



**Columbia Club Foundation, Inc.**

Established 1982

***To the Members of the Columbia Club:***

Attached, for your information, is the 2014 Annual Report for the Columbia Club Foundation, Inc. which includes the Balance Sheet and Income Statement for Fiscal Year ending June 30, 2014. As these statements indicate, the Columbia Club Foundation, Inc. is on a solid financial footing.

In late 2012, the Internal Revenue Service initiated an audit as a result of a letter sent to them by a Columbia Club member. The audit was of the Columbia Club Foundation, Inc.'s finances and operating procedures. Looking back as far as 2008, they reviewed all documentation regarding income and disbursements, including the handling and accounting of any officer malfeasance. We are pleased to report that the audit was completed and no irregularities were found. All of our filings are or were brought up to date. Further, the Internal Revenue Service found that the Columbia Club Foundation, Inc. to be in compliance with Internal Revenue Service regulations requiring there be no co-mingling with the Columbia Club, Inc. In a letter dated January 24, 2014, the Internal Revenue Service re-confirmed the Foundation's exempt status as a Section 501(c)(3) organization.

The Columbia Club Foundation, Inc. remains committed to its primary missions of preserving the Art and Artifacts at the Club and to support infrastructure preservation, restoration, and improvement. During the 32+ years that the Columbia Club Foundation has been in existence, more that \$2,000,000.00 has been paid out for preservation of the art and artifacts and/or transferred to the Columbia Club, Inc for preservation and/or restoration of the Club's infrastructure and façade. Unfortunately, the Columbia Club Foundation is currently prohibited by the Columbia Club Board of Directors from conducting any fund raising activities in the Club House and was forced to vacate the Foundation's offices on the fifth floor.

The attached "Annual Report" highlights many of the successes we have had over the years. Additionally, the Foundation is assembling a detailed "Operations Manual" outlining policies, procedures and guidance for the proper and legal function of the Foundation. We are proud of our many accomplishments during the past 32+ years and look forward to doing even more. With the continued support of Club Members and renewed support from the Columbia Club Board and Administration, we will be able to accomplish this.

Members who want to see the "un-collapsed" financials and schedules of the Columbia Club Foundation, Inc. are welcome to contact us and arrange a convenient time to do so. The Columbia Club Foundation, Inc. continues to support our Club and its membership.

Sincerely,

*Darrell White*

Darrell White, President

# *Columbia Club Foundation, Inc.*

## *2014 Annual Report*

### **Executive Summary:**

The Columbia Club Foundation, Inc. (CCF) was created in 1982 and was granted tax-exempt status by the Internal Revenue Service for the following purposes: infrastructure-related costs for preservation and/or restoration of the historic building which houses the Columbia Club; and to accept, preserve and/or restore art, artifacts, and literary works owned by the CCF and generally displayed within the Columbia Club for the benefit of it's members, their guests and prospective members. The Foundation maintains a restricted use Endowment Fund which currently contains \$235,000+ and has an operating fund with a current balance of approximately \$60,000 (see attachment A to this report which contains the CCF's July-June 2013-2014 fiscal year financial statement).

### **History & Holdings:**

The urban renewal process in Indianapolis during the 1970s and 1980s would have viewed any location on the Circle as prime development property. The listing of the Columbia Club building on the National Register of Historic Places provided a means of preserving a private club "on the Circle". Transferring ownership of the historic easement to the Columbia Club Foundation, Inc. further protected the building by affording a tax-exempt means for contributions to be received for the preservation and/or restoration of the building's façade and infrastructure. As the Columbia Club celebrates its 125<sup>th</sup> Anniversary, the Columbia Club Foundation is proud to have been supporting the historic preservation of the "Club House" for 25% of the Club's existence.

### **Art & Artifacts:**

On July 22, 1991 the Columbia Club Board of Directors unanimously passed to the Columbia Club Foundation, Inc. a Deed of Gift in Trust whereby the ownership of all artwork and artifacts, memorabilia, books, records, historic minutes, etc. of the Columbia Club were also transferred to the Columbia Club Foundation, Inc. Over the ensuing years, additional donations by members and/or their families have been made; all were duly recorded and appropriate tax exemptions taken by the donor. All of these items are insured against damage and theft, and the Foundation has them appraised by a qualified, outside firm every five (5) years to keep abreast of current market values. In addition, photographs of the items, letters of donation, letters to donors substantiating any tax exemption, and appraisals of art, are on file for safekeeping.

Many pieces of art and artwork are currently being enjoyed and appreciated. Some of these include:

- The Mettlach steins donated by Mrs. Ernestine Lambertus. These steins are the most well known and prestigious of steins.
- The Lincoln China that was in the Lincoln White House, donated by Senator Brent Waltz, and
- The Lladro Porcelain Limited Collectable “Cinderella’s Arrival”, donated by Dorothy and Robert Rynard.

Additional donations include the Lincoln Eagle, the Grandfather Clock, the Harrison Table, the Hoagy Carmichael Piano, the Steinway, just to name a few. Significant works of art treasurers hang in the Grand Lobby and throughout the Club. Several T.C. Steele works are exhibited in the Grand Lobby including a “Portrait of Charles Warren Fairbanks” signed by T.C. Steele and a portrait of Benjamin Harrison. Among other Steele art being displayed are, the “Snow scene with Horse and Wagon,” which was recently restored by the Foundation and member donations, as well as “On the Muscatatuck,” and “Landscape and Snow Scene.”

Additional works of art by Forsyth, Mackin, Burkett, Gentry, Mosler, Pechette, Cash, Martin, Hopper, K.P. Singh, and others, including the Puck collection currently displayed in the French Room, are a part of our holdings.

The history, heritage and legacy of our Club is reflected in the many treasures exhibited in our Clubhouse, only a portion of which are described above. It is made possible by our valued member contributions, dedicated Columbians and The Columbia Club Foundation, Inc.

### **Infrastructure:**

Many accomplishments of the Columbia Club Foundation, Inc. go unnoticed by the members and unheralded by the Columbia Club Board and Administration. A partial list of some of the projects funded by the CCF since 1983 includes:

- Replaced all non-special windows in Clubhouse;
- Installed Lexan over all special windows in Clubhouse;
- Canopy at front entrance;
- Repair of fallen brick wall;
- New doors at entrance to Clubhouse;
- Upgraded facilities in Billiard Room;
- Refinished cabinets containing Mettlach steins;
- Facilitated \$25,000 grant for masonry improvements to the façade;
- Refinished Grandfather's clock;
- Initiated the signature paving brick project at the entrance to the Club;
- Donated funds for the sprinkler system and paneling restoration;
- Raised funds for refurbishment of the Harrison Grill;
- Obtained \$5,000 grant for refurbishment of the outside lanterns.

All in all, the Columbia Club Foundation has transferred more than \$2,000,000.00 to the Columbia Club for infrastructure projects since it was formed in 1982.

### **Other:**

The Foundation has also contributed in other ways which are difficult to quantify but which contribute significantly to the quality of life at the Columbia Club and in the community. Events such as the monthly art shows and the Christmas Tea were initiated by the Foundation. We also conducted some of the more successful fund raisers in recent Club history, including "Monte Carlo" nights, "Mardi Gras", "Big Band Night" and numerous Silent Auctions.

The community (Riley Children's Hospital, Ronald McDonald House, Visiting Nurses Service (VNS), Abby Hunt Bryce Home, and the Muscular Dystrophy Family Foundation) have benefitted from our efforts by receiving contributions garnered from the above events.

In 2006 the Foundation commissioned *The Preservation Plan for the Columbia Club Building* by The Center for Historic preservation, Department of Architecture at Ball State University. This extensive (300+ page) study is a comprehensive evaluation of the Clubhouse and infrastructure, and provides detailed recommendations of where improvements are necessary. This study

continues to serve as a blueprint for improvement and restoration of the Clubhouse.

An outgrowth of this study is a “walking tour” brochure of the noteworthy historic aspects of the Clubhouse, art and artifacts. This multi-color tri-fold gives members and newcomers alike a glimpse of all the Columbia Club has to offer.

### **Operations Manual:**

Over the years, the Foundation Trustees have created policies, procedures and guidelines for the function of the Foundation. These procedures address the process for the Club to request funds for appropriate projects relating to the preservation and/or restoration of the Club’s infrastructure and façade. The Operations Manual will contain a statement of the Foundation’s purpose and parameters; listings of the Foundation’s holdings; policies and procedures of the Foundation; annual compliance actions; responsibilities of Trustees; and documents identifying the procedure for requesting funds from the Foundation, the documents which must accompany that request, and the procedure for distribution of those funds.

### **The Board of Trustees:**

The current Board of Trustees of the Columbia Club Foundation, Inc. works diligently to fulfill the mandates under which the Foundation was created, thereby protecting, preserving and restoring the historic façade and infrastructure of the Clubhouse, as well as maintaining, preserving, and restoring the art and artifacts owned by the CCF and displayed for the pleasure of the Club members and their guests. It is in that vein that we collectively submit the 2014 Annual Report for your review.

**Darrell White, President**

**Al Zimmerman\*, Vice President**

**Clifford Frost**

**Stephen Nash, Vice President**

**Michael Lady**

**Cynthia Barker\*, Secretary**

**Jerry Lamkin**

**K D Del Fabro, Treasurer**

**Jack Moriarty**

**Greg Biers**

**Bill Powers\***

**Jeff Brougher**

**Henry Ryder**

**\*Past Presidents of the Columbia Club, Inc.**

**ATTACHMENT A**

## Columbia Club Foundation, Inc.

**BALANCE SHEET**

As of June 30, 2014

TOTAL

**ASSETS****Current Assets**

## Bank Accounts

100-101 Checking-Operations

61,691.83

**Total Bank Accounts****\$61,691.83**

## Accounts Receivable

102-100 Accounts Receivable

196.66

**Total Accounts Receivable****\$196.66****Other current assets**

103-125 C.S.V of Life Insurance

3,091.61

**M&I-Endowment**

100-110 Endowment-Principal

124,752.60

100-111 Endowment-Accumulated Income

110,966.63

100-117 Endowment-Accrued Income

83.50

**Total M&I-Endowment****235,802.73****Total Other current assets****\$238,894.34****Total Current Assets****\$300,782.83****Fixed Assets**

105-163 Piano

52,185.00

105-167 Accumulated Depreciation

-14,229.30

**Art & Artifacts**

105-160 Donated Value

262,188.80

105-161 Appreciation to F.M.V.

1,358,527.20

**Total Art & Artifacts****1,620,716.00****Computers/Printers**

105-166 Original Cost

9,521.40

105-168 Software Conversion

2,325.00

**Total Computers/Printers****11,846.40****Furniture & Fixtures**

105-165 Original Cost

2,382.90

**Total Furniture & Fixtures****2,382.90**

|                     |                              |
|---------------------|------------------------------|
| Total Fixed Assets  | <u>\$1,672,901.00</u>        |
| <b>TOTAL ASSETS</b> | <u><b>\$1,973,683.83</b></u> |

**ATTACHMENT A**

Columbia Club Foundation, Inc.  
**BALANCE SHEET**  
As of June 30, 2014

|  | TOTAL                        |
|--|------------------------------|
| <hr/>  |                              |
| <b>LIABILITIES AND EQUITY</b>                    |                              |
| <b>Liabilities</b>                               |                              |
| Current Liabilities                              |                              |
| Accounts Payable                                 |                              |
| 200-300 Accounts Payable                         | 169.43                       |
| <b>Total Accounts Payable</b>                    | <u><b>\$169.43</b></u>       |
| <b>Total Current Liabilities</b>                 | <u><b>\$169.43</b></u>       |
| <b>Total Liabilities</b>                         | <b>\$169.43</b>              |
| <b>Equity</b>                                    |                              |
| <b>Permanently Restricted Funds</b>              |                              |
| 250-400 Displayed Artifacts                      | 41,355.30                    |
| 250-425 Endowment Contributions                  | 81,655.18                    |
| <b>Total Permanently Restricted Funds</b>        | <u><b>123,010.48</b></u>     |
| Retained Earnings                                | 0.00                         |
| <b>Temporarily Restricted Funds</b>              |                              |
| 250-450 Wilcox City Games                        | 20,339.85                    |
| 250-460 Preservation                             | 316,658.23                   |
| 250-465 Unrealized Appreciation of Art/Artifacts | 1,358,527.20                 |
| <b>Total Temporarily Restricted Funds</b>        | <u><b>1,695,525.28</b></u>   |
| <b>Unrestricted Funds</b>                        |                              |
| 250-500 Unrestricted                             | 46,751.49                    |
| 250-550 Board Designated                         | 50,000.00                    |
| <b>Total Unrestricted Funds</b>                  | <u><b>96,751.49</b></u>      |
| Net Income                                       | 58,227.15                    |
| <b>Total Equity</b>                              | <u><b>\$1,973,514.40</b></u> |
| <b>TOTAL LIABILITIES AND EQUITY</b>              | <u><b>\$1,973,683.83</b></u> |

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**ATTACHMENT A**

Columbia Club Foundation, Inc.  
**PROFIT AND LOSS**  
 As of June 30, 2014

|  | June 2014         | TOTAL<br>JUN 2014 JUL 2013 - JUN 2014 (YTD) |
|--|-------------------|---|
| <b>Income</b>                              |                   |   |
| 300-600 Unrestricted Contributions         |                   | 9,263.00                                    |
| 300-601 Specific Bequests                  |                   | 25,000.00                                   |
| 300-610 Dividend Income                    | 614.84            | 3,767.37                                    |
| 300-611 Interest Income                    | 2.60              | 30.49                                       |
| 300-612 Realized Gains (Losses)            |                   | 25,838.90                                   |
| 300-613 Unrealized Gains(Losses)           | 4,044.42          | 3,006.49                                    |
| 300-614 Increase in C.S.V. Life Insurance  | 178.39            | 178.39                                      |
| <b>Total Income</b>                        | <b>\$4,840.25</b> | <b>\$67,084.64</b>                          |
| <b>Expenses</b>                            |                   |   |
| 400-742 Insurance                          | 32.32             | 387.84                                      |
| 400-743 Dues & Subscriptions               |                   | 10.00                                       |
| 400-790 Office Expense                     |                   | 254.26                                      |
| 400-791 Stationary & Supplies              |                   | 167.34                                      |
| 400-798 Investment Fees                    | 75.34             | 864.29                                      |
| 400-799 Personal Property Taxes            |                   | 63.24                                       |
| Art Shows Expense                          |                   |   |
| 400-764 Advertising & Promotion            |                   | 1,359.00                                    |
| <b>Total Art Shows Expense</b>             | <b>0.00</b>       | <b>1,359.00</b>                             |
| <b>Board Expenses</b>                      |                   |   |
| 400-747 Board Meetings                     | 169.43            | 2,325.73                                    |
| <b>Total Board Expenses</b>                | <b>169.43</b>     | <b>2,325.73</b>                             |
| <b>Legal &amp; Professional Fees</b>       |                   |   |
| 400-731 Accounting Consulting              |                   | 450.00                                      |
| 400-732 Audit Expense                      |                   | 2,145.00                                    |
| 400-734 Tax Return Preparation             |                   | 825.00                                      |
| <b>Total Legal &amp; Professional Fees</b> | <b>0.00</b>       | <b>3,420.00</b>                             |
| <b>Total Expenses</b>                      | <b>\$277.09</b>   | <b>\$8,851.70</b>                           |



|                                |                   |                    |
|--------------------------------|-------------------|--------------------|
| <b>Net Operating Income</b>    | <b>\$4,563.16</b> | <b>\$58,232.94</b> |
| <b>Other Expenses</b>          |                   |                    |
| 400-806 Penalties and Interest |                   | 5.79               |
| <b>Total Other Expenses</b>    | <b>\$0.00</b>     | <b>\$5.79</b>      |
| <b>Net Other Income</b>        | <b>\$0.00</b>     | <b>\$ -5.79</b>    |
| <b>Net Income</b>              |                   | <b>\$4,563.16</b>  |
| <b><u>\$58,227.15</u></b>      |                   |                    |

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