

CONSOLIDATED FINANCIAL STATEMENTS
AND
INDEPENDENT AUDITOR'S REPORT

June 30, 2026 and 2025

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Katz, Sapper & Miller, LLP
Certified Public Accountants

IVY TECH FOUNDATION, INC.

CONTENTS

	Page
CONSOLIDATED FINANCIAL STATEMENTS	
Independent Auditor's Report	1-2
Consolidated Statements of Financial Position	3
Consolidated Statements of Activities	4
Consolidated Statement of Functional Expenses - 2026	5
Consolidated Statement of Functional Expenses - 2025	6
Consolidated Statements of Cash Flows	7-8
Notes to Consolidated Financial Statements	9-26
CONSOLIDATING INFORMATION	
Independent Auditor's Report on Consolidating Information	27
Consolidating Schedule - Statement of Financial Position Information	28
Consolidating Schedule - Statement of Activities Information	29

Katz, Sapper & Miller, LLP
Certified Public Accountants

600 East 96th Street, Suite 150
Indianapolis, IN 46240

Independent Auditor's Report

Board of Directors
Ivy Tech Foundation, Inc.

Opinion

We have audited the accompanying consolidated financial statements of Ivy Tech Foundation, Inc., which comprise the consolidated statements of financial position as of June 30, 2026 and 2025, and the related consolidated statements of activities, functional expenses and cash flows for the years then ended, and the related notes to the consolidated financial statements.

In our opinion, the consolidated financial statements referred to above present fairly, in all material respects, the financial position of Ivy Tech Foundation, Inc. as of June 30, 2026 and 2025, and the changes in its net assets and its cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

We conducted our audits in accordance with auditing standards generally accepted in the United States of America. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Consolidated Financial Statements section of our report. We are required to be independent of Ivy Tech Foundation, Inc. and to meet our other ethical responsibilities in accordance with the relevant ethical requirements relating to our audits. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Responsibilities of Management for the Consolidated Financial Statements

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

In preparing the consolidated financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about Ivy Tech Foundation, Inc.'s ability to continue as a going concern within one year after the date that the consolidated financial statements are available to be issued.

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Auditor's Responsibilities for the Audit of the Consolidated Financial Statements

Our objectives are to obtain reasonable assurance about whether the consolidated financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the consolidated financial statements.

In performing an audit in accordance with generally accepted auditing standards, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.

- Identify and assess the risks of material misstatement of the consolidated financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the consolidated financial statements.

- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of Ivy Tech Foundation, Inc.'s internal control. Accordingly, no such opinion is expressed.

- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the consolidated financial statements.

- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about Ivy Tech Foundation, Inc.'s ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control related matters that we identified during the audit.

Katz, Sapper & Miller, LLP

Indianapolis, Indiana
October 13, 2026

IVY TECH FOUNDATION, INC.

CONSOLIDATED STATEMENTS OF FINANCIAL POSITION
June 30, 2026 and 2025

	2026	2025
ASSETS		
Cash	$ 3,035,346	$ 1,964,376
Restricted cash	736,276	714,484
Investments	74,109,875	74,203,656
Promises to give, net	12,628,919	17,018,196
Property and equipment, net	13,451,608	14,466,594
Note receivable from bank	10,442,150	10,442,150
Beneficial interest in trusts	180,572	239,749
Assets restricted for endowment	64,341,516	58,616,632
TOTAL ASSETS	$ 178,926,262	$ 177,665,837
LIABILITIES		
Accounts payable - related party	$ 346,734	$ 1,016,964
Notes payable, net	14,516,380	14,491,229
Other liabilities	460,591	385,525
Total Liabilities	15,323,705	15,893,718
NET ASSETS		
Without donor restrictions	31,819,831	28,555,629
With donor restrictions	131,782,726	133,216,490
Total Net Assets	163,602,557	161,772,119
TOTAL LIABILITIES AND NET ASSETS	$ 178,926,262	$ 177,665,837

See accompanying notes.

IVY TECH FOUNDATION, INC.

CONSOLIDATED STATEMENTS OF ACTIVITIES
Years Ended June 30, 2026 and 2025

	2026		
	Without Donor Restrictions	With Donor Restrictions	Total
REVENUE, GAINS AND SUPPORT			
Support:			
Contributions:			
Cash and promises to give	$ 320,807	$ 12,051,262	$ 12,372,069
In-kind		2,472,717	2,472,717
Grant revenue		3,611,787	3,611,787
Total Contributions	320,807	18,135,766	18,456,573
In-kind contributed operational services	4,200,068		4,200,068
Special events income, net of expenses of $415,158 in 2026 and $487,059 in 2025		236,744	236,744
Total Support	4,520,875	18,372,510	22,893,385
Revenue and Gains:			
Investment return	5,872,923	6,863,249	12,736,172
Vending and royalty income	240,070		240,070
Real estate rental income	306,905		306,905
Recovery (provision) for uncollectible promises to give	190,092		190,092
Miscellaneous revenue	116,540	237,663	354,203
Total Revenue and Gains	6,726,530	7,100,912	13,827,442
Net assets released from restrictions	26,907,186	(26,907,186)	
Total Revenue, Gains and Support	38,154,591	(1,433,764)	36,720,827
EXPENSES			
Program expenses	27,914,299		27,914,299
Administrative expenses	3,241,049		3,241,049
Fundraising expenses	3,735,041		3,735,041
Total Expenses	34,890,389		34,890,389
INCREASE (DECREASE) IN NET ASSETS	3,264,202	(1,433,764)	1,830,438
NET ASSETS			
Beginning of Year	28,555,629	133,216,490	161,772,119
End of Year	$ 31,819,831	$ 131,782,726	$ 163,602,557

See accompanying notes.

2025		
Without Donor Restrictions	With Donor Restrictions	Total
$ 1,019,893	$ 8,079,665	$ 9,099,558
	1,431,503	1,431,503
	23,542,220	23,542,220
1,019,893	33,053,388	34,073,281
4,329,560		4,329,560
	223,316	223,316
5,349,453	33,276,704	38,626,157
5,495,311	5,467,764	10,963,075
226,658		226,658
326,905		326,905
(507,025)		(507,025)
109,392	330,961	440,353
5,651,241	5,798,725	11,449,966
27,002,678	(27,002,678)	
38,003,372	12,072,751	50,076,123
28,946,588		28,946,588
3,274,256		3,274,256
3,910,548		3,910,548
36,131,392		36,131,392
1,871,980	12,072,751	13,944,731
26,683,649	121,143,739	147,827,388
$ 28,555,629	$ 133,216,490	$ 161,772,119

IVY TECH FOUNDATION, INC.

CONSOLIDATED STATEMENT OF FUNCTIONAL EXPENSES
Year Ended June 30, 2026

	Student Financial Aid Program	College Facilities and Equipment	College Real Estate Management	College Funded Programs	General Assistance to College	Community Outreach	Total Program	Administrative	Fundraising	Total
Salary and benefits				$ 4,709,975	$ 704,362		$ 5,414,337	$ 2,953,088	$ 2,713,877	$ 11,081,302
Financial aid and college fees	$ 4,508,519			4,183,828			8,692,347			8,692,347
Instructional programs and supplies	24,874	$ 214,783	$ 19,855	3,028,982	899,267	$ 37,185	4,224,946	625	272,800	4,498,371
Direct outreach to constituents				299	37,306	380,229	417,834		14,405	432,239
Occupancy		1,523,865	1,159,787	836,381	9,764		3,529,797	78,016	309,107	3,916,920
Professional fees				1,841,204	14,285	1,758	1,857,247	94,356	166,345	2,117,948
Travel and event activities			622	100,054	478,919	37,930	617,525		614,694	1,232,219
Interest expense			205,629				205,629	14,558		220,187
Donated items					2,290,233		2,290,233			2,290,233
Miscellaneous	6,695	9,250		430,383	202,824	15,252	664,404	100,406	58,971	823,781
TOTAL EXPENSES BY FUNCTION	$ 4,540,088	$ 1,747,898	$ 1,385,893	$ 15,131,106	$ 4,636,960	$ 472,354	27,914,299	3,241,049	4,150,199	35,305,547
Less: Expenses included with support on the consolidated statement of activities										
Special events									(415,158)	(415,158)
TOTAL EXPENSES ON THE CONSOLIDATED STATEMENT OF ACTIVITIES							$ 27,914,299	$ 3,241,049	$ 3,735,041	$ 34,890,389

See accompanying notes.

IVY TECH FOUNDATION, INC.

CONSOLIDATED STATEMENT OF FUNCTIONAL EXPENSES
Year Ended June 30, 2025

	Student Financial Aid Program	College Facilities and Equipment	College Real Estate Management	College Funded Programs	General Assistance to College	Community Outreach	Total Program	Administrative	Fundraising	Total
Salary and benefits				$ 4,929,317	$ 543,206		$ 5,472,523	$ 2,932,178	$ 2,800,637	$ 11,205,338
Financial aid and college fees	$ 3,835,389			2,753,169			6,588,558			6,588,558
Instructional programs and supplies	35,385	$ 511,940	$ 29,397	1,762,187	2,839,478	$ 19,197	5,197,584	28,454	372,101	5,598,139
Direct outreach to constituents				1,768,472		428,781	2,197,253	3,367	21,945	2,222,565
Occupancy		2,511,597	1,174,784	971,316			4,657,697	80,902	309,106	5,047,705
Professional fees				950,167		38,479	988,646	94,924	197,310	1,280,880
Travel and event activities				1,538,281	100	119,247	1,657,628	1,847	626,750	2,286,225
Interest expense			205,629				205,629	15,429		221,058
Donated items					1,431,503		1,431,503			1,431,503
Miscellaneous	2,609	1,155		518,040		27,763	549,567	117,155	69,758	736,480
TOTAL EXPENSES BY FUNCTION	$ 3,873,383	$ 3,024,692	$ 1,409,810	$ 15,190,949	$ 4,814,287	$ 633,467	28,946,588	3,274,256	4,397,607	36,618,451
Less: Expenses included with support on the consolidated statement of activities										
Special events									(487,059)	(487,059)
TOTAL EXPENSES ON THE CONSOLIDATED STATEMENT OF ACTIVITIES							$ 28,946,588	$ 3,274,256	$ 3,910,548	$ 36,131,392

See accompanying notes.

IVY TECH FOUNDATION, INC.

CONSOLIDATED STATEMENTS OF CASH FLOWS
Years Ended June 30, 2026 and 2025

	2026	2025
OPERATING ACTIVITIES		
Increase in net assets	$ 1,830,438	$ 13,944,731
Adjustments to reconcile increase in net assets to net cash provided (used) by operating activities:		
Depreciation of property and equipment	1,174,986	1,168,609
Amortization of debt issuance costs	25,151	25,151
Net realized and unrealized gains on investments	(8,416,430)	(6,931,283)
(Increase) decrease in value of beneficial interest in trusts	59,177	(20,741)
Noncash contribution of property and equipment	(160,000)	
Decrease in certain operating assets:		
Promises to give	4,389,277	6,062,813
Increase (decrease) in certain operating liabilities:		
Accounts payable - related party	(670,230)	888,588
Other liabilities	75,066	(19,259)
Contributions restricted for long-term purposes	(1,226,241)	(175,637)
Net Cash Provided (Used) by Operating Activities	(2,918,806)	14,942,972
INVESTING ACTIVITIES		
Purchases of investments	(46,474,091)	(100,282,609)
Sales and maturities of investments	47,012,770	86,343,469
Net Cash Provided (Used) by Investing Activities	538,679	(13,939,140)
FINANCING ACTIVITIES		
Payments on notes payable		(92,754)
Proceeds from contributions restricted for long-term purposes:		
Investment in endowment	1,263,036	387,426
Net Cash Provided by Financing Activities	1,263,036	294,672
NET INCREASE (DECREASE) IN CASH AND EQUIVALENTS	(1,117,091)	1,298,504
CASH AND EQUIVALENTS		
Beginning of Year	31,383,620	30,085,116
End of Year	$ 30,266,529	$ 31,383,620

See accompanying notes.

IVY TECH FOUNDATION, INC.

CONSOLIDATED STATEMENTS OF CASH FLOWS (CONTINUED)
Years Ended June 30, 2026 and 2025

	2026	2025
CASH AND EQUIVALENTS		
Cash	$ 3,035,346	$ 1,964,376
Restricted cash	736,276	714,484
Cash and equivalents held in investments	24,574,559	27,233,806
Cash and equivalents held in assets restricted for endowment	1,920,348	1,470,954
TOTAL CASH AND EQUIVALENTS	$ 30,266,529	$ 31,383,620
SUPPLEMENTAL DISCLOSURES		
Cash paid for interest	$ 220,187	$ 221,058
Noncash investing and financing activities:		
Contributions of property and equipment	160,000	

See accompanying notes.

IVY TECH FOUNDATION, INC.

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
June 30, 2026 and 2025

NOTE 1 - ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

General: Ivy Tech Foundation, Inc. (the Ivy Tech Foundation) was incorporated on June 9, 1969, under The Indiana Foundations and Holding Companies Act of 1921 (as amended), and during the 1992-1993 fiscal year elected to be governed under the Indiana Nonprofit Corporation Act of 1991. The Ivy Tech Foundation, whose principal activity is to promote educational, scientific and charitable purposes in connection with, or at the request of, Ivy Tech Community College of Indiana (the College), commenced its financial activities with the receipt of various contributions in October 1970. Major sources of revenue, gains and support for the Ivy Tech Foundation include investment return and contributions from individuals, corporations and granting foundations.

The accompanying consolidated financial statements include the accounts of the Ivy Tech Foundation and the following wholly-owned subsidiaries:

- Ivy Tech Properties, Inc. (ITP) - An Indiana public benefit corporation formed on February 15, 2012, to engage in real estate transactions. ITP is a qualified active low-income community business under Section 45D(f)(2) of the Internal Revenue Code.

- Community Enterprises Incorporated (CEI) - A corporation formed on October 15, 2008, to engage in real estate transactions.

- Community Enterprises Properties, LLC (CEP) - A member managed limited liability company formed on June 29, 2009, to engage in real estate transactions.

- Ivy Tech Loan Fund, LLC (ITLF) - A member managed limited liability company formed on June 23, 2021, to engage in real estate transactions.

The Ivy Tech Foundation and its subsidiaries are collectively referred to as “the Foundation” throughout this report. All intra-entity accounts and transactions have been eliminated in consolidation.

Basis of Presentation: The consolidated financial statements have been prepared in accordance with accounting principles generally accepted in the United States of America, which require the Foundation to report information regarding its consolidated financial position and activities according to the following net asset classifications:

- ***Net Assets Without Donor Restrictions*** are not subject to donor-imposed restrictions and may be used at the discretion of the Foundation’s management and the Board of Directors.

- ***Net Assets With Donor Restrictions*** are subject to stipulations imposed by donors. Some donor restrictions are temporary in nature; those restrictions will be met by the passage of time or by actions of the Foundation. Other donor restrictions are perpetual in nature, whereby the donor has stipulated the funds be maintained in perpetuity.

  Donor-restricted contributions are reported as increases in net assets with donor restrictions. When a restriction expires, net assets are reclassified from net assets with donor restrictions to net assets without donor restrictions in the consolidated statements of activities. Restrictions expire when the stipulated time has elapsed, when the stipulated purposes for which the resource was restricted has been fulfilled, or both. Gifts of long-lived assets and gifts of cash restricted for the acquisition of long-lived assets are released from restriction when the assets are placed in service.

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

Estimates: Management uses estimates and assumptions in preparing consolidated financial statements in accordance with accounting principles generally accepted in the United States of America. Those estimates and assumptions affect the reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities and the reported amounts of revenues and expenses. Actual results could differ from those estimates.

Cash and Equivalents consist of cash on hand or in demand deposit accounts and highly liquid investments purchased with an original maturity of three months or less. The Foundation maintains its cash in bank deposit accounts which, at times, may exceed the federally insured limits. The Foundation has not experienced any losses from its bank accounts.

Restricted Cash consists of cash required by the lender to be held to fund building costs.

Promises to Give: Unconditional promises to give expected to be collected within one year are recorded at net realizable value. Amounts expected to be collected in future years are recorded at the present value of their estimated future cash flows. The discounts on these amounts are computed using risk-adjusted rates applicable in the years in which those promises are received. Amortization of the discounts is included in contributions in the consolidated statements of activities. Conditional promises to give are recognized when the conditions on which they depend are substantially met.

Promises to give are reviewed for collectability and a provision for doubtful accounts is recorded based on management's judgment and analysis of the creditworthiness of the donors, historical experience, economic conditions, and other relevant factors.

Two donors and one donor accounted for 46% and 39% of total promises to give at June 30, 2026 and 2025, respectively.

Investment Valuation and Income Recognition: Investments are initially recorded at cost, if purchased, or at fair value, if donated. Thereafter, investments are stated at fair value. See Note 3 for discussion of fair value measurements.

Investment return reported in the consolidated statements of activities consists of interest and dividend income, realized and unrealized capital gains and losses, and changes in value of beneficial interest in trusts, net of external and direct internal investment expenses. Interest income is recorded on the accrual basis, and dividends are recorded on the ex-dividend date. Purchases and sales of investments are recorded on the trade date. Gains and losses on the sale of investments are determined using the specific-identification method.

Investment Pools: The Foundation maintains master investment accounts for its endowments. Interest, dividends, and realized gains and losses from securities in the master investment accounts are allocated quarterly to the individual endowments based on the relationship of the value of each endowment to the total.

Property and Equipment are stated at cost for purchased assets, or at fair value for donated assets, less accumulated depreciation. Depreciation of property and equipment is provided on a straight-line basis over the estimated useful lives as follows:

Buildings and improvements	20-30 years
Software	3-5 years
Furniture and fixtures	5-10 years

Property and equipment are reviewed for impairment whenever events or changes in circumstances indicate that the carrying amount of an asset may not be recoverable. Recoverability is measured by comparison of the asset's carrying amount to future net undiscounted cash flows expected to be generated by the asset. If such assets are considered to be impaired, the impairment to be recognized is measured by the amount by which the carrying amount of the assets exceeds their fair value. No adjustments to the carrying amount of property and equipment were required during the years ended June 30, 2026 and 2025.

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

Beneficial Interest in Trusts: The Foundation is an irrevocable beneficiary of trusts. The Foundation's beneficial interest in trusts is reported at fair value in net assets with donor restrictions, based on the nature of the trust and donor restrictions. See Note 3 for discussion of fair value measurements. Changes in value of beneficial interest in trusts are recognized in investment return.

Contributions and Grants are recognized as support when they are received or unconditionally promised. Grants and contracts are classified as contributions in instances in which a resource provider is not itself receiving commensurate value for the resources provided. Contributions are considered conditional when the agreement with the resource provider includes a barrier that must be overcome and either a right of return of assets transferred or right of release of a promisor's obligation to transfer assets. Conditional contributions are not recognized as revenue until the conditions are substantially met. As of June 30, 2026 and 2025, there were no conditional contributions.

Government contracts and certain other grants are subject to audit by the government or granting agency, and as a result of such audit, adjustments to revenue and support could be required.

Two donors and one donor accounted for 27% and 64% of total contribution revenue for the years ended June 30, 2026 and 2025, respectively.

Contributed Nonfinancial Assets: Contributions of services, other than those related to personnel services from the College, which provide direct benefit to the Foundation, are recorded at estimated fair value when received if they create or enhance a nonfinancial asset or if such services require specialized skills, are provided by individuals possessing those skills and would typically need to be purchased if not donated. For the services provided by the College, all services received are recorded as support based on an allocation of the actual cost recognized by the College, less amounts reimbursed to the College. Volunteers contribute significant amounts of time to the Foundation's activities that do not meet recognition criteria, and the value of these contributed services is not reflected in the consolidated financial statements. Other contributions of nonfinancial assets are recorded at estimated fair value when received. See Note 15.

Special Event Revenue, including related sponsorship revenue and other contributions, are considered unconditional contributions, except for the portion related to the direct benefit being provided to the donors that is considered an exchange transaction. The contribution portion of the revenue is recognized when received or unconditionally promised, and the exchange transaction portion of the revenue is recognized when the event occurs.

Functional Allocation of Expenses: The costs of providing program and other activities have been summarized on a functional basis in the consolidated statements of activities and functional expenses. Directly identifiable expenses are charged to the specific program or supporting service benefited. Expenses related to more than one function are allocated among program and support services based on occupied space (including, occupancy) or time spent by Foundation staff (including, salaries and benefits, direct outreach to constituents and professional fees). Administrative expenses include those expenses that are not directly identifiable with any other specific function but provide for the overall support and direction of the Foundation.

Grants and Other Assistance are recognized as expense when the grant is made or other assistance is provided. Promises to give to others are recognized as grants payable and expense when the promise has been communicated to the grantees and becomes unconditional.

Debt Issuance Costs are being amortized on the effective interest rate method over the term of the related debt instrument. Unamortized debt issuance costs are presented as a direct deduction from the carrying amount of notes payable on the consolidated statements of financial position. Amortization of the debt issuance costs is reported as interest expense.

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

Advertising Costs are expensed as incurred and totaled $475,653 in 2026 and $577,341 in 2025.

Income Taxes: Ivy Tech Foundation, Inc. is exempt from federal income taxes under Section 501(c)(3) of the Internal Revenue Code (IRC). CEP and ITLF are single member, member managed limited liability companies that are treated as disregarded entities for federal and state income tax purposes, and thus are also exempt from federal income taxes under Section 501(c)(3) of the IRC. Ivy Tech Properties, Inc. is exempt from federal income taxes under Section 501(c)(2) of the IRC. In addition, Ivy Tech Foundation, Inc. has been determined by the Internal Revenue Service not to be a private foundation within the meaning of Section 509(a) of the IRC. However, the Foundation is subject to tax on income unrelated to its exempt purpose, unless that income is otherwise excluded by the IRC. There was no unrelated business income tax for the years ended June 30, 2026 and 2025.

CEI is a taxable corporation; however, it had no federal or state income taxes currently payable or deferred tax assets or liabilities as of June 30, 2026 and 2025.

The Foundation and ITP file U.S. federal and state of Indiana information returns. CEI files U.S. federal and state of Indiana income tax returns. The Foundation, ITP, and CEI are no longer subject to U.S. federal and state income tax examinations by tax authorities for years before the year ended June 30, 2023.

Management believes that the Foundation's income tax filing positions will be sustained on audit and does not anticipate any adjustments that will result in a material change.

Reclassifications: Certain amounts in the 2025 consolidated financial statements have been reclassified to conform to the presentation of the 2026 consolidated financial statements.

Subsequent Events: The Foundation has evaluated the consolidated financial statements for subsequent events occurring through October 13, 2026, the date the consolidated financial statements were available to be issued.

NOTE 2 - AVAILABLE RESOURCES AND LIQUIDITY

The Foundation's financial assets available for general expenditure within one year of June 30, 2026 and 2025 were as follows:

	2026	2025
Cash	$ 3,035,346	$ 1,964,376
Restricted cash	736,276	714,484
Investments	74,109,875	74,203,656
Promises to give, net	12,628,919	17,018,196
Beneficial interest in trusts	180,572	239,749
Assets restricted for endowment	64,341,516	58,616,632
Total Financial Assets	155,032,504	152,757,093
Promises to give scheduled to be collected in more than one year	(11,958,148)	(9,298,346)
Contractual or Donor-imposed Restrictions:		
Restricted cash	(736,276)	(714,484)
Endowment funds not available for general expenditure within one year	(61,378,513)	(55,934,065)
Investments held in charitable remainder trust	(180,572)	(239,749)
Other donor restrictions not available for general expenditure within one year	(13,831,452)	(17,461,348)
Total Financial Assets Available Within One Year	$ 66,947,543	$ 69,109,101

NOTE 2 - AVAILABLE RESOURCES AND LIQUIDITY (CONTINUED)

The Foundation manages its cash available to meet general expenditures following three guiding principles:

- Operating within a prudent range of financial soundness and stability,
- Maintaining adequate liquid assets, and
- Maintaining sufficient reserves to provide reasonable assurance that long-term grant commitments and obligations under endowments with donor restrictions that support mission fulfillment will continue to be met, ensuring the sustainability of the Foundation.

As part of its liquidity management for funds to be spent, the Foundation invests cash in excess of daily requirements in both short-term investments, including certificates of deposit and money market fund shares and longer-term investments, including equities, bonds and alternative investments.

Approximately 90% of the Foundation's investment portfolio consists of highly liquid investments. Certain investments (approximately 10%) in real estate, private equities, and private investments are subject to constraints limiting the Foundation's ability to withdraw capital after such investments are made or the amount available for withdrawal at a given redemption date. These constraints may limit the Foundation's ability to respond quickly to changes in market conditions.

The Foundation's endowment funds consist of donor-restricted endowments. Income from donor-restricted endowments is restricted for specific purposes. Donor-restricted endowment funds are not available for general expenditure with the exception of appropriated amounts in accordance with the Foundation's endowment spending policy. See Notes 3, 4, and 10 for further information about the Foundation's investments, net assets, and endowment funds.

NOTE 3 - INVESTMENTS AND FAIR VALUE MEASUREMENTS

The Foundation has categorized its assets and liabilities that are measured at fair value into a three-level fair value hierarchy. The hierarchy prioritizes the inputs to valuation techniques used to measure fair value. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (Level 1) and the lowest priority to unobservable inputs (Level 3). The asset or liability's fair value measurement level within the fair value hierarchy is based on the lowest level of any input that is significant to the fair value measurement. Valuation techniques used need to maximize the use of observable inputs and minimize the use of unobservable inputs.

The three levels of the fair value hierarchy are described as follows:

Level 1 - Inputs to the valuation methodology are unadjusted quoted prices for identical assets or liabilities in active markets that the Foundation has the ability to access.

Level 2 - Inputs to the valuation methodology may include: quoted prices for similar assets or liabilities in active markets; quoted prices for identical or similar assets or liabilities in inactive markets; inputs other than quoted prices that are observable for the asset or liability; and/or inputs that are derived principally from or corroborated by observable market data by correlation or other means. If the asset or liability has a specified (contractual) term, the Level 2 input must be observable for substantially the full term of the asset or liability.

Level 3 - Inputs to the valuation methodology are unobservable and significant to the fair value measurement. In situations where there is little or no market activity for the asset or liability, the Foundation makes estimates and assumptions related to the pricing of the asset or liability including assumptions regarding risk.

NOTE 3 - INVESTMENTS AND FAIR VALUE MEASUREMENTS (CONTINUED)

Following is a description of the valuation methodologies used by the Foundation for assets and liabilities that are measured at fair value on a recurring basis. There have been no changes in the methodologies used at June 30, 2026 and 2025.

Mutual Fund Shares and Money Market Fund Shares: Valued at the daily closing price, as reported by each fund. These funds are required to publish net asset value and the transaction price. These funds are deemed to be actively traded.

Common Stocks and Government Obligations: Valued at the closing price reported on the active market on which the individual securities are traded.

Corporate Bonds: Valued using pricing models maximizing the use of observable inputs for similar securities. This includes basing value on yields currently available on comparable securities of issuers with similar credit ratings. When quoted prices are not available for identical or similar bonds, those corporate bonds are valued under a discounted cash flow approach that maximizes observable inputs, such as current yields or similar instruments, but includes adjustments for certain risks that may not be observable, such as credit and liquidity risks.

Alternative Investments: Valued at net asset value (NAV), as provided by the fund manager. NAV is used as a practical expedient to estimate fair value and is based on the fair value of the underlying investments less liabilities. The practical expedient would not be used if it is determined to be probable that the fund will sell the investment for an amount different than the reported NAV. When NAV is used to estimate fair value, these funds are not classified in the fair value hierarchy.

Life Insurance Contracts: Determined using the cash surrender value of the policies as the basis for the amounts that could be realized under the insurance contracts as of the date of the consolidated statements of financial position.

Beneficial Interest in Perpetual Trust: Valued using the Foundation's proportionate share of the fair value of the assets in the trust, as provided by the trustee, unless there are facts and circumstances that indicate that the fair value of the beneficial interest differs from the fair value of the Foundation's proportionate share of the assets held by the trust, in which case the present value of the estimated future cash flows would be used. When the Foundation's proportionate share of the fair value of the assets in the trust is used to estimate fair value, these assets are not classified in the fair value hierarchy.

Beneficial Interest in Charitable Remainder Trusts: Valued at the present value of future cash flows considering the estimated return on invested assets during the expected term of the agreement, the contractual payment obligations under the agreement, and a discount rate commensurate with the rates involved.

Certificates of Deposit: Valued by discounting cash flows based on interest rates of similar instruments with similar credit ratings and duration.

NOTE 3 - INVESTMENTS AND FAIR VALUE MEASUREMENTS (CONTINUED)

Following is a summary, by major nature and risks class within each level of the fair value hierarchy, of the Foundation's assets that are measured at fair value on a recurring basis as of June 30, 2026 and 2025:

2026	Level 1	Level 2	Level 3	Total	Measured at NAV
Assets					
Investments (including endowment):					
Cash	$ 7,011,486			$ 7,011,486	
Money market fund shares	19,483,421			19,483,421	
Mutual fund shares - equities	56,723,921			56,723,921	
Mutual fund shares - fixed income	38,672,476			38,672,476	
Common stocks	1,261,863			1,261,863	
Corporate bonds		$ 230,636		230,636	
Government obligations	593,116	377,392		970,508	
Alternative investments					$10,602,736
Certificates of deposit		1,814,651		1,814,651	
Life insurance contracts			$139,265	139,265	
Beneficial interest in trusts (including endowment):					
Beneficial interest in perpetual trust					1,235,867
Beneficial interest in charitable remainder trusts			180,572	180,572	
Total Assets at Fair Value	$123,746,283	$2,422,679	$319,837	$126,488,799	$11,838,603

2025					
Assets					
Investments (including endowment):					
Cash	$ 9,141,785			$ 9,141,785	
Money market fund shares	19,562,975			19,562,975	
Mutual fund shares - equities	42,792,066			42,792,066	
Mutual fund shares - fixed income	47,160,611			47,160,611	
Common stocks	1,156,532			1,156,532	
Corporate bonds		$ 176,339		176,339	
Government obligations	573,624	384,466		958,090	
Alternative investments					$8,478,357
Certificates of deposit		1,770,433		1,770,433	
Life insurance contracts			$150,115	150,115	
Beneficial interest in trusts (including endowment):					
Beneficial interest in perpetual trust					1,155,326
Beneficial interest in charitable remainder trusts			239,749	239,749	
Total Assets at Fair Value	$120,387,593	$2,331,238	$389,864	$123,108,695	$9,633,683

NOTE 3 - INVESTMENTS AND FAIR VALUE MEASUREMENTS (CONTINUED)

Quantitative Information about Significant Unobservable Inputs Used in Level 3 Fair Value Measurements

The following table represents the Foundation's Level 3 assets, the valuation techniques used to measure the fair value of those assets, and the significant unobservable inputs and the ranges of values for those inputs.

Instrument	Fair Value 2026	Fair Value 2025	Principal Valuation Technique	Significant Unobservable Inputs	Basis or Range of Significant Input Values
Beneficial Interest in Charitable Remainder Trusts	$180,572	$239,749	Discounted cash flow	Return on trust assets	6.0%
				Discount rate	3.0%

Fair Value of Investments that Calculate Net Asset Value (NAV)

The following table summarizes investments measured at fair value based on the NAV per share (or equivalent) as of June 30, 2026 and 2025:

Instrument	Fair Value 2026	Fair Value 2025	Unfunded Commitments	Redemption Frequency (if currently eligible)	Redemption Notice Period
Beneficial interest in perpetual trust	$ 1,235,867	$1,155,326	N/A	Illiquid	Illiquid
Alternative investment (a)	983,700	876,258	None	Quarterly	45 days
Alternative investment (b)	104,888	127,591	$237,438	25% per quarter; not eligible until 7th anniversary of initial investment	Not yet eligible
Alternative investment (c)	410,085	1,217,639	None	Up to 35% per quarter	65 days
Alternative investment (d)	698,308	567,413	None	Quarterly	65 days
Alternative investment (e)	418,081	392,263	None	Monthly	100 days
Alternative investment (f)	437,606	381,934	None	Quarterly	50 days
Alternative investment (g)	623,031	572,354	None	Quarterly	65 days
Alternative investment (h)	541,707	493,206	None	Quarterly	70 days
Alternative investment (i)	2,041,674	860,921	None	Quarterly, $100,000 minimum	95 days
Alternative investment (j)	578,796	534,769	16,254	Not yet eligible	Not yet eligible
Alternative investment (k)	517,221	500,232	None	Quarterly	60 days
Alternative investment (l)	407,591	395,941	105,000	Not yet eligible	Not yet eligible
Alternative investment (m)	522,496	389,213	28,750	Not yet eligible	Not yet eligible
Alternative investment (n)	348,585	299,449	209,511	Not yet eligible	Not yet eligible
Alternative investment (o)	565,615	531,109	None	Semi-annually	100 days
Alternative investment (p)	527,951	338,065	None	Semi-annually	100 days
Alternative investment (q)	55,000		415,000	Not yet eligible	Not yet eligible
Alternative investment (r)	96,120		403,998	Not yet eligible	Not yet eligible
Alternative investment (s)	72,497		421,068	Not yet eligible	Not yet eligible
Alternative investment (t)	518,023		None	Quarterly	5 days
Alternative investment (u)	133,761		None	Quarterly	70 days
	$11,838,603	$9,633,683			

(a) The portfolio engages primarily in the following investment strategies: merger arbitrage, fundamental equities, convertible/derivative arbitrage, corporate credit and structured credit.

NOTE 3 - INVESTMENTS AND FAIR VALUE MEASUREMENTS (CONTINUED)

(b) Investment fund focuses primarily on second lien, mezzanine and other private high-yield debt investments in upper market entities.

(c) Investment fund is an actively managed registered fund of hedge funds with a target portfolio of 20-25 single strategy and diversified hedge funds. It seeks to fully complement an existing traditional stock and bond portfolio with a focus on generating capital appreciation over the long-term, with relatively low volatility and a low correlation with traditional equity and fixed income markets.

(d) The fund utilizes a discretionary global macro approach which employs directional as well as relative-value trading strategies, investing across asset classes in both developed and emerging markets.

(e) The fund employs a global, discretionary macro strategy with the majority of its risk in interest-rate and foreign-exchange markets with the flexibility to invest in equities, commodities, and credit and emerging markets.

(f) The fund is a global long/short equity fund focused on the technology, media, and telecommunications sectors.

(g) The fund is a long/short fund which employs an opportunistic, value-oriented investment strategy. The investment portfolio is comprised of value-oriented long equity positions and company-specific short positions designed to generate profits independent of market conditions.

(h) The fund is a credit relative value hedge fund focused on generating absolute returns while mitigating volatility and limiting drawdowns. Investments are structured based upon fundamental credit analysis and benefit from the team's quantitative hedging capability. The fund seeks to exploit potential inefficiencies in small, mid-cap and unrated issues and offerings that are underfollowed by many investors.

(i) The fund is an actively managed portfolio of approximately 15-20 single and diversified strategy hedge funds. It seeks to fully complement an existing traditional stock and bond portfolio by focusing on generating total returns while moderating downside risk.

(j) The fund focuses on investment opportunities within the healthcare industry.

(k) The fund is a fixed income relative value multi-strategy seeking to deliver strong absolute risk-adjusted returns.

(l) The fund focuses on the distressed real estate market.

(m) The fund focuses on growth-oriented global investing, across five core sections, including technology, healthcare, business services, industrials, and financial services.

(n) The fund focuses on secondary investment markets.

(o) The fund is an open-ended investment fund focused on existing infrastructure and infrastructure related assets in OECD countries.

(p) The fund seeks to identify value and event-driven opportunities within the healthcare sector.

(q) The fund focuses on private equity buyouts pursuing diversified control investments, typically in large and upper-middle market companies across sectors, with a focus on driving operational and strategic initiatives to generate long-term capital appreciation.

(r) The fund seeks attractive risk-adjusted returns through investments across corporate and structured credit, including stressed, distressed, and special situation opportunities.

NOTE 3 - INVESTMENTS AND FAIR VALUE MEASUREMENTS (CONTINUED)

(s) The fund focuses on high-yielding and complex situations across the real estate market.

(t) The fund is a private equity investment vehicle focused on making control-oriented investments in established companies with an emphasis on value creation through operational improvement and strategic growth.

(u) The fund is an investment fund that allocates across multiple hedge fund and opportunistic strategies, seeking long-term capital appreciation with an emphasis on risk management, downside mitigation, and low correlation to traditional equity and fixed income markets.

Investments are included in the consolidated statements of financial position at June 30, 2026 and 2025 as follows:

	2026	2025
Investments	$ 74,109,875	$ 74,203,656
Beneficial interest in perpetual trust restricted for endowment	1,235,867	1,155,326
Investments restricted for endowment	62,801,088	57,143,647
Total Investments	$138,146,830	$132,502,629

Investments are exposed to various risks, such as interest rate, market and credit risks. Due to the level of risk associated with certain investments and the level of uncertainty related to changes in the value of investments, it is at least reasonably possible that changes in risks in the near term could materially affect the amounts reported in the Foundation's consolidated financial statements.

As of June 30, 2026 and 2025, the Foundation had corporate bonds with a cost basis of $245,000 and $180,000, and a respective market value of $230,636 and $176,339, respectively. The Foundation does not intend to sell, and more likely than not will not be required to sell, any fixed income investments in an unrealized loss position before recovery of the amortized cost basis. None of the contractual terms of the fixed income investments allow for the settlement at a price less than the amortized cost bases of the investments.

NOTE 4 - ENDOWMENT

Assets with donor-imposed restrictions limiting their use to long-term purposes have been excluded from other assets which are available for current use. Assets restricted for endowment consisted of the following at June 30, 2026 and 2025:

	2026	2025
Investments	$62,801,088	$57,143,647
Beneficial interest in perpetual trust	1,235,867	1,155,326
Promises to give	304,561	317,659
Total Assets Restricted for Endowment	$64,341,516	$58,616,632

NOTE 4 - ENDOWMENT (CONTINUED)

The Foundation's endowment consists of over 600 individual funds established by donors for a variety of purposes. The endowment net asset composition as of June 30, 2026 and 2025, was as follows:

	2026	2025
Donor-restricted endowment funds:		
Original gifts and amounts required to be maintained in perpetuity by donors	$48,705,268	$47,479,027
Accumulated investment gains	15,636,248	11,137,605
Total Endowment Funds	$64,341,516	$58,616,632

Activity in the endowment, which is composed of only net assets with donor restrictions, for the years ended June 30, 2026 and 2025, is summarized as follows:

	2026	2025
Endowment at beginning of year	$58,616,632	$53,161,502
Investment return	6,863,249	5,467,764
New gifts and charitable remainder trust distribution	1,226,241	175,637
Appropriations for expenditure	(2,364,606)	(188,271)
Endowment at end of year	$64,341,516	$58,616,632

Interpretation of Relevant Law

The Foundation is subject to the Indiana Uniform Prudent Management of Institutional Funds Act (UPMIFA) and, thus, classifies amounts in its donor-restricted endowment funds as net assets with donor restrictions, because those assets are time restricted until the Board of Directors appropriates such amounts for expenditure. Most of those assets are also subject to purpose restrictions that must be met before reclassifying those net assets to net assets without donor restrictions. The Board of Directors has interpreted UPMIFA as not requiring the maintenance of purchasing power of the original gift amount contributed to an endowment fund, unless a donor stipulates the contrary. The Foundation considers a fund to be underwater if the fair value of the fund is less than the sum of (a) the original value of initial and subsequent gift amounts donated to the fund and (b) any accumulations to the fund that are required to be maintained in perpetuity in accordance with the direction of the applicable donor gift instrument. The Foundation has interpreted UPMIFA to permit spending from underwater funds in accordance with the prudent measures required under the law.

Additionally, the Foundation considers the following factors in making a determination to appropriate or accumulate donor-restricted endowment funds:

- The duration and preservation of the fund
- The purposes of the donor-restricted endowment fund
- General economic conditions
- The possible effect of inflation and deflation
- The expected total return from income and the appreciation of investments
- Other resources of the Foundation
- The investment policies of the Foundation

NOTE 4 - ENDOWMENT (CONTINUED)

Underwater Endowment Funds

From time to time, the fair value of assets associated with individual donor-restricted endowment funds may fall below the original value of the level that the donor requires the Foundation to retain as a fund of perpetual duration. There were no underwater endowment funds at June 30, 2026 and 2025.

Investment and Spending Policies

The Foundation has adopted investment and spending policies for endowment assets that attempt to provide a predictable stream of funding to programs supported by its endowment while seeking to maintain the purchasing power of the endowment assets. Endowment assets include those assets of funds with donor restrictions that the Foundation must hold in perpetuity. Under this policy, as approved by the Board of Directors, the primary investment objective of the Foundation for endowment assets is to provide a real rate of return (total return minus inflation) sufficient to support, in perpetuity, the restricted purposes of each endowment account, in order to serve the mission of the Foundation. The Board of Directors recognizes in the policy that it is particularly important to preserve the value of the assets in real terms to enable the Foundation to maintain the purchasing power of its support of the College without eroding the real, long-term value of the corpus of the endowment. The target return, net of fees, approved by the Board of Directors is 7%. Actual returns in any given year may vary from these objectives.

To satisfy its long-term rate-of-return objectives, the Foundation relies on a total return strategy in which investment returns are achieved through both capital appreciation (realized and unrealized) and current yield (interest and dividends). The Foundation targets a diversified asset allocation of 55% equity investments, 25% fixed income investments, and 20% alternative investments to achieve its long-term return objectives within prudent risk constraints.

The Foundation has a policy of appropriating for distribution each year 6% of its endowment fund's asset value based on a 3-year rolling average of the value on January 1st of the preceding years. The amount may also be reduced at the recommendation of the Finance Committee if deemed prudent based on a balanced view of investment returns, spending needs of the College, and maintaining fund values in perpetuity. Over the long term, the Foundation expects the current spending policy to allow its endowment to grow. This is consistent with the Foundation's objective to maintain the purchasing power of the endowment assets held in perpetuity or for a specified term as well as to provide additional real growth through new gifts and investment return.

NOTE 5 - PROMISES TO GIVE

Unconditional promises to give were as follows at June 30, 2026 and 2025:

	2026	2025
Capital campaign	$ 12,510	$ 15,280
Endowments	304,561	317,659
Grants	10,128,026	12,592,728
Other promises to give	5,044,965	6,675,009
	15,490,062	19,600,676
Less: Unamortized discounts	(1,351,361)	(869,508)
Less: Allowances for uncollectible amounts	(1,205,221)	(1,395,313)
Total Promises to Give, net	$12,933,480	$17,335,855

NOTE 5 - PROMISES TO GIVE (CONTINUED)

	2026	2025
Amount due in:		
Less than one year	$ 975,332	$ 8,037,509
One to five years	11,958,148	9,298,346
Total Promises to Give, net	$12,933,480	$17,335,855

Promises to give are included in the consolidated statements of financial position at June 30, 2026 and 2025 as follows:

	2026	2025
Promises to give, net	$12,628,919	$17,018,196
Assets restricted for endowment	304,561	317,659
Total Promises to Give, net	$12,933,480	$17,335,855

Promises to give are discounted at 3.50% as of June 30, 2026 and 2025.

The Foundation has also been informed that it had been named as a beneficiary of various wills and individual retirement accounts. These items are not recorded in the consolidated financial statements due to the donors' power to modify or remove the Foundation as the beneficiary.

NOTE 6 - NOTE RECEIVABLE FROM BANK

On August 28, 2021, ITLF advanced proceeds of $10,442,150 to a bank under a note which matures on September 15, 2046. Interest-only payments are due from the Bank quarterly through August 28, 2027. Principal and interest are due quarterly beginning December 15, 2027. Interest is accrued at 1.0887% per year. Interest income for the years ended June 30, 2026 and 2025 was $113,684 and $113,684, respectively. The Bank used the proceeds to provide capital to certain entities making Qualified Low-Income Community Investment (QLICI) loans to ITP.

NOTE 7 - BENEFICIAL INTEREST IN TRUSTS

The Foundation is the beneficiary of an irrevocable beneficial interest in a perpetual trust managed by a third-party trustee. The Foundation is entitled to receive 50% of the net income earned from the assets of the trust, but will never receive the assets held in the trust. The portion of the trust attributable to the present value of the future benefits to be received by the Foundation is recorded as a contribution with donor restrictions in the period the trust is established. Beneficial interests in perpetual trusts are measured at fair value. See Note 3 for the discussion of fair value measurements. Distributions received from the trust are restricted for scholarships and are included in contributions with donor restrictions. Total distributions received from this trust were $7,079 and $6,689 for the years ended June 30, 2026 and 2025, respectively.

NOTE 8 - ASSETS HELD IN COMMUNITY FOUNDATIONS AND SIMILAR ENTITIES

The Foundation also holds an irrevocable beneficial interest in four charitable remainder trusts managed by third-party trustees. The charitable remainder trusts provide for the payment of distributions to a grantor or other designated beneficiary over the designated beneficiaries' lifetimes. Upon the death of the designated beneficiaries of the trusts, the remaining assets will be distributed to the Foundation for its use in accordance with donor restrictions, if any. The portion of the trusts attributable to the present value of the future benefits to be received by the Foundation is recorded as a contribution with donor restrictions in the period the trust is established. Beneficial interests in charitable remainder trusts held by third parties are measured at fair value. See Note 3 for the discussion of fair value measurements. Total distributions received from these trusts were $352,555 and $199,702 for the years ended June 30, 2026 and 2025, respectively.

NOTE 8 - ASSETS HELD IN COMMUNITY FOUNDATIONS AND SIMILAR ENTITIES (CONTINUED)

The Foundation has been named a beneficiary of various funds administered by community foundations and other similar entities. However, these funds are not included in the Foundation's consolidated statements of financial position because the other entities have variance power over the funds. At June 30, 2026 and 2025, these funds approximated $15.3 million and $14.2 million, respectively, based on information available from the community foundations and other entities.

NOTE 9 - DEBT AND CREDIT ARRANGEMENTS

Notes payable consisted of the following at June 30, 2026 and 2025:

	2026	2025
QLICI note payable (A) – fixed 1.00%, payable in quarterly interest-only payments through December 5, 2027, and quarterly principal and interest payments beginning on March 5, 2028, through maturity on June 30, 2052. Debt is held by ITP and collateralized by a mortgage on property in Indianapolis, Indiana. Note may not be prepaid prior to August 28, 2027.	$ 6,081,300	$ 6,081,300
QLICI note payable (B) – fixed 1.00%, payable in quarterly interest-only payments through December 5, 2027, and quarterly principal and interest payments beginning on March 5, 2028, through maturity on June 30, 2052. Debt is held by ITP and collateralized by a mortgage on property in Indianapolis, Indiana. Note may not be prepaid prior to August 28, 2027.	2,738,700	2,738,700
QLICI note payable (A) – fixed 1.00%, payable in quarterly interest-only payments through December 5, 2027, and quarterly principal and interest payments beginning on March 5, 2028, through maturity on June 30, 2052. Debt is held by ITP and collateralized by a mortgage on property in Indianapolis, Indiana. Note may not be prepaid prior to August 28, 2027.	3,303,500	3,303,500
QLICI note payable (B) – fixed 1.00%, payable in quarterly interest-only payments through December 5, 2027, and quarterly principal and interest payments beginning on March 5, 2028, through maturity on June 30, 2052. Debt is held by ITP and collateralized by a mortgage on property in Indianapolis, Indiana. Note may not be prepaid prior to August 28, 2027.	1,496,500	1,496,500
QLICI note payable (A) – fixed 1.00%, payable in quarterly interest-only payments through December 5, 2027, and quarterly principal and interest payments beginning on March 5, 2028, through maturity on June 30, 2052. Debt is held by ITP and collateralized by a mortgage on property in Indianapolis, Indiana. Note may not be prepaid prior to August 28, 2027.	1,057,350	1,057,350
QLICI note payable (B) – fixed 1.00%, payable in quarterly interest-only payments through December 5, 2027, and quarterly principal and interest payments beginning on March 5, 2028, through maturity on June 30, 2052. Debt is held by ITP and collateralized by a mortgage on property in Indianapolis, Indiana. Note may not be prepaid prior to August 28, 2027.	442,650	442,650
	15,120,000	15,120,000
Less: Unamortized debt issuance costs	(603,620)	(628,771)
Total Notes Payable, net	$14,516,380	$14,491,229

NOTE 10 - NET ASSETS WITH DONOR RESTRICTIONS

Net assets with donor restrictions consisted of the following as of June 30, 2026 and 2025:

	2026	2025
Subject to Expenditure for Specified Purpose:		
Grants and programs	$ 39,254,143	$ 51,107,924
Deferred gifts	876,392	876,392
Scholarships	4,090,153	2,395,049
Technology	374,830	391,420
Other direct funds	9,396,974	9,800,678
Facility	4,177,939	4,762,105
Capital accumulation	2,586,231	1,426,761
Project	4,791,831	2,402,629
Expendable from endowed	943,535	943,535
Other	949,182	493,365
	67,441,210	74,599,858
Endowments:		
Subject to Endowment Spending Policy and Appropriation:		
Endowment appreciation	15,636,248	11,137,605
Original endowment gift	48,705,268	47,479,027
	64,341,516	58,616,632
Total Net Assets With Donor Restrictions	$131,782,726	$133,216,490

Net assets were released from donor restrictions by incurring expenses satisfying the restricted purpose or by occurrence of the passage of time or other events specified by donors as follows for the years ended June 30, 2026 and 2025:

	2026	2025
Satisfaction of purpose restrictions:		
Scholarships	$ 4,076,210	$ 3,963,300
Grants and programs	17,055,385	18,761,986
Technology	78,228	73,459
Other direct funds	532,471	97,016
Facility	758,452	1,634,446
Capital accumulation	350,557	273,908
Project	863,409	401,909
In-kind	2,304,180	1,428,785
Other	212,657	74,936
Restricted purpose spending-rate distributions and appropriations:		
Expendable from endowed	675,637	292,933
Total Net Assets Released from Restrictions	$26,907,186	$27,002,678

At times, the Foundation receives requests by donors, or their designates, to change the use for which their original gift was intended. These requests are reviewed by the Foundation for approval. Approved changes, depending on the donors' requests, may result in the reclassification of net assets.

NOTE 11 - LEASES

The Foundation receives rental income from various third party noncancelable operating leases through May 2028. Rental income from third party lessees for the years ended June 30, 2026 and 2025 was $306,905 and $326,905, respectively. As of June 30, 2026, the future minimum lease payments receivable under these agreements were as follows:

Year Ending June 30,	Rental Receipts
2027	$278,905
2028	255,663
	$534,568

The cost of property and equipment predominantly held for lease and the related accumulated depreciation at June 30, 2026 and 2025, was as follows:

	2026	2025
Land	$ 1,272,833	$ 1,262,833
Buildings and improvements	16,976,396	16,826,396
Software	1,371,710	1,371,710
Furniture and fixtures	881,140	881,140
	20,502,079	20,342,079
Less: Accumulated depreciation	(7,050,471)	(5,875,485)
Property and Equipment, net	$13,451,608	$14,466,594

NOTE 12 - RELATED PARTY TRANSACTIONS

The College employees provide staff support for the Foundation. The College pays all salaries and benefits for these employees. The Foundation provides the College a monthly amount to fund a portion of the College's operating expenses related to the College Development Office. The amount paid to the College was $23,356,299 for fiscal year 2026 and $25,184,507 for fiscal year 2025. In addition, the Foundation recorded in-kind contributions of $4,200,068 and $4,329,560 for the years ended June 30, 2026 and **2025**, respectively, for personnel services and other operating expenses not reimbursed. The Foundation also has amounts due to the College of $346,734 and $1,016,964 at June 30, 2026 and 2025, respectively, included in accounts payable - related party on the consolidated statements of financial position.

The Foundation received contributions from members of the Board of Directors totaling $112,244 and $167,666 for the years ended June 30, 2026 and 2025, respectively.

NOTE 13 - CONTINGENCY AND GUARANTEE

By providing QLICI loans (see Note 9), the financing entities are entitled to receive New Market Tax Credits (NMTCs) if all other criteria of the NMTCs program are met. The NMTCs are contingent on the Foundation maintaining compliance with applicable sections of 45D of the Internal Revenue Code during the seven-year recapture period ending in August 2027. Failure to maintain compliance or to correct noncompliance within a specified time period could result in recapture of previously claimed tax credits plus penalties and interest. The financing entities are expected to receive approximately $10,442,150 of NMTCs over the seven-year period. Management has determined that no liability should be recorded related to this recapture contingency.

NOTE 14 - STATE AND LOCAL GOVERNMENT FUNDING

The following summarizes expenditures of the Foundation's state and local government funding in 2026 and 2025:

	2026	2025
City of Charlestown	$ 2,000	$ 2,325
City of Connersville		160
City of Richmond		200
Indiana State University		2,500
Indiana University		2,500
Porter County Treasurer	1,362	
Purdue University	6,000	
Ripley County Treasurer	68,805	51,686
Wayne County		745
Total State and Local Government Funding	$78,167	$60,116

NOTE 15 - CONTRIBUTED NONFINANCIAL ASSETS

For the years ended June 30, 2026 and 2025, contributed nonfinancial assets recognized in the consolidated statements of activities consisted of the following:

	2026	2025
Contributed nonfinancial assets:		
Food and drink	$ 62,724	$ 35,082
Household goods	34,971	43,495
Clothing	6,207	20,424
Office supplies	210,999	94,175
Tools, equipment and hardware	717,713	455,218
Art work	3,309	19,610
Use of space	283,600	509,064
Property	160,000	
Entertainment packages	29,792	17,869
Vehicles	27,900	124,802
Services	935,502	111,764
	2,472,717	1,431,503
Contributed nonfinancial assets from College:		
Salaries and benefits	4,017,655	4,143,960
Occupancy costs	169,600	169,600
Property insurance	12,813	16,000
	4,200,068	4,329,560
Total Recognized Contributed Nonfinancial Assets	$6,672,785	$5,761,063

Contributed food and household goods were distributed in the campus food pantries and used for campus fundraising events. Contributed clothing was used for campus fundraising event. Contributed office supplies were either used by the campus development office or used as supplies during fundraising events. Contributed tools, equipment, and hardware were either used in the various academic programs of the College across the state or used as prizes for fundraising events. Contributed artwork was used as items in the silent auction for fundraising. Contributed use of space was used by certain campuses for their academic programs. Contributed entertainment packages were used as prizes for fundraising events. Contributed food, household goods, clothing, office supplies, tools, equipment, and hardware, artwork, and entertainment packages will be used for program and fundraising activities at different campuses and include donor restrictions related to such events.

NOTE 15 - CONTRIBUTED NONFINANCIAL ASSETS (CONTINUED)

In valuing food, household goods, clothing, office supplies, tools, equipment, and hardware, artwork, and entertainment packages, the Foundation estimated the fair value based on estimates of wholesale values that would be received for selling similar products in the United States. The Foundation estimates the fair value of the contributed use of space and property based on the market rate for use of similar rental space and real estate.

The Foundation has a policy to sell all contributed vehicles immediately upon receipt at auction or for salvage unless the vehicle is restricted for use in a specific program by the donor. No vehicles received during the years ended June 30, 2026 and 2025, were restricted for use. All vehicles were sold and valued according to the actual cash proceeds on their disposition. Proceeds are used for program and fundraising activities at different campuses and include donor restrictions related to such events.

Recognized contributed services comprise advertising services, professional, and mechanical services for fundraising and academic program support. Contributed services are used for program and fundraising activities at different campuses and include donor-restrictions related to such events. Contributed services are valued and are reported at the estimated fair value in the consolidated financial statements based on current rates for similar services.

See Note 1 regarding fair value measurements of contributed salaries and benefits from the College.

CONSOLIDATING INFORMATION

Katz, Sapper & Miller, LLP
Certified Public Accountants

600 East 96th Street, Suite 150
Indianapolis, IN 46240

Independent Auditor's Report
on Consolidating Information

Board of Directors
Ivy Tech Foundation, Inc.

We have audited the consolidated financial statements of Ivy Tech Foundation, Inc. as of and for the year ended June 30, 2026, and our report thereon dated October 13, 2026, which contained an unmodified opinion on those consolidated financial statements, appears on pages 1 and 2. Our audit was performed for the purpose of forming an opinion on the consolidated financial statements as a whole. The information included in the consolidating schedules of statement of financial position information and statement of activities information is presented for purposes of additional analysis and is not a required part of the consolidated 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 consolidated financial statements. The information has been subjected to the auditing procedures applied in the audit of the consolidated financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the consolidated financial statements or to the consolidated financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the consolidated financial statements as a whole.

Katz, Sapper & Miller, LLP

Indianapolis, Indiana
October 13, 2026

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IVY TECH FOUNDATION, INC.

CONSOLIDATING SCHEDULE - STATEMENT OF FINANCIAL POSITION INFORMATION
June 30, 2026

	Ivy Tech Foundation, Inc.	Ivy Tech Properties, Inc.	Community Enterprises Incorporated
ASSETS			
Cash	$ 3,035,346		
Restricted cash		$ 72,173	
Investments	74,109,875		
Promises to give, net	12,628,919		
Property and equipment, net	821,641	11,251,092	
Note receivable from bank			
Beneficial interest in trusts	180,572		
Assets restricted for endowment	64,341,516		
TOTAL ASSETS	$ 155,117,869	$ 11,323,265	$ -
LIABILITIES			
Accounts payable - related party	$ 346,734		
Notes payable, net		$ 14,516,380	
Other liabilities	460,591		
Total Liabilities	807,325	14,516,380	
NET ASSETS AND STOCKHOLDER'S EQUITY			
Common stock			$ 1,000
Additional paid-in capital			9,000
Without donor restrictions	22,527,818	(3,193,115)	(10,000)
With donor restrictions	131,782,726		
Total Net Assets and Stockholder's Equity	154,310,544	(3,193,115)	
TOTAL LIABILITIES AND NET ASSETS AND STOCKHOLDER'S EQUITY	$ 155,117,869	$ 11,323,265	$ -

Community Enterprises Properties, LLC	Ivy Tech Loan Fund, LLC	Eliminations	Total
			$ 3,035,346
	$ 664,103		736,276
			74,109,875
			12,628,919
$ 1,378,875			13,451,608
	10,442,150		10,442,150
			180,572
			64,341,516
$ 1,378,875	$ 11,106,253	$ -	$ 178,926,262
			$ 346,734
			14,516,380
			460,591
			15,323,705
		$ (1,000)	
$ 140,000	$ 10,442,150	(10,591,150)	
1,238,875	664,103	10,592,150	31,819,831
			131,782,726
1,378,875	11,106,253		163,602,557
$ 1,378,875	$ 11,106,253	$ -	$ 178,926,262

IVY TECH FOUNDATION, INC.

CONSOLIDATING SCHEDULE - STATEMENT OF ACTIVITIES INFORMATION
Year Ended June 30, 2026

	Without Donor Restrictions		
	Ivy Tech Foundation, Inc.	Ivy Tech Properties, Inc.	Community Enterprises Incorporated
REVENUE, GAINS AND SUPPORT			
Support:			
Contributions:			
Cash and promises to give	$ 320,807		
In-kind			
Grant revenue			
Total Contributions	320,807		
In-kind contributed operational services	4,200,068		
Special events income, net of expenses			
Total Support	4,520,875		
Revenue and Gains:			
Investment return	5,759,239		
Vending and royalty income	240,070		
Real estate rental income			
Recovery for uncollectible promises to give	190,092		
Miscellaneous revenue	43,180	$ 37	
Total Revenue and Gains	6,232,581	37	
Net assets released from restrictions	26,907,186		
Total Revenue, Gains and Support	37,660,642	37	
EXPENSES			
Program expenses	26,539,181	971,963	
Administrative expenses	3,241,049		
Fundraising expenses	3,735,041		
Total Expenses	33,515,271	971,963	
INCREASE (DECREASE) IN NET ASSETS AND STOCKHOLDER'S EQUITY BEFORE TRANSFERS	4,145,371	(971,926)	
TRANSFERS	73,278	91,948	
NET ASSETS AND STOCKHOLDER'S EQUITY			
Beginning of Year	18,309,169	(2,313,137)	
End of Year	$ 22,527,818	$ (3,193,115)	$ -

Without Donor Restrictions		With Donor Restrictions		
Community Enterprises Properties, LLC	Ivy Tech Loan Fund, LLC	Ivy Tech Foundation, Inc.	Eliminations	Total
		$ 12,051,262		$ 12,372,069
		2,472,717		2,472,717
		3,611,787		3,611,787
		18,135,766		18,456,573
				4,200,068
		236,744		236,744
		18,372,510		22,893,385
	$ 113,684	6,863,249		12,736,172
				240,070
$ 306,905				306,905
				190,092
73,323		237,663		354,203
380,228	113,684	7,100,912		13,827,442
		(26,907,186)		
380,228	113,684	(1,433,764)		36,720,827
403,155				27,914,299
				3,241,049
				3,735,041
403,155				34,890,389
(22,927)	113,684	(1,433,764)		1,830,438
(165,226)				
1,567,028	10,992,569	133,216,490		161,772,119
$ 1,378,875	$ 11,106,253	$ 131,782,726	$ -	$ 163,602,557