

**To seize an opportunity  
you first have to know  
about it...**



**FOELLINGER**  
FOUNDATION

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**2010 Annual Report**

# Information is power.

When Helene and Esther Foellinger created the Foellinger Foundation more than half a century ago, they could not have envisioned that the Foundation's Annual Report would one day be delivered in the form of videos on a Web site. But the Foellinger family business was communications – newspapers and radio stations – and their lives were devoted to providing the people of the Allen County community with the information they needed.

That same devotion drives this year's Annual Report. Our purpose this year is very simple: to help you better understand the Foellinger Foundation and the opportunities available to local nonprofits through Foundation grants. After all, to take advantage of an opportunity, you first have to know about it! So we want to use the most effective means possible to help you learn new information or glean fresh insights about grant opportunities for which your organization may be eligible.

This year, rather than TELLING you, we wanted to SHOW you what the Foundation's grantmaking is about, through the voices of some of our grantees. On the Annual Report pages of our Web site at [www.foellinger.org](http://www.foellinger.org), you'll find videos from grantees sharing their stories, discussing the difference their organizations make in our community with support from the Foundation. In addition to information, you may find some insights and inspiration in the creative ways these leaders have made use of Foellinger Foundation grants.

The voices of our grantees on these videos are typical of many great accomplishments achieved by local nonprofits. You'll find our full grants listing in this PDF document, along with our annual audit, financial data, and the other components of a typical annual report.

But we urge you to click around a bit on the Web site and check out the real-world examples of local nonprofits leaders and the work that they are doing. On each page, you'll find links to the information you need to determine whether your organization is eligible for a particular grant, and, if so, how to apply.

So please invest a little time reviewing the videos in the Annual Report section of the Foellinger Foundation's Web site at [www.foellinger.org](http://www.foellinger.org). The voices of our grantees tell the story better than we can. And their stories may spark ideas of how your organization might seize new opportunities.

**“Very simply put, the Foellinger Foundation wants to use its Annual Report to make sure you know about grant opportunities available to local nonprofits.”**



*Carolyn R. Hughes*

Carolyn R. Hughes, Chairman



*Cheryl Taylor*

Cheryl Taylor, President

# Serving children and families by supporting effective nonprofits

The Foellinger Foundation, Inc. is a private charitable foundation that awards grants to nonprofit organizations that strengthen Allen County children and their families, particularly those children and families with the greatest economic need and the least opportunity. By doing so, the Foundation hopes to help children and their families move from dependence to independence to helping build community through recognition of their interdependence.

The Foundation was created in 1958 by Helene R. Foellinger, *The News-Sentinel* publisher from 1936 to 1980, and Esther A. Foellinger, her mother. Its funding comes from three sources:

- Lifetime gifts from Helene Foellinger
- Proceeds from the estates of Esther and Helene Foellinger
- Contributions from the News Publishing Company until *The News-Sentinel* was sold in 1980.

Visit our website for our grant guidelines and application templates.



520 East Berry Street, Fort Wayne, Indiana 46802

260.422.2900 phone 260.422.9436 fax

info@foellinger.org www.foellinger.org



## Board Members

Carolyn R. Hughes  
*Chairman*

David A. Bobilya  
*Vice Chairman and Secretary*

Robert N. Taylor  
*Treasurer*

Cheryl K. Taylor  
*President and CEO*

Joyce A. Dulworth

Thomas J. Felts

Helen J. Murray\*

Richard B. Pierce

Todd C. Rumsey, M.D.\*

*\*New board members as of February 2011*

## Staff Members

Shari L. Clemens  
*Administrative Assistant*

Dawn R. Martz  
*Senior Program Officer*

Shelly K. McVea  
*Grants Assistant*

Darryl R. Olson  
*Director of Finance and Administration*

Terry K. Stevens  
*Administrative Coordinator*

Cheryl K. Taylor  
*President*

# 2010 Grantees

	FY 2010 Grant Approvals	FY 2010 Grant Payments (1)
<b>Early Childhood Development</b>		
Fort Wayne Philharmonic Orchestra		\$18,500
Gingerbread House	\$40,000	\$40,000
Martin Luther King School	\$98,000	
Super Shot	\$10,000	\$10,000
"If Only" Collaborative project with the Dekko Foundation: Eight-month project support for 19 preschools for Early Childhood Development Education.	\$34,890	
	<b>Subtotal \$182,890</b>	<b>\$68,500</b>
<b>Youth Development</b>		
Allen County Public Library Foundation		\$210,000
Allen Superior Court	\$110,000	\$110,000
Big Brothers Big Sisters of Northeast Indiana	\$80,000	\$175,000
Boys & Girls Club of Fort Wayne	\$70,000	\$70,000
East Allen County Schools	\$310,500	\$310,500
Fort Wayne Area Youth for Christ	\$40,000	\$90,000
Gateway Woods Apostolic Christian Children's Home	\$15,000	\$15,000
Harold W. McMillen Center for Health Education	\$40,000	\$40,000
Junior Achievement of Northern Indiana	\$80,000	\$117,500
Leadership Fort Wayne		\$15,000
League for the Blind & Disabled		\$42,750
Lifeline Youth and Family Services	\$125,000	\$160,000
Metropolitan YMCA of Greater Fort Wayne	\$183,880	\$183,880
National League of Cuban American Community Based Centers		\$25,350
Taylor University	\$1,170,000	\$585,000
The Salvation Army	\$45,000	\$38,250
University of Saint Francis	\$134,172	\$134,172
	<b>Subtotal \$2,403,552</b>	<b>\$2,322,402</b>

*Grantees continued on next page*

(1) Includes payments made in FY2010 on grants approved in FY2010 and grants approved in prior years.

**Family Development**

Allen County Education Partnership	\$228,000	
American National Red Cross		\$60,000
Associated Churches of Fort Wayne - Allen County	\$25,000	\$20,000
Cancer Services of Northeast Indiana	\$100,000	\$50,000
Cedars HOPE	\$15,000	
Center for Nonviolence	\$80,000	\$25,000
Community Action of Northeast Indiana	\$210,000	
Community Harvest Food Bank of Northeast Indiana	\$50,000	\$28,000
Community Transportation Network	\$80,000	
East Wayne Street Center	\$50,000	\$30,000
Easter Seals Arc of Northeast Indiana	\$69,000	
Family & Children's Services of Fort Wayne		\$52,000
Fort Wayne Medical Society Foundation	\$90,000	\$36,000
Fort Wayne Rescue Mission Ministries		\$30,000
Fort Wayne Urban League	\$50,000	\$52,000
Fort Wayne Women's Bureau	\$10,000	
Hope House	\$20,000	
Interfaith Hospitality Network of Greater Fort Wayne	\$30,000	\$20,000
League for the Blind & Disabled		\$50,000
Matthew 25 Health and Dental Clinic	\$120,000	\$40,000
Metropolitan YMCA of Greater Fort Wayne		\$125,000
National League of Cuban American Community Based Centers	\$75,000	\$20,000
SCAN	\$25,000	
Turnstone Center for Disabled Children and Adults		\$70,000
United Hispanic-Americans	\$30,000	\$22,500
Vincent Village	\$96,000	
Wellspring Interfaith Social Services	\$450,000	\$60,000
YWCA of Northeast Indiana	\$345,000	\$46,000
	<b>Subtotal \$2,248,000</b>	<b>\$836,500</b>

*Grantees continued on next page*

(1) Includes payments made in FY2010 on grants approved in FY2010 and grants approved in prior years.

**Foundation-invited Initiatives**

Allen County Education Partnership	\$21,500	\$11,000
Allen County Public Library Foundation	\$295,000	\$136,156
ARCH		\$10,000
Big Brothers Big Sisters of Northeast Indiana	\$21,500	\$21,000
Blue Jacket	\$17,500	
Boys & Girls Club of Fort Wayne	\$21,500	\$11,000
Catholic Charities of the Diocese of Fort Wayne - South Bend	\$38,000	\$257,000
Cornerstone Youth Center	\$262,500	\$90,000
Early Childhood Alliance	\$67,500	\$239,000
Euell A. Wilson Center	\$173,000	\$73,000
Family & Children's Services of Fort Wayne	\$267,135	\$10,000
Fort Wayne Area Youth for Christ	\$21,500	\$11,000
Fort Wayne Parks and Recreation Department		\$250,000
Fort Wayne Philharmonic Orchestra		\$10,000
Fort Wayne Rescue Mission Ministries	\$21,500	\$21,000
Fort Wayne Urban League		\$10,000
Gingerbread House	\$13,800	\$13,800
League for the Blind & Disabled	\$380,975	\$9,775
Literacy Alliance	\$40,471	\$179,471
Lutheran Social Services	\$20,000	\$170,000
Martin Luther King School	\$21,500	\$11,000
Matthew 25 Health and Dental Clinic	\$21,500	\$11,000
Metropolitan YMCA of Greater Fort Wayne	\$21,500	\$11,000
Mustard Seed Furniture Bank of Fort Wayne		\$10,000
Power House Youth Center	\$197,500	\$112,500
Turnstone Center for Disabled Children and Adults	\$535,000	\$10,000
Wellspring Interfaith Social Services	\$21,500	\$21,000
YWCA of Northeast Indiana	\$21,500	\$11,000

**Subtotal \$2,523,381      \$1,730,702**

*Grantees continued on next page*

(1) Includes payments made in FY2010 on grants approved in FY2010 and grants approved in prior years.

**Community Interests**

African/African American Historical Society	\$25,000	\$10,000
AIDS Task Force	\$20,000	\$10,000
ARCH	\$10,000	\$10,000
Artlink	\$10,000	\$10,000
Arts United of Greater Fort Wayne	\$50,000	\$50,000
Embassy Theatre Foundation	\$30,000	
Erin's House for Grieving Children	\$15,000	\$5,000
Fort Wayne Ballet	\$10,000	\$10,000
Fort Wayne Children's Choir	\$15,000	\$15,000
Fort Wayne Cinema Center	\$15,000	
Fort Wayne Civic Theatre	\$40,000	\$40,000
Fort Wayne Dance Collective	\$25,000	\$25,000
Fort Wayne Habitat for Humanity	\$10,000	
Fort Wayne Museum of Art	\$85,000	\$160,000
Fort Wayne Philharmonic Orchestra	\$85,000	\$85,000
Friends of the Lincoln Museum	\$50,000	
Homebound Meals	\$6,000	\$6,000
Leadership Fort Wayne	\$30,000	\$37,500
Little River Wetlands Project	\$15,000	
Northeast Indiana Fund	\$10,000	\$10,000
Science Central	\$30,000	\$30,000
St. Mary's Soup Kitchen	\$10,000	\$10,000
The Greenway Consortium		\$75,000
Visiting Nurse and Hospice Home		\$5,000

Subtotal \$596,000

\$603,500

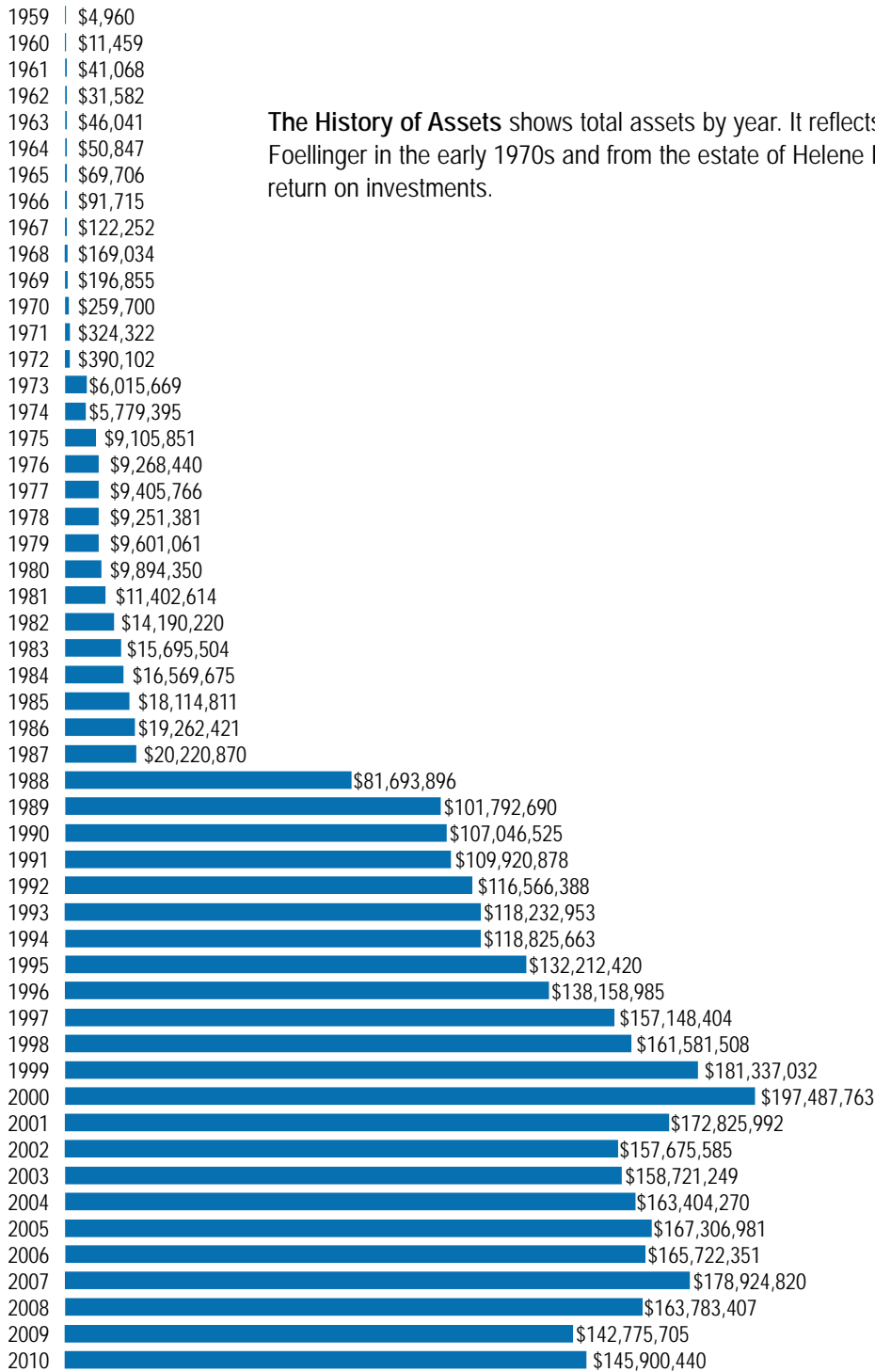
<b>Total Grant Approvals and Payments in Fiscal Year 2010</b>	<b>\$7,953,823</b>	<b>\$5,561,604</b>
<b>Less Refunds</b>		<b>\$43,245</b>
<b>Total Net Grant Payments in Fiscal Year 2010</b>		<b>\$5,518,359</b>

(1) Includes payments made in FY2010 on grants approved in FY2010 and grants approved in prior years.

# History of Assets

## HISTORY OF MARKET VALUE OF ASSETS

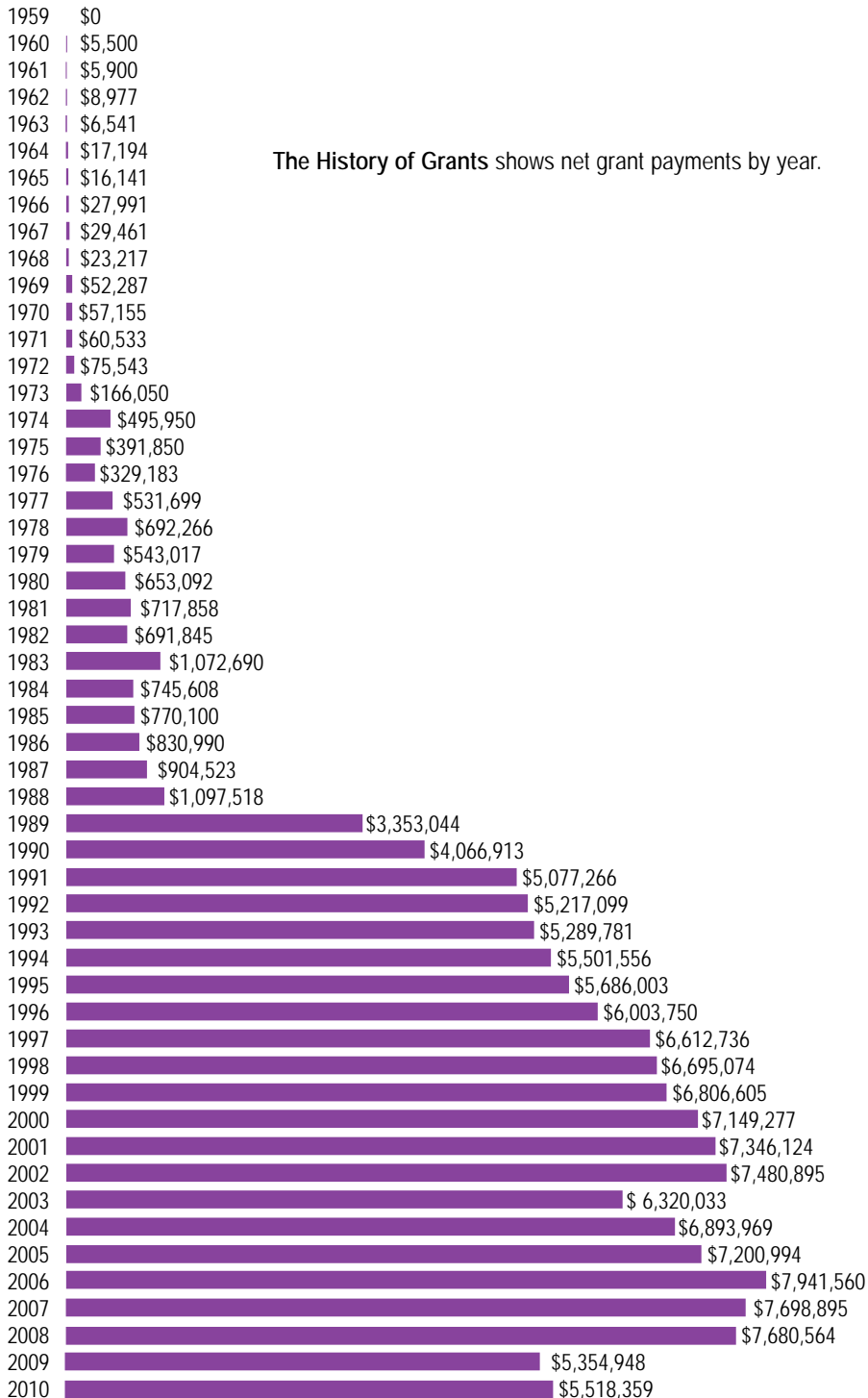
Millions of Dollars since the Foundation's Inception



# History of Grants Paid

## HISTORY OF GRANTS PAID

Millions of Dollars since the Foundation's Inception



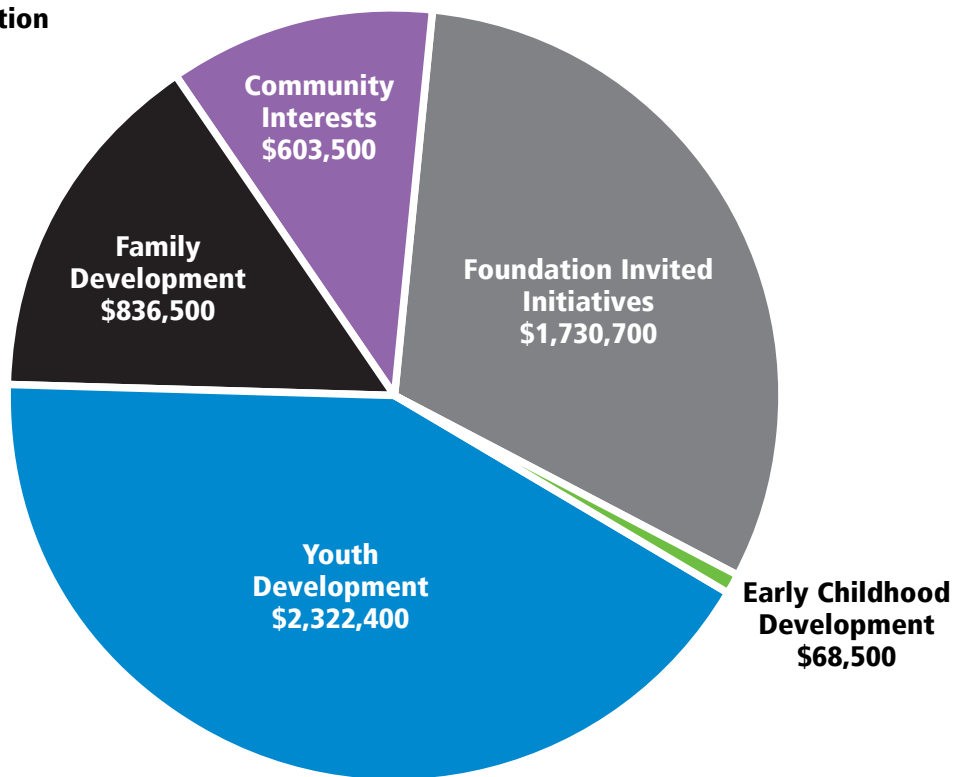
# Grant Approvals and Payments

## 2010 Grant Payments Distribution

(in millions)

- Foundation Invited Initiatives  
\$1,730,700
- Early Childhood Development  
\$68,500
- Youth Development  
\$2,322,400
- Family Development  
\$836,500
- Community Interests  
\$603,500

**Total \$5,561,600**

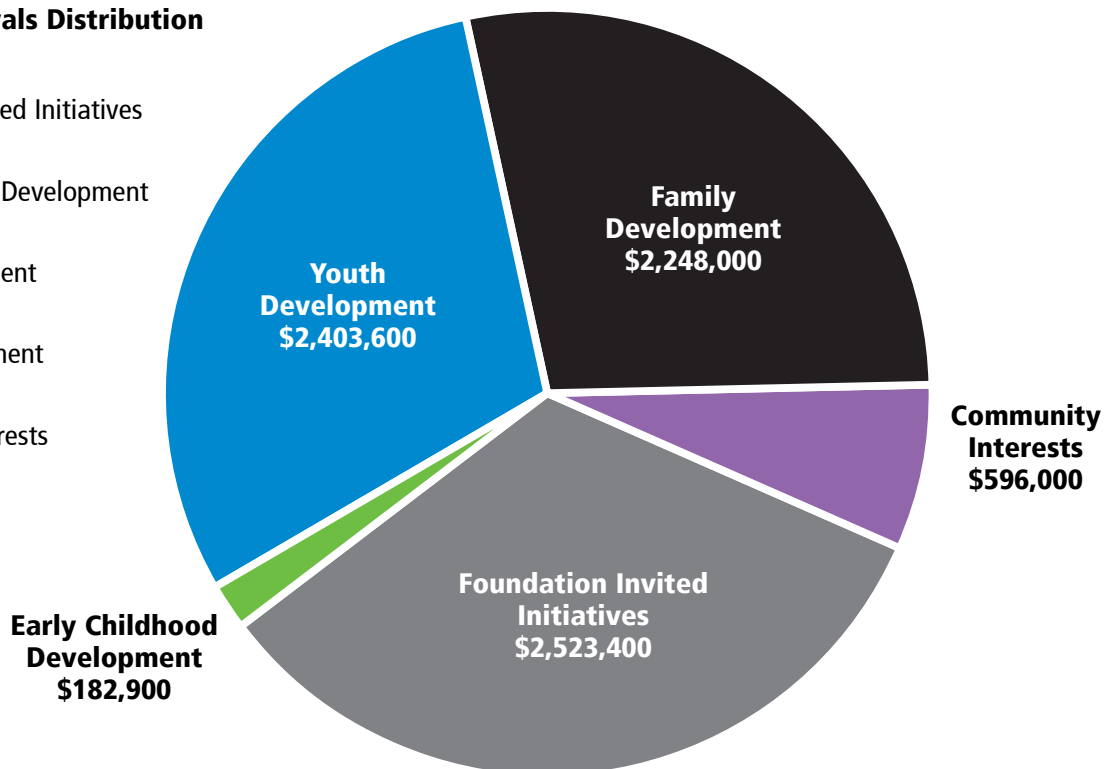


## 2010 Grant Approvals Distribution

(in millions)

- Foundation Invited Initiatives  
\$2,523,400
- Early Childhood Development  
\$182,900
- Youth Development  
\$2,403,600
- Family Development  
\$2,248,000
- Community Interests  
\$596,000

**Total \$7,953,900**



**FOELLINGER FOUNDATION, INC.**

**FINANCIAL STATEMENTS  
MODIFIED CASH BASIS**

August 31, 2010 and 2009

FOELLINGER FOUNDATION, INC.  
Fort Wayne, Indiana

FINANCIAL STATEMENTS  
MODIFIED CASH BASIS  
August 31, 2010 and 2009

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Crowe Horwath LLP  
Member Horwath International

## REPORT OF INDEPENDENT AUDITORS

Board of Directors  
Foellinger Foundation, Inc.  
Fort Wayne, Indiana

We have audited the accompanying statements of financial position – modified cash basis of Foellinger Foundation, Inc. (the Foundation) as of August 31, 2010 and 2009, and the related statements of activities and changes in net assets – modified cash basis for the years then ended. These financial statements are the responsibility of the Foundation's management. Our responsibility is to express an opinion on these financial statements based on our audits.

We conducted our audits in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audits provide a reasonable basis for our opinion.

As described in Note 1, these financial statements were prepared on the modified cash basis of accounting, which is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America.

In our opinion, the financial statements referred to above present fairly, in all material respects, the assets and liabilities arising from cash transactions of Foellinger Foundation, Inc. as of August 31, 2010 and 2009, and its revenue collected and expenses paid during the years then ended, on the basis of accounting described in Note 1.

A handwritten signature in black ink that reads "Crowe Horwath LLP".

Crowe Horwath LLP

Fort Wayne, Indiana  
November 4, 2010

**FINANCIAL STATEMENTS  
MODIFIED CASH BASIS**

FOELLINGER FOUNDATION, INC.  
STATEMENTS OF FINANCIAL POSITION – MODIFIED CASH BASIS  
August 31, 2010 and 2009

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<b>ASSETS</b>	<u>2010</u>	<u>2009</u>
Cash	\$ 290,966	\$ 231,589
Other	856	561
Investments (Note 1)	143,203,277	140,061,998
Property and equipment, at cost:		
Land	851,836	851,836
Building and building improvements	2,769,304	2,769,304
Land improvements	190,985	190,985
Office furniture and equipment	<u>340,730</u>	<u>326,818</u>
	4,152,854	4,138,943
Less accumulated depreciation	<u>1,747,513</u>	<u>1,657,386</u>
	<u>2,405,341</u>	<u>2,481,557</u>
 Total assets	 <u>\$ 145,900,440</u>	 <u>\$ 142,775,705</u>
  Net assets, unrestricted (Note 1)	  <u>\$ 145,900,440</u>	  <u>\$ 142,775,705</u>

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See accompanying notes to financial statements.

FOELLINGER FOUNDATION, INC.  
 STATEMENTS OF ACTIVITIES AND CHANGES IN NET ASSETS – MODIFIED CASH BASIS  
 Years ended August 31, 2010 and 2009

	<u>2010</u>	<u>2009</u>
Support and revenue:		
Investment income	\$ 3,180,290	\$ 3,827,882
Net realized gains (losses) on sale of investments	(741,176)	(3,717,974)
Net unrealized gains (losses) on investments	<u>7,467,956</u>	<u>(14,490,451)</u>
Total support and revenue	<u>9,907,070</u>	<u>(14,380,543)</u>
Expenses:		
Charitable program expenditures:		
Net grant payments	5,518,359	5,354,948
Direct charitable programs	118,811	71,693
Program management	<u>452,466</u>	<u>509,802</u>
	6,089,636	5,936,443
Other expenditures:		
General administration	635,110	664,584
Federal excise tax	<u>57,589</u>	<u>26,132</u>
Total expenses	<u>6,782,335</u>	<u>6,627,159</u>
Change in unrestricted net assets	3,124,735	(21,007,702)
Unrestricted net assets, beginning of year	<u>142,775,705</u>	<u>163,783,407</u>
Unrestricted net assets, end of year	<u>\$ 145,900,440</u>	<u>\$ 142,775,705</u>

See accompanying notes to financial statements.

FOELLINGER FOUNDATION, INC.  
NOTES TO FINANCIAL STATEMENTS – MODIFIED CASH BASIS  
August 31, 2010 and 2009

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**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

Description of the Organization: The Foellinger Foundation, Inc. is a private charitable foundation that awards grants for the benefit of people in Fort Wayne and Allen County, Indiana. It was created in 1958 by Helene R. Foellinger, *The News – Sentinel* publisher from 1936 to 1980, and Esther A. Foellinger, her mother.

Basis of Presentation: The Foundation has elected to present its financial statements using the modified cash basis of accounting, which differs from accounting principles generally accepted in the United States of America as follows: Revenue is recognized when received rather than earned with the exception of unrealized gains and losses on investments. Expenses are recognized when paid rather than when incurred. The financial statements are not intended to comply with accounting principles generally accepted in the United States of America.

Adoption of New Accounting Standards: The Foundation adopted FASB ASC 105 (formerly statement No. 168), Generally Accepted Accounting Principles - FASB Accounting Standards Codification and the Hierarchy of Generally Accepted Accounting Principles. The Financial Accounting Standards Board ("FASB") Accounting Standards Codification ("Codification" or "ASC") is the single source of authoritative accounting principles recognized by the FASB to be applied by nongovernmental entities in the preparation of financial statements in conformity with Generally Accepted Accounting Principles ("GAAP"). The Codification does not change current GAAP, but is intended to simplify user access to all authoritative GAAP by providing all the authoritative literature related to a particular topic in one place.

Investment Valuation and Income Recognition: Investments are recorded at fair values based on quoted market prices or dealer quotes. If a quoted market price is not available, fair value is estimated using quoted market prices for similar securities. Interest and dividends are included in revenue when received. Realized gains and losses on sales of investments are determined on the specific identification method. Unrealized gains and losses resulting from a rise or decline in market value are reflected in the Foundation's statement of activities and changes in net assets.

Investment income in the statements of activities and changes in net assets – modified cash basis is reported net of related investment expenses of approximately \$35,100 and \$31,900 for custodial fees and approximately \$741,750 and \$581,100 for investment services for the years ended August 31, 2010 and 2009, respectively.

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(Continued)

FOELLINGER FOUNDATION, INC.  
NOTES TO FINANCIAL STATEMENTS – MODIFIED CASH BASIS  
August 31, 2010 and 2009

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**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**, Continued

Property and Equipment: Purchased assets with estimated useful lives of less than one year are expensed when purchased. Property and equipment with an estimated useful life of more than one year is recorded at cost and depreciated using the straight-line method over the estimated useful lives of the respective assets as follows:

Office furniture	10 years
Office equipment	3-5 years
Building	40 years
Land improvements	15 years

Costs and related depreciation are removed from the accounts for assets retired from service and a gain or loss on disposition is recorded when realized. Depreciation of approximately \$90,100 and \$90,300 is included in general administration expenses for the years ended August 31, 2010 and 2009, respectively.

Estimates: The preparation of financial statements using the modified cash basis of accounting requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenue and expenses during the reporting period. Actual results could differ from those estimates.

Reclassification: Certain amounts from the prior year have been reclassified to reflect current year presentation. There was no impact or change in unrestricted assets from the prior year.

Cash: The Foundation maintains its cash with a high credit quality financial institution. At times, such investments in cash may be in excess of the FDIC insurance limit.

Subsequent Events: Management has performed an analysis of the activities and transactions subsequent to August 31, 2010 to determine the need for any adjustments to and/or disclosures within the financial statements for the year ended August 31, 2010. Management has performed their analysis through November 4, 2010, the date the financial statements were available to be issued.

**NOTE 2 - RETIREMENT PLAN**

The Foundation has a defined contribution pension plan for the benefit of its eligible employees. The Foundation has no fixed liability for this plan. For the years ended August 31, 2010 and 2009, the Foundation expended approximately \$57,900 and \$64,900, respectively, for its contributions to the plan.

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### **NOTE 3 - FAIR VALUE MEASUREMENTS**

Fair value is the price that would be received by the Foundation for an asset or paid by the Foundation to transfer a liability (an exit price) in an orderly transaction between market participants on the measurement date in the Foundation's principal or most advantageous market for the asset or liability. The effect of a change in valuation technique or its application on a fair value estimate is accounted for prospectively as a change in accounting estimate. When evaluating indications of fair value resulting from the use of multiple valuation techniques, the Foundation is to select the point within the resulting range of reasonable estimates of fair value that is most representative of fair value under current market conditions.

Fair value measurements are determined by maximizing the use of observable inputs and minimizing the use of unobservable inputs. The hierarchy places the highest priority on unadjusted quoted market prices in active markets for identical assets or liabilities (level 1 measurements) and gives the lowest priority to unobservable inputs (level 3 measurements).

The three levels of inputs within the fair value hierarchy are defined as follows:

Level 1: Quoted prices (unadjusted) for identical assets or liabilities in active markets that the Foundation has the ability to access as of the measurement date.

Level 2: Significant other observable inputs other than level 1 prices such as quoted prices for similar assets or liabilities; quoted prices in markets that are not active; or other inputs that are observable or can be corroborated by observable market data.

Level 3: Significant unobservable inputs that reflect the Foundation's own assumptions about the assumptions that market participants would use in pricing an asset or liability.

In some cases, a valuation technique used to measure fair value may include inputs from multiple levels of the fair value hierarchy. The lowest level of significant input determines the placement of the entire fair value measurement in the hierarchy.

Short-term investments consist primarily of money market funds. Fair values reflect the closing price reported in the active market in which the security is traded (level 1 inputs). Fixed-income securities consist primarily of U.S. government and agency securities, taxable municipal securities, and corporate bonds. These bonds are valued based on a compilation of primary observable market information or broker quotes in non active markets (level 2 inputs). Equities consist primarily of U.S. and international stock. The fair values of equity investments are determined by obtaining quoted prices on nationally recognized securities exchanges (level 1 inputs).

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(Continued)

FOELLINGER FOUNDATION, INC.  
NOTES TO FINANCIAL STATEMENTS – MODIFIED CASH BASIS  
August 31, 2010 and 2009

**NOTE 3 – FAIR VALUE MEASUREMENTS, Continued**

The methods described above may produce a fair value calculation that may not be indicative of net realizable value or reflective of future fair values. Furthermore, while the Foundation believes its valuation methods are appropriate and consistent with other market participants, the use of different methodologies or assumptions to determine the fair value of certain financial instruments could result in a different fair value measurement at the reporting date.

Investments measured at fair value on a recurring basis are summarized below:

	August 31, 2010	Quoted prices in active markets for identical assets (Level 1)	Significant other observable inputs (Level 2)	Significant unobservable inputs (Level 3)
<u>Short-term investments</u>				
Cash Equivalants	\$ 1,497,790	\$ 1,497,790	\$ -	\$ -
<u>Fixed- income securities</u>				
Government & Agencies	20,344,624	-	20,344,624	-
Municipal Bonds	12,970,665	-	12,970,665	-
Corporate Bonds	10,652,847	-	10,652,847	-
<u>Equities</u>				
Common Stock	64,147,807	64,147,807	-	-
Preferred Stock	1,681,864	1,681,864	-	-
Emerging Market Fund	4,731,024	4,731,024	-	-
Foreign Equity Fund	27,176,656	27,176,656	-	-
<b>Total</b>	<b>\$ 143,203,277</b>	<b>\$ 99,235,141</b>	<b>\$ 43,968,136</b>	<b>\$ -</b>

	August 31, 2009	Quoted prices in active markets for identical assets (Level 1)	Significant other observable inputs (Level 2)	Significant unobservable inputs (Level 3)
Short-term investments	\$ 823,429	\$ 823,429	\$ -	\$ -
Fixed- income securities	40,861,275	-	40,861,275	-
Equities	98,377,294	98,377,294	-	-
<b>Total</b>	<b>\$ 140,061,998</b>	<b>\$ 99,200,723</b>	<b>\$ 40,861,275</b>	<b>\$ -</b>

(Continued)

FOELLINGER FOUNDATION, INC.  
NOTES TO FINANCIAL STATEMENTS – MODIFIED CASH BASIS  
August 31, 2010 and 2009

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**NOTE 4 – TAXES**

The United States Treasury Department has advised that the Foundation is exempt from federal income taxes under provisions of Section 501(c)(3) of the Internal Revenue Code. The Foundation is required, however, to pay federal excise tax each year on net investment income.

**NOTE 5 - GRANT COMMITMENTS**

At August 31, 2010, the Foundation had approved, but not yet paid, unconditional grants and conditional future grants approximating \$7,286,000 through 2013 scheduled for payment as follows:

2011	\$ 4,388,000
2012	1,916,000
2013	982,000
	<u>\$ 7,286,000</u>