASC 958-205. Unrestricted assets held by The Columbus Foundation consist of a board designated endowment fund as described in ASC 958-205. The required disclosures are presented below.

Net Asset Classifications

As of June 30, 2021 and 2020, endowment funds held by The Columbus Foundation include a donor restricted endowment fund (for the purpose of providing renovations to the Kelton House) and a Board designated endowment fund. In accordance with ASC 958-205, net assets associated with endowment funds are classified and reported based on the existence or absence of donor-imposed restrictions. Accordingly, the donor restricted endowment fund is included in donor restricted net assets, and the Board Designated endowment fund is included in unrestricted net assets in the accompanying Statements of Financial Position.

Endowment Investment and Spending Policy

The Junior League has an investment policy, the objective of which is to generate investment income while preserving, or increasing the original principal value of funds donated. This objective typically results in a conservative investment portfolio. Investment income available from restricted endowment funds has been authorized by the Junior League’s Board of Directors (and by the donors) to be spent for operations in accordance with the Junior League’s mission.

JUNIOR LEAGUE OF COLUMBUS, INC.
NOTES TO FINANCIAL STATEMENTS
June 30, 2021 and 2020

NOTE 6 – UPMIFA AND RESTRICTED ENDOWMENT FUNDS (Continued)

Changes in the endowment funds' account balances during the years ended June 30, 2021 and 2020 are as follows:

	Unrestricted- Board <u>Designated</u>	Donor <u>Restricted</u>	<u>Total</u>
Balance, June 30, 2020	\$ 278,398	\$ 146,439	\$ 424,837
Investment return:			
Interest and dividend income	9,612	-	9,612
Realized and unrealized gain (loss) on investments	<u>81,902</u>	<u>-</u>	<u>81,902</u>
Total investment return	91,514	-	91,514
Trust fees and other expenses	(1,623)	-	(1,623)
Contributions	-	1,025	1,025
Withdrawals	<u>-</u>	<u>-</u>	<u>-</u>
Balance, June 30, 2021	<u>\$ 368,289</u>	<u>\$ 147,464</u>	<u>\$ 515,753</u>
Balance, June 30, 2019	\$ 273,791	\$ 145,439	\$ 419,230
Investment return:			
Interest and dividend income	11,331	-	11,331
Realized and unrealized gain (loss) on investments	<u>12,558</u>	<u>-</u>	<u>12,558</u>
Total investment return	23,889	-	23,889
Trust fees and other expenses	(1,532)	-	(1,532)
Contributions	-	1,000	1,000
Withdrawals	<u>(17,750)</u>	<u>-</u>	<u>(17,750)</u>
Balance, June 30, 2020	<u>\$ 278,398</u>	<u>\$ 146,439</u>	<u>\$ 424,837</u>

NOTE 7 – UNRESTRICTED BENEFICIAL INTEREST IN ASSETS HELD BY THE COLUMBUS FOUNDATION

In addition to the donor restricted assets held by The Columbus Foundation (discussed in Note 6 above), the Junior League has an unrestricted beneficial interest in assets held by The Columbus Foundation. The activity in this account for the years ended June 30, 2021 and 2020 was as follows:

	<u>2021</u>	<u>2020</u>
Balance, Beginning of Year	\$333,088	\$292,762
Investment return:		
Interest and dividend income	15,793	7,236
Realized and unrealized gain (loss) on investments	<u>87,113</u>	<u>44,961</u>
Total investment return	102,906	52,197
Fees and other expenses	(5,150)	(2,323)
Contributions	-	-
Withdrawals	<u>(10,465)</u>	<u>(9,548)</u>
Balance, End of Year	<u>\$420,379</u>	<u>\$333,088</u>

JUNIOR LEAGUE OF COLUMBUS, INC.
NOTES TO FINANCIAL STATEMENTS
June 30, 2021 and 2020

NOTE 8 – RESTRICTIONS ON NET ASSET BALANCES

Donor restricted and Board designated net assets consisting of cash equivalents, beneficial interest in assets held by The Columbus Foundation, and gifted facilities are available for the following purposes as of June 30, 2021 and 2020:

<u>June 30, 2021:</u>	<u>Board Designated</u>	<u>Donor Restricted</u>	<u>Total</u>
Friends of Kelton House; for Kelton House restorations	\$ -	\$ 76,368	\$ 76,368
Kelton Property Funds	368,289	147,464	515,753
ABC Backpack Project	-	2,835	2,835
Bridging the Gap	-	266	266
Kelton House Restricted Grants	-	8,000	8,000
Gifted facilities	-	<u>56,230</u>	<u>56,230</u>
Total	<u>\$368,289</u>	<u>\$291,163</u>	<u>\$659,452</u>

June 30, 2020:

Friends of Kelton House; for Kelton House restorations	\$ -	\$ 69,649	\$ 69,649
Kelton Property Funds	278,398	146,439	424,837
English House Renovations	-	5,311	5,311
ABC Backpack Project	-	2,913	2,913
Kelton House Restricted Grants	-	10,000	10,000
Gifted facilities	-	<u>84,349</u>	<u>84,349</u>
Total	<u>\$278,398</u>	<u>\$318,661</u>	<u>\$597,059</u>

NOTE 9 – GRACE KELTON TRUST

Upon the death of Grace Bird Kelton in 1975, the Grace Kelton Trust (the Trust) was established with The Columbus Foundation. This Trust originally consisted of the Kelton House, which was designated for use in cultural, educational and charitable purposes, and several properties on Franklin Avenue. The only property still remaining in the Trust as of June 30, 2021 is the Kelton House (which the Junior League occupies and operates as “the Kelton House Museum & Garden”). In September, 2020, the Junior League elected to terminate the lease of parcels 581, 583 and 587 on Franklin Avenue, which together represented “the English House” because these properties were not being used. The Junior League was leasing the Kelton House and English House properties from The Columbus Foundation for \$1 per year through July, 2076 (Note 5). The proceeds held from the sale of the other parcels on Franklin Avenue that were previously part of this trust, along with any future proceeds from parcels 581, 583 and 587 on Franklin Avenue are/will be held by The Columbus Foundation, as trustee, and the interest earned on these funds is distributed to the Junior League to be used to maintain and/or restore the remaining properties as specified in the Trust Agreement.

JUNIOR LEAGUE OF COLUMBUS, INC.
NOTES TO FINANCIAL STATEMENTS
June 30, 2021 and 2020

NOTE 10 – MEMBERSHIP

The Junior League has three classes of members: active, new members and sustainer members. For the years ended June 30, 2021 and 2020, the membership consisted of the following:

<u>Membership Class</u>	<u>2021</u>	<u>2020</u>
Active/New Members	152	146
Sustainer Members	<u>259</u>	<u>227</u>
Total	<u>411</u>	<u>373</u>

NOTE 11 – LIQUIDITY

The Junior League's sources of fiscal 2021 revenues includes over \$400,000 of unrestricted revenues, including membership dues, special events revenue, program income, rental income, unrestricted grants and contributions and investment income. Because the Organization's unrestricted revenue stream is substantial, the Organization's management anticipates it will have no difficulty maintaining sufficient resources to meet any restrictions imposed by its donors during the upcoming year.

As of June 30, 2021, the Junior League had approximately \$670,000 in unrestricted cash and cash equivalents, and investments available to meet obligations for general expenditures.

In accordance with ASU 2016-14, assets included in the accompanying Statements of Financial Position have been sequenced according to the date of their anticipated conversion to cash and liabilities have been sequenced according to their estimated maturity dates.

SUPPLEMENTARY INFORMATION

JUNIOR LEAGUE OF COLUMBUS, INC.
COMBINING STATEMENT OF ACTIVITIES
Year Ended June 30, 2021

	<u>JUNIOR LEAGUE ACTIVITIES</u>	<u>KELTON HOUSE ACTIVITIES</u>	<u>TOTAL (Audited)</u>
SUPPORT AND REVENUE			
Grants and contributions	\$ 30,425	\$ 82,838	\$ 113,263
Special events	7,868	10,100	17,968
Membership dues	57,158	-	57,158
Program income	1,481	7,510	8,991
Rental income	-	21,483	21,483
Investment income	103,326	89,061	192,387
In-kind income	32,270	-	32,270
	<u>232,528</u>	<u>210,992</u>	<u>443,520</u>
EXPENSES FROM OPERATING ACTIVITIES			
Personnel	4,904	50,005	54,909
Community projects expense:			
In-kind	2,864	-	2,864
Direct	23,498	-	23,498
Special Events			
In-kind	10,090	-	10,090
Direct	6,054	19,316	25,370
Occupancy	7,917	26,875	34,792
National dues	13,595	-	13,595
Professional fees	27,731	-	27,731
Office expense	12,552	3,631	16,183
Educational programs	1,122	825	1,947
Utilities	3,056	9,605	12,661
Membership expense	8,366	-	8,366
Conferences	3,036	-	3,036
Publicity		1,074	1,074
Insurance	4,043	6,644	10,687
Museum expense	-	38,967	38,967
Miscellaneous	200	431	631
Depreciation	1,953	21,035	22,988
	<u>130,981</u>	<u>178,408</u>	<u>309,389</u>
NON-OPERATING LOSS ON DISPOSAL OF ASSETS	<u>149,110</u>	<u>-</u>	<u>149,110</u>
	<u>280,091</u>	<u>178,408</u>	<u>458,499</u>
INCREASE (DECREASE) IN UNRESTRICTED NET ASSETS	<u>\$ (47,563)</u>	<u>\$ 32,584</u>	<u>\$ (14,979)</u>

Please refer to Independent Accountant's Review Report on Supplementary Information.

JUNIOR LEAGUE OF COLUMBUS, INC.
COMBINING STATEMENT OF ACTIVITIES
Year Ended June 30, 2020

	<u>JUNIOR LEAGUE ACTIVITIES</u>	<u>KELTON HOUSE ACTIVITIES</u>	<u>TOTAL (Audited)</u>
SUPPORT AND REVENUE			
Grants and contributions	\$ 51,322	\$ 77,448	\$ 128,770
Special events	40,010	7,711	47,721
Membership dues	63,172	-	63,172
Program income	37,960	17,773	55,733
Rental income	-	19,154	19,154
Investment income	64,088	12,587	76,675
In-kind income	38,089	-	38,089
	<u>294,641</u>	<u>134,673</u>	<u>429,314</u>
EXPENSES			
Personnel	5,391	48,883	54,274
Community projects expense:			
In-kind	7,820	-	7,820
Direct	46,388	-	46,388
Special events:			
Junior League			
In-kind	30,269	-	30,269
Direct	6,391	-	6,391
Kelton House			
In-kind	-	-	-
Direct	-	626	626
Occupancy	12,541	30,893	43,434
National dues	14,104	-	14,104
Professional fees	24,642	-	24,642
Office expense	6,686	5,958	12,644
Educational programs	3,064	4,949	8,013
Utilities	4,277	10,865	15,142
Membership expense	19,252	-	19,252
Conferences	3,930	-	3,930
Publicity	1,859	2,841	4,700
Insurance	1,733	5,919	7,652
Museum expense	-	23,277	23,277
Miscellaneous	2,117	1,117	3,234
Depreciation	11,699	16,905	28,604
	<u>202,163</u>	<u>152,233</u>	<u>354,396</u>
INCREASE (DECREASE) IN UNRESTRICTED NET ASSETS	<u>\$ 92,478</u>	<u>\$ (17,560)</u>	<u>\$ 74,918</u>

Please refer to Independent Accountant's Review Report on Supplementary Information.