

Grant Detail - Fiscal Year 2008

Recipient and Purpose	Approved	Paid
African/African American Historical Society		
<i>One-year operating support.</i>	22,500	0
AIDS Task Force		
<i>One-year operating support.</i>	20,000	0
<i>Two-year Inspire grant for organizational reflection and renewal.</i>	21,000	11,000
Allen Superior Court		
<i>Two-year program support for Great Kids Make Great Communities.</i>	218,750	109,375
Allen County Public Library		
<i>Two-year program support for Young Adult Summer Reading.</i>	420,000	0
American National Red Cross		
<i>Fourteen-month project support for generational assessment</i>	5,300	5,300
<i>Three-year program support for Multicultural Information Exchange.</i>	160,000	50,000
<i>Two-year Inspire grant for organizational reflection and renewal.</i>	21,400	11,400
ARCH		
<i>One-year operating support.</i>	8,000	8,000
<i>Two-year Inspire grant for organizational reflection and renewal.</i>	16,400	6,400
Artlink		
<i>One-year operating support.</i>	10,000	10,000
Arts United of Greater Fort Wayne		
<i>One-year program support for CAP.</i>	75,000	75,000
<i>One-year operating support.</i>	150,000	150,000
Big Brothers Big Sisters of Northeast Indiana		
<i>Three-year operating support.</i>	210,000	70,000
<i>Two-year Inspire grant for organizational reflection and renewal.</i>	22,400	12,400
Boys & Girls Club of Fort Wayne		
<i>One-year project support for board development and leadership training.</i>	7,000	7,000
<i>Two-year operating support.</i>	140,000	70,000

Recipient and Purpose	Approved	Paid
Cancer Services of Northeast Indiana		
<i>One-year project support for generational assessment</i>	5,300	5,300
<i>Three-year capital support.</i>	150,000	0
<i>Two-year Inspire grant for organizational reflection and renewal.</i>	25,000	15,000
Catholic Charities of the Diocese of Fort Wayne - South Bend		
<i>Two-year Inspire grant for organizational reflection and renewal.</i>	25,000	15,000
Cedars HOPE		
<i>One-year program support.</i>	15,000	15,000
Center for Nonviolence		
<i>Two-year capital support.</i>	60,000	0
<i>Two-year Inspire grant for organizational reflection and renewal.</i>	25,000	15,000
Community Foundation of Greater Fort Wayne		
<i>Eight-month project support for Go! Phase four for technology training and materials for Allen County nonprofit organizations.</i>	27,796	27,796
Community Harvest Food Bank of Northeast Indiana		
<i>One-year operating support.</i>	35,000	35,000
Community Transportation Network		
<i>One-year project support for generational assessment.</i>	5,300	5,300
<i>One-year operating support.</i>	30,000	30,000
Southeast Youth Council		
<i>Two-year operating support.</i>	105,000	52,500
County of Allen		
<i>One-year project support for strategic planning.</i>	25,000	25,000

Recipient and Purpose	Approved	Paid
Early Childhood Alliance		
<i>Fourteen-month project support for generational assessment.</i>	5,300	5,300
<i>One-year program support for the Child Care and Early Education Partnership to research and develop an orientation and training system for Allen County.</i>	70,000	70,000
<i>Two-year Inspire grant for organizational reflection and renewal.</i>	24,500	14,500
East Allen Family Resource Center		
<i>Two-year program support for children and youth services.</i>	135,000	67,500
East Wayne Street Center		
<i>One-year operating support.</i>	60,000	0
Easter Seals Arc of Northeast Indiana		
<i>Fourteen-month project support for generational assessment.</i>	5,300	5,300
Embassy Theatre Foundation		
<i>One-year project support for generational assessment.</i>	5,300	5,300
<i>Two-year Inspire grant for organizational reflection and renewal.</i>	25,000	15,000
<i>One-year operating support (\$10,000) and project support (up to \$7,500) for special training in the ten basic responsibilities of boards.</i>	17,500	0
Euell A. Wilson Center		
<i>Two-year operating support.</i>	90,000	45,000
Fort Wayne Ballet		
<i>One-year operating support.</i>	22,500	22,500
Fort Wayne Children's Choir		
<i>One-year operating support.</i>	15,000	15,000
Fort Wayne Cinema Center		
<i>One-year operating support.</i>	16,500	16,500
Fort Wayne Civic Theatre		
<i>One-year operating support.</i>	40,000	40,000
<i>Two-year Inspire grant for organizational reflection and renewal.</i>	23,400	13,400

Recipient and Purpose	Approved	Paid
Fort Wayne Dance Collective		
<i>One-year operating support.</i>	20,000	20,000
<i>Two-year Inspire grant for organizational reflection and renewal.</i>	23,900	13,900
Fort Wayne Medical Society Foundation		
<i>Fiscal Sponsor for one-year operating support for Healthier Moms and Babies.</i>	45,000	0
Fort Wayne Museum of Art		
<i>One-year operating support.</i>	95,000	95,000
<i>Four-year capital support for American Art Initiative Capital Campaign.</i>	300,000	75,000
Fort Wayne Parks and Recreation Department		
<i>Three-year capital support for the Foellinger-Freimann Botanical Conservatory and Foellinger Outdoor Theatre in honor of the Foundation's 50th Anniversary.</i>	1,000,000	500,000
Fort Wayne Philharmonic Orchestra		
<i>One-year program support for PHIL KIDS.</i>	20,000	20,000
<i>One-year operating support.</i>	95,000	95,000
<i>One-year project support for an exploratory organization collaboration study with the Embassy Theatre.</i>	7,500	7,500
<i>Two-year Inspire grant for organizational reflection and renewal.</i>	21,500	11,500
Fort Wayne Public Television		
<i>Eighteen-month project support for staff development and strategic planning.</i>	25,000	25,000
Fort Wayne Rescue Mission Ministries		
<i>Two-year Inspire grant for organizational reflection and renewal.</i>	24,900	14,900
Fort Wayne Urban League		
<i>Two-year Inspire grant for organizational reflection and renewal.</i>	25,000	15,000
Fort Wayne Women's Bureau		
<i>One-year project support for strategic planning.</i>	10,000	10,000
Fort Wayne Youth theatre		
<i>One-year project support for strategic planning and board development.</i>	23,400	11,700

Recipient and Purpose	Approved	Paid
Gateway Woods Apostolic Christian Children's Home		
<i>One-time only one-year capital support.</i>	50,000	50,000
Gingerbread House		
<i>Three-year contingent capital support.</i>	300,000	0
<i>Two-year operating support.</i>	50,000	25,000
Girl Scouts of Limberlost Council		
<i>One year project support for assessment of strategic restructuring.</i>	25,000	25,000
The Greenway Consortium		
<i>Two-year capital support for extension of the St. Joseph pathway from Johnny Appleseed park to Shoaff park.</i>	150,000	0
Harlan Christian Youth Center		
<i>Two-year operating support.</i>	60,000	30,000
Harold W. McMillen Center for Health Education		
<i>Two-year operating support.</i>	90,000	45,000
Hoagland Area Advancement Association		
<i>One-year capital support.</i>	16,600	0
Homebound Meals		
<i>One-year operating support.</i>	6,000	6,000
Northeast Indiana Christian Action Council Educational and Charitable Fund		
<i>One-year project support for strategic and succession planning.</i>	21,500	20,000
Interfaith Hospitality Network of Greater Fort Wayne		
<i>One-year operating support.</i>	25,000	0
<i>Two-year Inspire grant for organizational reflection and renewal.</i>	16,400	6,400
Ivy Tech Foundation		
<i>Two-year capital support.</i>	100,000	50,000
Leadership Fort Wayne		
<i>One-year operating support.</i>	25,000	0
<i>One-year program support for Northeast Indiana Nonprofit Alliance (NINA).</i>	20,000	0

Recipient and Purpose	Approved	Paid
League for the Blind & Disabled		
<i>Three-year operating support.</i>	150,000	0
Lifeline Youth and Family Services		
<i>One-year program support for Brookmill family services.</i>	45,000	0
<i>Two-year Inspire grant for organizational reflection and renewal.</i>	23,800	13,800
Literacy Alliance		
<i>Three-year operating support.</i>	255,000	0
Little River Wetlands Project		
<i>One-year program support.</i>	10,000	0
Lutheran Social Services		
<i>Fourteen-month project support for generational assessment.</i>	5,300	5,300
<i>One-year project support for strategic planning.</i>	25,000	25,000
Martin Luther King School		
<i>One-year program support for Family Services.</i>	38,000	38,000
Matthew 25		
<i>Two-year operating support.</i>	80,000	0
Metropolitan YMCA of Greater Fort Wayne		
<i>Five-year capital support for Renaissance Pointe Branch.</i>	500,000	0
Mustard Seed Furniture Bank of Fort Wayne		
<i>Two-year Inspire grant for organizational reflection and renewal.</i>	20,200	10,200
Northeast Indiana Innovation Center		
<i>Two-year Inspire grant for organizational reflection and renewal.</i>	25,000	15,000
Public Broadcasting of Northeast Indiana		
<i>One-year project support for strategic and organizational planning.</i>	25,000	25,000
Purdue University		
<i>One-year program support for Allen County Extension 4-H "after-school enrichment."</i>	14,373	14,373
The Salvation Army		
<i>One-year program support for community youth center.</i>	42,500	0
<i>Two-year Inspire grant for organizational reflection and renewal.</i>	20,000	10,000

Recipient and Purpose	Approved	Paid
SCAN		
<i>One-year, one time only, program support for Family Restoration.</i>	45,000	0
Super Shot		
<i>One-year program support for Immunization Initiative.</i>	8,000	0
Taylor University		
<i>One-year project support for market research.</i>	25,000	25,000
Turnstone Center for Disabled Children and Adults		
<i>Two-year operating support.</i>	280,000	70,000
<i>Two-year Inspire grant for organizational reflection and renewal.</i>	25,000	15,000
United Hispanic-Americans		
<i>One-year operating support.</i>	45,000	0
United Way of Allen County		
<i>One-year operating support.</i>	50,000	0
University of Saint Francis		
<i>Two-year capital support.</i>	100,000	50,000
Vincent Village		
<i>One-year program support for child care.</i>	25,000	25,000
<i>One-year project support for generational assessment.</i>	5,300	5,300
<i>Two-year operating support.</i>	60,000	30,000
Visiting Nurse and Hospice Home		
<i>One-year project support for strategic planning.</i>	23,000	23,000
<i>One-year project support for generational assessment.</i>	5,300	5,300
Wellspring Interfaith Social Services		
<i>Two-year Inspire grant for organizational reflection and renewal.</i>	23,600	13,600
YWCA of Fort Wayne		
<i>One-year program support for domestic violence services.</i>	115,000	0
<i>Two-year Inspire grant for organizational reflection and renewal.</i>	25,000	15,000
Total Grants Approved in Fiscal Year 2008	7,447,519	
Payments on 2008 Grants		2,777,844
Payments on Prior Grants		4,992,272
Total Grant Payments in Fiscal Year 2008		7,770,116
Less: Refunds		89,552
Total Net Grant Payments in Fiscal Year 2008		7,680,564

FOELLINGER FOUNDATION, INC.

**FINANCIAL STATEMENTS
MODIFIED CASH BASIS**

August 31, 2008 and 2007

FOELLINGER FOUNDATION, INC.
Fort Wayne, Indiana

FINANCIAL STATEMENTS
MODIFIED CASH BASIS
August 31, 2008 and 2007

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Crowe Horwath

Crowe Horwath LLP
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REPORT OF INDEPENDENT AUDITORS

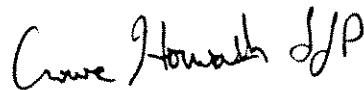
Board of Directors
Foellinger Foundation, Inc.
Fort Wayne, Indiana

We have audited the accompanying statements of financial position - modified cash basis of Foellinger Foundation, Inc. (the Foundation) as of August 31, 2008 and 2007, 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, 2008 and 2007, and its revenue collected and expenses paid during the years then ended, on the basis of accounting described in Note 1.



Crowe Horwath LLP

Fort Wayne, Indiana
October 24, 2008

**FINANCIAL STATEMENTS
MODIFIED CASH BASIS**

FOELLINGER FOUNDATION, INC.
STATEMENTS OF FINANCIAL POSITION - MODIFIED CASH BASIS
August 31, 2008 and 2007

Cash	\$ (7,242)	\$ 57,000
Other	1,051	-
Investments (Note 4)	161,234,533	176,354,182
Property and equipment, at cost:		
Land	851,836	851,836
Building and building improvements	2,765,487	2,686,057
Land improvements	190,985	190,985
Office furniture and equipment	322,919	290,830
	<u>4,131,227</u>	<u>4,019,708</u>
Less accumulated depreciation	1,576,162	1,506,070
	<u>2,555,065</u>	<u>2,513,638</u>
Total assets	<u>\$ 163,783,407</u>	<u>\$ 178,924,820</u>
Net assets, unrestricted (Note 1)	<u>\$ 163,783,407</u>	<u>\$ 178,924,820</u>

See accompanying notes to financial statements.

FOELLINGER FOUNDATION, INC.
 STATEMENTS OF ACTIVITIES AND CHANGES IN NET ASSETS - MODIFIED CASH BASIS
 Years ended August 31, 2008 and 2007

	<u>2008</u>	<u>2007</u>
Support and revenue:		
Investment income	\$ 3,874,583	\$ 4,122,987
Net realized gains on sale of investments	1,671,528	4,350,770
Net unrealized gains (losses) on investments	<u>(11,719,964)</u>	<u>13,794,153</u>
 Total support and revenue	 <u>(6,173,853)</u>	 <u>22,267,910</u>
Expenses:		
Charitable program expenditures:		
Net grant payments	7,680,564	7,698,895
Direct charitable programs	193,900	143,889
Program management	<u>503,853</u>	<u>505,468</u>
	8,378,317	8,348,252
Other expenditures:		
General administration	515,542	641,274
Federal excise tax	<u>73,701</u>	<u>75,915</u>
 Total expenses	 <u>8,967,560</u>	 <u>9,065,441</u>
 Change in unrestricted net assets	 (15,141,413)	 13,202,469
Unrestricted net assets, beginning of year	<u>178,924,820</u>	<u>165,722,351</u>
Unrestricted net assets, end of year	<u>\$ 163,783,407</u>	<u>\$ 178,924,820</u>

See accompanying notes to financial statements.

FOELLINGER FOUNDATION, INC.
NOTES TO FINANCIAL STATEMENTS – MODIFIED CASH BASIS
August 31, 2008 and 2007

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.

Investments: 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 securities are exposed to various risks, such as interest rate, market, and credit risks. Due to the level of risk associated with certain investment securities, it is at least reasonably possible that changes in the values of investment securities will occur in the near term and that such changes could materially affect the investment account balance.

Investment income in the statements of activities and changes in net assets – modified cash basis is reported net of related investment expenses of approximately \$41,900 and \$41,700 for custodial fees and approximately \$863,800 and \$854,000 for investment services for the years ended August 31, 2008 and 2007, respectively.

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.

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

(Continued)

FOELLINGER FOUNDATION, INC.
NOTES TO FINANCIAL STATEMENTS - MODIFIED CASH BASIS
August 31, 2008 and 2007

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

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 \$89,600 and \$92,200 is included in general administration expenses for the years ended August 31, 2008 and 2007, 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.

NOTE 2 - 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 3 - GRANT COMMITMENTS

At August 31, 2008, the Foundation had approved, but not yet paid, unconditional grants and conditional future grants approximating \$7,225,600 through 2013 scheduled for payment as follows:

2009	\$ 5,118,300
2010	1,547,300
2011	360,000
2012	100,000
2013	<u>100,000</u>
	<u><u>\$ 7,225,600</u></u>

(Continued)

FOELLINGER FOUNDATION, INC.
NOTES TO FINANCIAL STATEMENTS - MODIFIED CASH BASIS
August 31, 2008 and 2007

NOTE 4 - INVESTMENTS

Investment securities at fair value and at cost consisted of the following at August 31:

	2008		2007	
	Fair Value	Cost	Fair Value	Cost
Short-term investments	\$ 1,726,582	\$ 1,726,582	\$ 1,416,181	\$ 1,416,181
Fixed-income investments	47,217,218	47,304,857	48,851,188	49,024,856
Equity securities	112,290,733	108,135,893	126,086,813	110,125,981
	<u>\$ 161,234,533</u>	<u>\$ 157,167,332</u>	<u>\$ 176,354,182</u>	<u>\$ 160,567,018</u>

Short-term investments as of August 31, 2008 and 2007 presented above are comprised of money market funds. The fair value of fixed-income securities as of August 31, 2008 and 2007 is comprised of approximately 51% and 44% U.S. government and agency securities, 25% and 16% taxable municipal securities and 24% and 40% corporate bonds, respectively.

NOTE 5 - 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, 2008 and 2007, the Foundation expended approximately \$60,200 and \$64,800, respectively, for its contributions to the plan.