Central Indiana Community Foundation, Inc.
The Indianapolis Foundation
Legacy Fund, Inc.
and Affiliated Organizations

Accountants' Report and Combined and Consolidated Financial Statements
December 31, 2010 and 2009

Affiliated Organizations include:
The William E. English Foundation
Indianapolis Parks Foundation, Inc.
TechPoint Foundation, Inc.
McCaw Family Foundation, Inc.
Indianapolis Retirement Home

Central Indiana Community Foundation, Inc.
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Legacy Fund, Inc.
and Affiliated Organizations

December 31, 2010 and 2009

Contents

BKD LLP
CPAs & Advisors

201 N. Illinois Street, Suite 700
P.O. Box 44998
Indianapolis, IN 46244-0998
317.383.4000 Fax 317.383.4200 www.bkd.com

Independent Accountants' Report on Combined and Consolidated Financial Statements and Supplementary Information

Board of Directors
Central Indiana Community Foundation, Inc.
and Affiliated Organizations
Indianapolis, Indiana

We have audited the accompanying combined and consolidated statements of financial position of Central Indiana Community Foundation, Inc., The Indianapolis Foundation, Legacy Fund, Inc. and Affiliated Organizations (collectively, Foundation) as of December 31, 2010 and 2009, and the related combined and consolidated statements of activities and cash flows 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 provides a reasonable basis for our opinion.

In our opinion, the combined and consolidated financial statements referred to above present fairly, in all material respects, the financial position of Central Indiana Community Foundation, Inc., The Indianapolis Foundation, Legacy Fund, Inc. and Affiliated Organizations as of December 31, 2010 and 2009 and the changes in their net assets and their cash flows for the years then ended in conformity with accounting principles generally accepted in the United States of America.

Our audits were conducted for the purpose of forming an opinion on the basic combined and consolidated financial statements taken as a whole. The accompanying supplementary information, including the combining and consolidating information, is presented for purposes of additional analysis and is not a required part of the basic combined and consolidated financial statements. The combining and consolidating information is presented for purposes of additional analysis of the combined and consolidated financial statements rather than to present the financial position and changes in net assets of the individual entities. Such information has been subjected to the procedures applied in the audits of the basic combined and consolidated financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the basic combined and consolidated financial statements taken as a whole.

BKD, LLP

September 15, 2011

Central Indiana Community Foundation, Inc.
The Indianapolis Foundation
Legacy Fund, Inc.
and Affiliated Organizations

Combined and Consolidated Statements of Financial Position
December 31, 2010 and 2009

	2010	2009
Assets		
Cash and cash equivalents	$ 34,141,188	$ 34,798,748
Investments	529,184,219	485,549,415
Contributions and grants receivable	2,462,112	2,940,067
Accrued investment income	505,655	475,360
Other assets	289,427	110,548
Program-related investments	1,610,000	2,100,000
Land held for investment	1,179,663	1,112,344
Contributions receivable from remainder trusts	3,667,010	1,594,725
Property and equipment, net	4,768,584	5,147,244
Beneficial interest in perpetual trusts	14,261,377	13,344,544
Total assets	$ 592,069,235	$ 547,172,995
Liabilities and Net Assets		
Liabilities		
Accounts payable	$ 485,322	$ 819,941
Accrued pension and vacation	2,348,975	2,089,725
Investment fees payable	354,603	209,485
Grant and gift commitments payable	9,110,070	8,997,226
Annuities payable	325,019	465,015
Income beneficiaries payable	3,974,023	4,229,326
Amounts held for others	44,294,418	40,580,299
Total liabilities	60,892,430	57,391,017
Net Assets		
Unrestricted	493,457,246	453,653,087
Temporarily restricted	21,769,731	21,249,675
Permanently restricted	15,949,828	14,879,216
Total net assets	531,176,805	489,781,978
Total liabilities and net assets	$ 592,069,235	$ 547,172,995

Central Indiana Community Foundation, Inc.
The Indianapolis Foundation
Legacy Fund, Inc.
and Affiliated Organizations

Combined and Consolidated Statements of Activities
Years Ended December 31, 2010 and 2009

	2010			
	Unrestricted	Temporarily Restricted	Permanently Restricted	Total
Revenue and Support				
Total amounts raised	$ 18,985,212	$ 1,506,652	$ -	$ 20,491,864
Less amounts for agency funds	(1,296,430)	-	-	(1,296,430)
Total contributions	17,688,782	1,506,652	-	19,195,434
Irrevocable deferred contributions	-	2,054,473	-	2,054,473
Investment income, net of fees of $2,659,882 and $2,278,793	5,230,430	37,820	16,270	5,284,520
Rental and other income	1,127,160	-	-	1,127,160
Total revenue	24,046,372	3,598,945	16,270	27,661,587
Net assets released from restriction	4,910,790	(4,494,910)	(415,880)	-
Total revenue and other support	28,957,162	(895,965)	(399,610)	27,661,587
Expenses				
Grant expenses	33,073,721	-	-	33,073,721
Program expenses	4,024,684	-	-	4,024,684
Management and general	2,054,917	-	-	2,054,917
Fundraising and development	1,821,227	-	-	1,821,227
Total expenses	40,974,549	-	-	40,974,549
Change in Net Assets From Operations Before Other Gains (Losses)	(12,017,387)	(895,965)	(399,610)	(13,312,962)
Other Gains (Losses)				
Changes in value of split-interest agreements	(140,368)	929,575	-	789,207
Net realized gain (loss) on investments	23,199,606	175,755	195,958	23,571,319
Net unrealized gain on investments	28,751,102	310,691	1,274,264	30,336,057
Net gain and prior service cost included in net periodic pension cost	11,206	-	-	11,206
Total other gains	51,821,546	1,416,021	1,470,222	54,707,789
Change in Net Assets	39,804,159	520,056	1,070,612	41,394,827
Net Assets, Beginning of Year	453,653,087	21,249,675	14,879,216	489,781,978
Net Assets, End of Year	$ 493,457,246	$ 21,769,731	$ 15,949,828	$ 531,176,805

2009			
Unrestricted	Temporarily Restricted	Permanently Restricted	Total
$ 19,333,211	$ 8,558,905	$ -	$ 27,892,116
(1,296,943)	-	-	(1,296,943)
18,036,268	8,558,905	-	26,595,173
-	80,478	-	80,478
6,050,057	43,686	19,058	6,112,801
1,789,359	-	-	1,789,359
25,875,684	8,683,069	19,058	34,577,811
5,825,309	(5,357,376)	(467,933)	-
31,700,993	3,325,693	(448,875)	34,577,811
31,714,059	-	-	31,714,059
3,844,449	-	-	3,844,449
2,711,254	-	-	2,711,254
2,008,957	-	-	2,008,957
40,278,719	-	-	40,278,719
(8,577,726)	3,325,693	(448,875)	(5,700,908)
(74,882)	45,501	-	(29,381)
(52,631,904)	(408,139)	(1,740,044)	(54,780,087)
127,273,842	1,035,918	4,203,194	132,512,954
392,779	-	-	392,779
74,959,835	673,280	2,463,150	78,096,265
66,382,109	3,998,973	2,014,275	72,395,357
387,270,978	17,250,702	12,864,941	417,386,621
$ 453,653,087	$ 21,249,675	$ 14,879,216	$ 489,781,978

Central Indiana Community Foundation, Inc.
The Indianapolis Foundation
Legacy Fund, Inc.
and Affiliated Organizations

Combined and Consolidated Statements of Cash Flows
Years Ended December 31, 2010 and 2009

	2010	2009
Operating Activities		
Change in net assets	$ 41,394,827	$ 72,395,357
Items not requiring (providing) cash		
Depreciation	790,424	863,249
Loss on sale of equipment	4,446	9,192
Unrealized gain on investments	(30,336,057)	(132,512,954)
Realized (gain) loss on sale of investments	(23,571,319)	54,780,087
Noncash contributions - stock	(1,668,855)	(3,979,610)
Change in value of land held for investment	(67,319)	-
Noncash grant - building	-	1,223,461
Change in		
Contributions and grants receivable	477,955	3,793,655
Accrued investment income	(30,295)	(177,808)
Contributions receivable from remainder trusts	(2,072,285)	57,437
Other assets	(178,879)	(10,720)
Accounts payable	(334,619)	378,602
Accrued pension and vacation	259,250	(873)
Investment fees payable	145,118	(107,851)
Grant and gift commitments payable	112,844	(2,770,147)
Annuities payable	(139,996)	(6,659)
Income beneficiaries payable	(255,303)	638,485
Net cash used in operating activities	(15,470,063)	(5,427,097)
Investing Activities		
Proceeds from sale of investments	260,869,253	367,729,702
Purchase of investments	(249,354,659)	(400,116,472)
Proceeds from sale of program related investments	-	1,265,000
Purchase of equipment	(416,210)	(274,714)
Net cash provided by (used in) investing activities	11,098,384	(31,396,484)
Financing Activity - change in amounts held for others	3,714,119	5,290,348
Decrease in Cash and Cash Equivalents	(657,560)	(31,533,233)
Cash and Cash Equivalents, Beginning of Year	34,798,748	66,331,981
Cash and Cash Equivalents, End of Year	$ 34,141,188	$ 34,798,748

Note 1: Nature of Operations and Summary of Significant Accounting Policies

Historical Background

The Indianapolis Foundation (IF), a community foundation serving Indianapolis, Indiana, was created in 1916 by resolution of trust. **Legacy Fund, Inc**. **(LF)**, a community foundation serving Hamilton County, Indiana, was founded in 1991. In early 1997, The Indianapolis Foundation and Legacy Fund, Inc. entered into an agreement to create **Central Indiana Community Foundation, Inc.** (CICF) to combine their resources to better serve the charitable needs of both Marion and Hamilton counties.

Pursuant to the 1997 agreement, the name of Legacy Fund, Inc. was amended to change the name of the organization to Central Indiana Community Foundation, Inc. At this point, the assets of Legacy Fund, Inc. converted to a component fund within CICF called "Legacy Fund" and the Legacy Fund, Inc. Board of Governors became a committee of CICF. However, in early 2004, Legacy Fund, Inc. was incorporated as a not-for-profit corporation under the laws of the State of Indiana and also applied for exempt status from the IRS. In 2005, Legacy Fund, Inc. received notification from the IRS stating that they had been granted exempt status under Section 501(c)(3) of the Internal Revenue Code, and they are not considered a private foundation. Subsequent to receiving their exempt status, the assets that had been converted to a component fund within CICF were transferred to the new exempt organization - Legacy Fund, Inc.

In 1998, the Marion County Superior Court probate division ruled that The Indianapolis Foundation could transfer a portion of its funds to CICF consisting of "some or all of the income, including without limitation, some or all of the net appreciation, realized and unrealized, in the fair value of the assets held in the community-based charitable trust." Based on this ruling, The Indianapolis Foundation transferred approximately $60 million (historic dollar value) to a component fund within CICF called "The Indianapolis Foundation Fund." Pursuant to the agreement establishing CICF, the funds transferred to CICF by The Indianapolis Foundation, as well as additional contributions to IF, can be disbursed only by a committee of CICF made up exclusively of the Board of Trustees of The Indianapolis Foundation.

One of the primary benefits of creating CICF was the ability to pool the resources of all the entities and component funds for investment purposes. While CICF actually holds the investment assets, the individual entities and certain component funds still maintain the governance over the expenditures of their respective investments. The following chart illustrates the board governance for the aforementioned entities and component funds:

Entity or Component Fund	Governing Body
Central Indiana Community Foundation, Inc. excluding the following component fund:	CICF Board of Directors
• The Indianapolis Foundation Fund	IF Board of Trustees
The Indianapolis Foundation	IF Board of Trustees
Legacy Fund, Inc.	LF Board of Governors

Funds not transferred to CICF by The Indianapolis Foundation continue to be controlled by The Indianapolis Foundation Board of Trustees and are included in these combined and consolidated financial statements. The assets of these funds as of December 31, 2010 and 2009, totaled $104,186,989 and $97,807,625, respectively. CICF is comprised of several component funds, including the Efroymson Fund, Library Fund, Women's Fund of Central Indiana and many others.

Several affiliated organizations are also included in these combined and consolidated financial statements due to the appointing authority of their governing body by one of the aforementioned entities. They are as follows:

Name of Entity	Controlling Organization
The William E. English Foundation, Inc.	The Indianapolis Foundation
Indianapolis Parks Foundation, Inc.	CICF
TechPoint Foundation, Inc.	CICF
McCaw Family Foundation, Inc.	CICF
Indianapolis Retirement Home	CICF
Sheehan Charitable Foundation	Legacy Fund
Cultural Trail, Inc.	CICF

Separate financial statements are issued for the Indianapolis Parks Foundation, Inc.

Central Indiana Community Foundation, Inc., The Indianapolis Foundation, Legacy Fund, Inc. and Affiliated Organizations are collectively referred to as "Foundation" in the remainder of these notes to the financial statements.

Mission and Operations

The mission of the Foundation is to inspire, support and practice philanthropy, leadership and service in the community. The vision for Central Indiana is to be nationally respected for its ability to develop, attract and retain highly educated, creative and community-minded citizens; that it will be recognized for its superior support to those in need; and admired for being a remarkable place to live. The Foundation is committed to attracting and providing financial support and effective leadership to the community, through building trust and upholding its stewardship responsibilities.

The Foundation manages over 800 separate funds that have been donated for charitable purposes. There are several different types of funds such as unrestricted, field of interest, donor-advised, scholarship and agency funds. These funds have a significant impact on helping to meet the needs of our community through effective grantmaking.

The twenty person Board of Directors of CICF includes the following:

- Six members represent The Indianapolis Foundation Board of Trustees
- Three members represent the Legacy Fund Board of Governors
- Eleven additional members from the community-at-large nominated and selected by the CICF Board

Use of Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America 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 revenues, expenses, gains, losses and other changes in net assets during the reporting period. Actual results could differ from those estimates.

Principles of Combination and Consolidation

The combined and consolidated financial statements include the financial transactions of: Central Indiana Community Foundation, Inc., The Indianapolis Foundation, Legacy Fund, Inc. and the following affiliated organizations: The William E. English Foundation, Indianapolis Parks Foundation, Inc., TechPoint Foundation, Inc., McCaw Family Foundation, Inc., Indianapolis Retirement Home, Sheehan Charitable Foundation and Cultural Trail, Inc. All material inter-organizational accounts and transactions have been eliminated.

For financial statement purposes, activities of these entities have been combined and consolidated as follows:

- Central Indiana Community Foundation, Inc. - includes the activities of CICF
- The Indianapolis Foundation - includes the activities of The Indianapolis Foundation and The Indianapolis Foundation Fund, a component fund at CICF
- Legacy Fund, Inc. - includes the activities of the Legacy Fund
- Affiliated organizations - include the activities of The William E. English Foundation, Inc., Indianapolis Parks Foundation, Inc., TechPoint Foundation, Inc., McCaw Family Foundation, Inc., Indianapolis Retirement Home, Sheehan Charitable Foundation and Cultural Trail, Inc.

Cash and Cash Equivalents

For purposes of reporting cash flows, the Foundation considers all investments with an original maturity of three months or less to be cash equivalents. All of the Foundation's cash and cash equivalents are maintained as a component of the Foundation's managed portfolio and as such, are not insured by the Federal Deposit Insurance Corporation. At December 31, 2010 and 2009, cash equivalents consisted primarily of money market mutual funds.

Investments and Investment Return

Investments in equity securities having a readily determinable fair value and in all debt securities are carried at fair value. Investment return includes dividends, interest and realized and unrealized gains and losses on investments.

The Foundation also invests in certain private equity, hedge funds, real estate and natural resource funds, which are primarily held through limited partnerships. The estimated fair values of these limited partnership investments are based on valuations provided by the external investment managers or general partners, adjusted for cash receipts, disbursements and significant known valuation changes. The Foundation believes the carrying values of these investments are a reasonable estimate of fair value. Because these investments are not readily marketable and may be subject to withdrawal restrictions, their estimated value is subject to uncertainty and, therefore, may differ from the value that would have been used had a ready market for such investments existed. Such differences could be material.

The Foundation maintains pooled investment accounts for its endowments. Investment income and realized and unrealized gains and losses from securities in the pooled investment accounts are allocated monthly to the individual endowments based on the relationship of the fair value of the interest of each endowment to the total fair value of the pooled investment accounts, as adjusted for additions to or deductions from those accounts. The amounts held for others are also a component of the pooled investment fund and reflect the funds held by the Foundation for the benefit of outside parties.

Property and Equipment

Expenditures for property and equipment and items which substantially increase the useful lives of existing assets are capitalized at cost. The Foundation provides for depreciation on the straight-line method at rates designed to depreciate the costs of assets over estimated useful lives as follows:

	Years
Furniture and equipment	3-7
Buildings and improvements	5-50

Amounts Held for Others

The Foundation occasionally receives contributions from other not-for-profit organizations in which the donor organization specifies itself as the beneficiary of the fund. In such instances, the Foundation records the contributed assets and any accumulated investment earnings as a liability on the consolidated statement of financial position.

Temporarily and Permanently Restricted Net Assets

Temporarily restricted net assets are those whose use by the Foundation has been limited by donors to a specific time period or purpose. Permanently restricted net assets have been restricted by donors to be maintained by the Foundation in perpetuity.

Contributions

Gifts of cash and other assets received without donor stipulations are reported as unrestricted revenue and net assets. Gifts received with a donor stipulation that limits their use are reported as temporarily or permanently restricted revenue and net assets. When a donor stipulated time restriction ends or purpose restriction is accomplished, temporarily restricted net assets are reclassified to unrestricted net assets and reported in the combined and consolidated statements of activities as net assets released from restrictions. Gifts and investment income that are originally restricted by the donor and for which the restriction is met in the same time period are recorded as temporarily restricted and then released from restriction.

Gifts of land, buildings, equipment and other long-lived assets are reported as unrestricted revenue and net assets unless explicit donor stipulations specify how such assets must be used, in which case the gifts are reported as temporarily or permanently restricted revenue and net assets. Absent explicit donor stipulations for the time long-lived assets must be held, expirations of restrictions resulting in reclassification of temporarily restricted net assets as unrestricted net assets are reported when the long-lived assets are placed in service.

Unconditional gifts expected to be collected within one year are reported at their net realizable value. Unconditional gifts expected to be collected in future years are reported at the present value of estimated future cash flows. The resulting discount is amortized using the level-yield method and is reported as contribution revenue.

Conditional gifts depend on the occurrence of a specified future and uncertain event to bind the potential donor and are recognized as assets and revenue when the conditions are substantially met and the gift becomes unconditional.

Income Taxes

All of the aforementioned entities are exempt from income taxes under Section 501(c)(3) of the Internal Revenue Code and a similar provision of state law. However, all entities are subject to federal income tax on any unrelated business taxable income. The Foundation and its related entities file tax returns in the U.S. federal jurisdiction. With a few exceptions, the Foundation is no longer subject to U.S. federal examinations by tax authorities for years before 2007.

Functional Allocation of Expenses

The costs of supporting the various programs and other activities have been summarized on a functional basis in the combined and consolidated statements of activities. Certain costs have been allocated among the program, management and general and fund raising categories based on the actual expenditures and cost allocations based on Foundation personnel.

Subsequent Events

Subsequent events have been evaluated through September 15, 2011, which is the date the combined and consolidated financial statements were available to be issued.

Note 2: Investments

The Foundation's investments are as follows:

	Fair Value 2010	Fair Value 2009
Large cap equity	$ 109,538,764	$ 94,407,852
Mid cap equity	19,429,589	29,922,245
Small cap equity	523,695	409,071
International equity	86,199,401	86,689,418
Fixed income	96,793,023	79,285,084
	312,484,472	290,713,670
Alternatives and other		
Private equity	56,038,895	40,309,424
Hedge funds	119,892,676	115,858,361
Real estate	9,721,992	8,805,530
Natural resources	31,046,184	29,862,430
	216,699,747	194,835,745
Total investments	$ 529,184,219	$ 485,549,415

Total investment return is comprised of the following:

	2010	2009
Investment income, net	$ 5,284,520	$ 6,112,801
Net realized gains (losses)	23,571,319	(54,780,087)
Net unrealized gains	30,336,057	132,512,954
Total investment return	$ 59,191,896	$ 83,845,668

Note 3: Contributions and Grants Receivable

	Temporarily Restricted 2010	Temporarily Restricted 2009
Due within one year	$ 1,854,471	$ 1,724,374
Due in one to five years	691,941	1,371,928
Due in more than five years	175,000	175,000
	2,721,412	3,271,302
Less discount	(159,310)	(198,797)
	2,562,102	3,072,505
Less allowance	(99,990)	(132,438)
Total	$ 2,462,112	$ 2,940,067

The discount rates for 2010 and 2009 ranged from 0.69% to 4.97%.

Contributions and grants receivable designated for specific purposes are as follows:

	2010	2009
Endowment	$ 2,209,258	$ 2,717,497
Time restriction	252,854	222,570
Total	$ 2,462,112	$ 2,940,067

Note 4: Program-Related Investments

The Foundation owns several properties that have been donated over the years and that are used by various not-for-profit organizations. Such properties are stated at fair value based on appraisals performed on all properties. The Trustee has entered into long-term lease arrangements and charges the organizations nominal rent. Therefore, such program-related investments are not income-producing properties.

Note 5: Endowment

The Foundation's endowment consists of over 800 individual funds established for a variety of purposes. The endowment includes both funds established by donors and funds designated by the Board to function as endowments (board-designated endowment funds). The Foundation maintains variance power over all of the endowment funds (including those established by donors) as provided within the fund agreements. As required by accounting principles generally accepted in the United States of America (GAAP), net assets associated with endowment funds, including board-designated endowment funds, are classified and reported based on the existence or absence of donor-imposed restrictions.

While the Foundation ultimately has variance power over all of the assets maintained in endowment funds, the Foundation considers the following factors in making a determination to appropriate or accumulate endowment funds:

1. Duration and preservation of the fund
2. Purposes of the Foundation and the fund
3. General economic conditions
4. Possible effect of inflation and deflation
5. Expected total return from investment income and appreciation or depreciation of investments
6. Other resources of the Foundation
7. Investment policies of the Foundation

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 current yield (investment income such as dividends and interest) and capital appreciation (both realized and unrealized). The Foundation targets a diversified asset allocation that places a greater emphasis on equity-based investments to achieve its long-term return objectives within prudent risk constraints.

The Foundation has adopted investment and spending policies for endowment assets that attempt to provide a predictable stream of funding to programs and other items supported by its endowment while seeking to maintain the purchasing power of the endowment. Under the Foundation's policies, endowment assets are invested in a manner that is intended to produce results that exceed each investment strategy's respective index while assuming a moderate level of investment risk. The primary investment objective of the Fund is to achieve an annualized total return (net of fees and expenses), equal to or greater than the rate of inflation (as measured by the broad, domestic Consumer Price Index) plus any spending and administrative expenses thus, at a minimum maintaining the purchasing power of the Fund. The assets are to be managed in a manner that will meet the primary investment objective, while at the same time attempting to limit volatility in year-to-year spending. Actual returns in any given year may vary from this amount.

The Foundation has a policy (the spending policy) of appropriating for expenditure each year 5% of its endowment fund's ending fair value of the prior year. In establishing this policy, the Foundation considered the long-term expected return on its endowment. Accordingly, over the long-term, the Foundation expects the current spending policy to allow its endowment to grow at an average of 7.50% annually. This is consistent with the Foundation's objective to maintain the purchasing power of endowment assets held in perpetuity or for a specified term, as well as to provide additional real growth through new gifts and investment return.

At December 31, 2010 and 2009, the Foundation's unrestricted endowment funds were $384,197,602 and $351,890,454, respectively.

Changes in endowment net assets for the years ended December 31, 2010 and 2009, were:

	Unrestricted	
	2010	**2009**
Endowment net assets, beginning of year	$ 351,890,454	$ 300,674,177
Investment return		
Investment income	5,488,172	5,833,488
Net appreciation	42,559,878	58,354,368
Total investment return	48,048,050	64,187,856
Contributions	8,845,854	2,402,422
Appropriation of endowment assets for expenditure	(24,586,756)	(15,374,001)
Endowment net assets, end of year	$ 384,197,602	$ 351,890,454

Note 6: Property and Equipment

The Foundation's property and equipment are as follows:

	2010	2009
Buildings and improvements	$ 12,315,238	$ 12,061,738
Furnishings and equipment	2,977,282	2,865,419
	15,292,520	14,927,157
Accumulated depreciation	(10,781,472)	(10,037,449)
	4,511,048	4,889,708
Land	257,536	257,536
	$ 4,768,584	$ 5,147,244

Note 7: Beneficial Interest Trusts

The Foundation is the beneficiary under various perpetual trusts administered by an outside party. Under the terms of the trusts, the Foundation has the irrevocable right to receive income earned on the trusts' assets in perpetuity, but never receives the assets held in trusts. The estimated value of the expected future cash flows is $14,261,377 and $13,344,544, which represents the fair value of the trusts' assets at December 31, 2010 and 2009, respectively.

Note 8: Grant and Gift Commitments

As of December 31, 2010 and 2009, the Foundation was committed to various charitable organizations for grants and commitments, payable over future years in the amounts of $9,110,070 and $8,997,226, respectively. Grant activities detailed during the years are as follows:

	2010	2009
Grants payable, beginning of year	$ 8,997,226	$ 11,767,373
Grants paid during the year		
The Indianapolis Foundation	12,482,401	12,793,533
Legacy Fund	2,730,122	5,212,305
Central Indiana Community Foundation	14,437,083	15,303,382
Affiliated Organizations	3,311,271	1,174,986
Total grants paid	32,960,877	34,484,206
Grants approved during the year		
The Indianapolis Foundation	12,554,117	11,327,029
Legacy Fund	2,679,142	4,840,786
Central Indiana Community Foundation	14,501,191	14,395,258
Affiliated Organizations	3,339,271	1,150,986
Total grants approved	33,073,721	31,714,059
Grants payable, end of year	$ 9,110,070	$ 8,997,226

Future maturities of grant and gift commitments are as follows:

2011	$ 5,431,368
2012	1,799,704
2013	1,131,370
2014	553,693
2015	269,693
Thereafter	20,754
Total grant and gift commitments	9,206,582
Amounts representing discount	(96,512)
	$ 9,110,070

The Foundation does approve grants with conditions; however, conditional grants are only recorded as payable when the conditions have been substantially met by the recipient. As of December 31, 2010, the Foundation had approximately $3.6 million in conditional grants outstanding.

Note 9: Annuities and Trusts Payable

The Foundation has been the recipient of several gift annuities, which require future payments to the donors or their named beneficiaries. The assets received from the donors are recorded at fair value. The Foundation has recorded a liability at December 31, 2010 and 2009 of $325,019 and $465,015, which represents the present value of the future annuity obligations. The liability has been determined using a discount rate range of 3.8% to 8.0%.

The Foundation administers various charitable remainder trusts. A charitable remainder trust provides for the payment distributions to the grantor or other designated beneficiaries over the trust's term (usually the designated beneficiary's lifetime.) At the end of the trust's term, the remaining assets are available for the Foundation's use. The portion of the trust attributable to the future interest of the Foundation is recorded in the combined and consolidated statements of activities as temporarily restricted contributions in the period the trust is established. Assets held in the charitable remainder trusts are recorded at fair value in the Foundation's combined and consolidated statements of financial position. On an annual basis, the Foundation revalues the liability to make distributions to the designated beneficiaries based on actuarial assumptions. At December 31, 2010 and 2009, this liability was $3,974,023 and $4,229,326, respectively. The present value of the estimated future payments is calculated using a discount rate range of 3.2% to 8.0% in 2010 and 2009 and applicable mortality tables.

Note 10: Net Assets

Temporarily Restricted Net Assets

Temporarily restricted net assets are available for the following purposes or periods:

	2010	2009
Trust agreements	$ 10,029,418	$ 7,775,151
Support and maintenance of the English Foundation	2,367,200	1,935,858
Land held for investment	714,663	647,344
Program funds of the Indianapolis Parks Foundation	5,388,856	7,801,117
Program funds of TechPoint Foundation	66,835	66,145
Time restrictions	3,202,759	3,024,060
	$ 21,769,731	$ 21,249,675

Permanently Restricted Net Assets

Permanently restricted net assets are restricted to:

	2010	2009
Investment in perpetuity, the income of which is expendable to support		
The Indianapolis Foundation	$ 9,296,363	$ 8,639,618
Central Indiana Community Foundation	5,001,570	4,708,510
Indianapolis Parks Foundation	387,680	349,499
TechPoint Foundation	1,156,679	1,074,053
	15,842,292	14,771,680
Land related to the English Foundation	107,536	107,536
	$ 15,949,828	$ 14,879,216

Net Assets Released From Restrictions

Net assets were released from donor restrictions by incurring expenses satisfying the restricted purposes or by occurrence of other events specified by donors.

	2010	2009
Purpose or time restrictions accomplished		
Time and purpose restrictions	$ 1,080,452	$ 4,622,794
Release by third-party trustees of certain gains on operations and depreciation, English Foundation	-	135,974
Purpose restrictions accomplished, TechPoint	140,561	43,786
Purpose restrictions accomplished, Indianapolis Parks Foundation	3,689,777	1,022,755
Total net assets released from restrictions	$ 4,910,790	$ 5,825,309

Note 11: Employee Benefit Plans

The Foundation has a defined-contribution 403(b) pension plan covering substantially all employees. The Board of Directors annually determines the amount, if any, of the Foundation’s contributions to the plan. Contributions to this plan were $121,981 and $89,492 for 2010 and 2009, respectively.

The Foundation also has a noncontributory defined-benefit pension plan covering all employees who meet the eligibility requirements. The Foundation's funding policy is to make the minimum annual contribution that is required by applicable regulations, plus such amounts as the Foundation may determine to be appropriate from time to time.

In November 2010, the Board of Directors approved a resolution to amend the current plan such that current participants would continue to accrue benefits under the existing plan, but employees hired subsequent to April 2, 2011 would be ineligible for the plan and associated benefits.

The Foundation uses a December 31 measurement date for the plans. Significant balances, costs and assumptions are:

	2010	2009
Benefit obligation	$ 4,732,817	$ 4,053,570
Fair value of plan assets	2,617,955	2,142,411
Funded status	$ (2,114,862)	$ (1,911,159)
Accumulated benefit obligation	$ 3,488,453	$ 2,897,778
Amounts recognized in the statements of financial position:		
Accrued benefit cost	$ 2,114,862	$ 1,911,159

Amounts recognized in unrestricted net assets not yet recognized as components of net periodic benefit cost consist of:

	2010	2009
Net loss	$ 417,012	$ 446,570
Prior service cost	23,255	29,471
	$ 440,267	$ 476,041

Other significant balances and costs are:

	2010	2009
Employer contributions	$ 195,892	$ 50,000
Benefits paid	60,428	53,427
Benefit costs	435,369	491,620

Other changes in plan assets and benefit obligations recognized in the change in net assets include:

	2010	2009
Amounts arising during the period		
Net gain	$ (27,065)	$ (383,530)
Amounts reclassified as components of net periodic benefit cost of the period		
Net loss	2,493	31,833
Net prior service cost	6,216	6,216

The estimated net loss and prior service cost for the defined-benefit pension plan that will be amortized from unrestricted net assets into net periodic benefit cost over the next fiscal year is $6,216 and $8,709, respectively.

Significant assumptions include:

	2010	2009
Weighted-average assumptions used to determine benefit obligations:		
Discount rate	5.75%	6.00%
Rate of compensation increase	4.69%	4.66%
Weighted-average assumptions used to determine benefit costs:		
Discount rate	6.00%	6.00%
Expected return on plan assets	8.00%	8.00%
Rate of compensation increase	4.66%	4.62%

Historical and future expected returns of multiple asset classes were analyzed to develop a risk-free real rate of return and risk premiums for each asset class. The overall rate for each asset class was developed by combining a long-term inflation component, the risk-free real rate of return and the associated risk premium. A weighted-average rate was developed based on those overall rates and the target asset allocation of the plan.

The investment strategy of the plan assets is to diversify investments so as to provide a balance that will enhance total return, while avoiding undue risk concentrations in any single asset class or investment category. The diversification does not necessarily depend upon the number of industries or companies in a portfolio or their particular location, but rather upon the broad nature of such investments and of the factors that may influence them. The target asset allocation, which was implemented in 2010, is as follows:

U.S. equity	35%
Global ex-U.S. equity	
Developed international	20%
Emerging markets	10%
Real assets	5%
Fixed income and cash	30%

Pension Plan Assets

Following is a description of the valuation methodologies used for pension plan assets measured at fair value on a recurring basis and recognized in the accompanying combined and consolidated statements of financial position, as well as the general classification of pension plan assets pursuant to the valuation hierarchy.

Where quoted market prices are available in an active market, plan assets are classified within Level 1 of the valuation hierarchy. Level 1 plan assets include publicly traded mutual funds. If quoted market prices are not available, then fair values are estimated by using pricing models, quoted prices of plan assets with similar characteristics or discounted cash flows. In certain cases where Level 1 or Level 2 inputs are not available, plan assets are classified within Level 3 of the hierarchy.

The fair values of the Foundation's pension plan assets at December 31, 2010, by asset category are as follows:

		Fair Value Measurements Using		
	Fair Value	Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)
Mutual funds				
Equity funds				
U.S. equity	$ 474,020	$ 474,020	$ -	$ -
Global ex-U.S. equity	512,512	512,512	-	-
Developed international	398,810	398,810	-	-
Emerging markets	492,786	492,786	-	-
Fixed income and cash	739,827	739,827	-	-
	$ 2,617,955	$ 2,617,955	$ -	$ -

Plan assets are held by a bank-administered trust fund, which invests the plan assets in accordance with the provisions of the plan agreement. The plan agreements permit investment in common stocks, corporate bonds and debentures, U.S. Government securities, certain insurance contracts, real estate and other specified investments, based on certain target allocation percentages.

The following benefit payments, which reflect expected future service, as appropriate, are expected to be paid as of December 31, 2010:

2011	$ 83,000
2012	94,000
2013	130,000
2014	160,000
2015	190,000
2016 - 2020	1,230,000

Note 12: Disclosures About Fair Value of Assets and Liabilities

ASC Topic 820, *Fair Value Measurements*, defines fair value as the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. Topic 820 also establishes a fair value hierarchy which requires an entity to maximize the use of observable inputs and minimize the use of unobservable inputs when measuring fair value. The standard describes three levels of inputs that may be used to measure fair value:

Level 1 Quoted prices in active markets for identical assets or liabilities

Level 2 Observable inputs other than Level 1 prices, such as quoted prices for similar assets or liabilities; quoted prices in markets that are not active; or other inputs that are observable or can be corroborated by observable market data for substantially the full term of the assets or liabilities

Level 3 Unobservable inputs that are supported by little or no market activity and that are significant to the fair value of the assets or liabilities

Following is a description of the valuation methodologies and inputs used for assets measured at fair value on a recurring basis and recognized in the accompanying combined and consolidated statements of financial position, as well as the general classification of such assets pursuant to the valuation hierarchy.

Money Market Mutual Funds

Where quoted market prices are available in an active market, money market mutual funds are classified within Level 1 of the valuation hierarchy.

Investments

Large Cap Equity, Mid Cap Equity, Small Cap Equity and International Equity: Where quoted market prices are available in an active market, these securities are classified within Level 1 of the valuation hierarchy. In situations in which quoted market prices are not available, the Foundation uses net asset value (or its equivalent) as a practical expedient to estimate fair value. Funds in which the Foundation can redeem its investment at the net asset value per share at December 31 or within a reasonable period of time are classified within Level 2 and include large cap equity and international equity funds.

Fixed Income: Where quoted market prices are available in an active market, fixed income securities are classified within Level 1 of the valuation hierarchy. For fixed income securities that are not publicly traded, the pricing service may use various inputs to determine fair value. Such inputs may include one, or a combination of, observable inputs such as benchmark yields, reported trades, broker/dealer quotes, issuer spreads, two-sided markets, benchmark securities, bids, offers and reference data market research publications. When such valuation inputs are utilized, fixed income securities are classified within Level 2 of the valuation hierarchy.

Alternative Investments: As a practical expedient, fair value of alternative investments is determined using the net asset value (or its equivalent) supplied by the respective fund managers. Alternative investments in which the Foundation can redeem its investment at the net asset value per share at December 31 or within a reasonable period of time are classified within Level 2. Alternative investments that cannot be redeemed at net asset value at December 31 or within a reasonable period of time are classified within Level 3 of the valuation hierarchy. Private equity, hedge funds, real estate and natural resources funds are classified in either Level 2 or Level 3 based upon this determination.

Program Related Investments and Land Held for Investment

Fair value is estimated based appraisals prepared by outside parties.

Contributions Receivable From Remainder Trusts

Fair value is estimated at the present value of the estimated expected future benefits to be received when the trust assets are distributed.

Beneficial Interest in Perpetual Trust

Fair value is estimated at the present value of the future distributions expected to be received over the term of the agreement, which approximates the fair value of the underlying trust assets of marketable securities. Due to the nature of the valuation inputs, the interest is classified within Level 2 of the hierarchy.

The following tables present the fair value measurements of assets recognized in the accompanying combined and consolidated statements of financial position measured at fair value on a recurring basis and the level within the fair value hierarchy in which the fair value measurements fall at December 31, 2010 and 2009:

		2010 Fair Value Measurements Using		
	Fair Value	**Quoted Prices in Active Markets for Identical Assets (Level 1)**	**Significant Other Observable Inputs (Level 2)**	**Significant Unobservable Inputs (Level 3)**
Money market mutual funds included in cash equivalents	$ 25,205,855	$ 25,205,855	$ -	$ -
Investments				
Large cap equity	109,538,764	71,454,071	38,084,693	-
Mid cap equity	19,429,589	19,429,589	-	-
Small cap equity	523,695	523,695	-	-
International equity	86,199,401	24,441,453	61,757,948	-
Fixed income	96,793,023	60,177,424	36,615,599	-
Alternatives and other				
Private equity	56,038,895	-	7,549,200	48,489,695
Hedge funds	119,892,676	-	113,532,579	6,360,097
Real estate	9,721,992	-	-	9,721,992
Natural resources	31,046,184	-	-	31,046,184
	529,184,219	176,026,232	257,540,019	95,617,968
Program-related investments	1,610,000	-	1,610,000	-
Land held for investments	1,179,663	-	1,179,663	-
Contributions receivable from remainder trusts	3,667,010	-	-	3,667,010
Beneficial interest in perpetual trusts	14,261,377	-	14,261,377	-

		2009 Fair Value Measurements Using		
	Fair Value	Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)
Money market mutual funds included in cash equivalents	$ 24,140,732	$ 24,140,732	$ -	$ -
Investments				
Large cap equity	94,407,852	70,960,230	23,447,622	-
Mid cap equity	29,922,245	29,922,245	-	-
Small cap equity	409,071	409,071	-	-
International equity	86,689,418	38,698,134	47,991,284	-
Fixed income	79,285,084	50,013,904	29,271,180	-
Alternatives and other				
Private equity	40,309,424	-	1,713,455	38,595,969
Hedge funds	115,858,361	-	71,279,649	44,578,712
Real estate	8,805,530	-	-	8,805,530
Natural resources	29,862,430	-	5,301,710	24,560,720
	485,549,415	190,003,584	179,004,900	116,540,931
Program-related investments	2,100,000	-	2,100,000	-
Land held for investments	1,112,344	-	1,112,344	-
Contributions receivable from remainder trusts	1,594,725	-	-	1,594,725
Beneficial interest in perpetual trusts	13,344,544	-	13,344,544	-

The following is a reconciliation of the beginning and ending balances of recurring fair value measurements recognized in the accompanying combined and consolidated statements of financial position using significant unobservable (Level 3) inputs:

	Alternative Investments				Contributions Receivable From Remainder Trusts
	Private Equity	Hedge Funds	Real Estate	Natural Resources	
Balance, January 1, 2009	$ 30,349,163	$ 16,328,034	$ 10,526,131	$ 21,671,248	$ 1,652,162
Total realized and unrealized gains included in other gains (losses) on the statement of activities	1,321,346	5,660,648	(2,643,601)	1,390,037	-
Purchases, capital calls and other additions	8,264,722	28,531,190	982,450	5,046,109	-
Proceeds from sales and other distributions	(628,851)	-	(59,450)	(3,546,674)	-
Transfers	(710,411)	(5,941,160)	-	-	-
Change in value of split-interest agreements	-	-	-	-	(57,437)
Balance, December 31, 2009	38,595,969	44,578,712	8,805,530	24,560,720	1,594,725
Total realized and unrealized gains included in other gains on the statement of activities	7,400,191	604,324	214,465	2,043,216	-
Purchases, capital calls and other additions	6,142,503	3,084,201	1,133,873	5,082,085	-
Proceeds from sales and other distributions	(3,648,968)	(10,025,149)	(431,876)	(639,837)	-
Transfers	-	(31,881,991)	-	-	
Contributions	-	-	-	-	1,002,510
Change in value of split-interest agreements	-	-	-	-	1,069,775
Balance, December 31, 2010	$ 48,489,695	$ 6,360,097	$ 9,721,992	$ 31,046,184	$ 3,667,010
Total gains for the period included in the change in net assets attributable to the change in unrealized gains (losses) related to assets still held at December 31, 2010	$ 7,400,191	$ 604,324	$ 214,465	$ 2,043,216	$ -
Total gains (losses) for the period included in the change in net assets attributable to the change in unrealized gains (losses) related to assets still held at December 31, 2009	$ 1,321,346	$ 5,660,648	$ (2,643,601)	$ 186,825	$ -

The Foundation recognized transfers from Level 3 to Level 2 during the years ended December 31, 2010 and 2009, as a result of the expiration of fund lock-up provisions. The expiration of these provisions allows the Foundation to redeem its interest in these funds at net asset value within a reasonable period of time. These transfers were recognized as of the end of the year.

The following tables present information regarding funds with fair value that is determined using the net asset value (or its equivalent) provided by the fund.

	2010			
	Fair Value	Unfunded Commitments	Redemption Frequency (if Currently Eligible)	Redemption Notice Period
Assets				
Large cap equity	$ 38,084,693	$ -	Quarterly, semi-annually	30-60 days
International equity	61,757,948	-	Monthly, quarterly	10-60 days
Alternative investments				
Private equity	43,222,618	18,291,312	Not eligible	n/a
Hedge funds	119,892,676	9,819,958	Monthly, quarterly or annually	5-90 days
Real estate	9,721,992	3,979,185	Not eligible	n/a
Natural resources	31,046,184	12,154,896	Not eligible	n/a

	2009			
	Fair Value	Unfunded Commitments	Redemption Frequency (if Currently Eligible)	Redemption Notice Period
Assets				
Large cap equity	$ 23,447,622	$ -	Quarterly, semi-annually	30-60 days
International equity	47,991,284	-	Monthly, quarterly	10-60 days
Alternative investments				
Private equity	34,489,661	23,345,772	Not eligible	n/a
Hedge funds	115,858,361	-	Monthly, quarterly or annually	5-90 days
Real estate	8,805,530	4,723,058	Not eligible	n/a
Natural resources	29,862,430	10,872,581	Not eligible	n/a

Large cap and international equity are investments in marketable securities managed within a partnership agreement. The fund manager is able to shift strategies within a specific band and may employ financing to execute such strategies, but does not use net short positions. The fair values of these investments have been estimated using the net asset value per share.

Private equity includes partnerships with fund managers investing in debt or equity securities of primarily U.S. public or private companies at various stages within their life cycle. The partnerships are either direct, fund of funds or secondary issuances across multiple strategies expected to significantly exceed performance of traditional equity indices.

Hedge funds include absolute return, opportunistic and equity-oriented long/short hedge funds. The Foundation is a limited partner with the fund manager who is compensated by outperforming global equity markets using multiple strategies. Managers are selected based on demonstrated expertise within their strategy but are not restricted as to securities within any asset class. The partnership may be net long [i.e. own a security] or net short [i.e. an obligation to buy a security] and have multiple sources and levels of financing beyond the partners' capital in order to execute strategy.

Real estate investments includes funds that invest in residential, multi-family, commercial and distressed properties primarily in North America.

Natural resources include investments in partnerships that invest primarily in oil and gas royalties and timber properties. The fair values of the investments in this category have been estimated using the net asset value of the Foundation's ownership interest in the partners' capital. Under the terms of the partnership agreements, capital is committed for seven to twelve years and may not be redeemed. Typically, the general partner requests capital during the initial three to five year period in order to fund activities. Distributions are made throughout and upon dissolution of the partnership.

The following methods were used to estimate the fair value of all other financial instruments recognized in the accompanying combined and consolidated statements of financial position at amounts other than fair value.

Cash and Cash Equivalents

The carrying value approximates fair value.

Contributions and Grants Receivable

The carrying value approximates fair value, which is estimated using a discounted cash flow model.

Accrued Investment Income

The carrying value approximates fair value.

Gift and Grant Commitments Payable

The carrying value approximates fair value, which is estimated using a discounted cash flow model.

Annuities and Income Beneficiaries Payable

The carrying value approximates fair value, which is estimated based on the borrowing rates currently available to the Foundation for bank loans with similar terms and maturities.

Amounts Held for Others

The carrying amount approximates fair value.

Note 13: Concentrations and Contingencies

Concentrations

Accounting principles generally accepted in the United States of America require disclosure of current vulnerabilities due to certain concentrations. Approximately 24% and 26% of all contributions were received from two donors for each of the years ended December 31, 2010 and 2009.

Contingencies

The Foundation is subject to claims and lawsuits that arise primarily in the ordinary course of business. It is the opinion of management that the disposition or ultimate resolution of these claims and lawsuits will not have a material adverse effect on the combined and consolidated financial position, change in net assets and cash flows of the Foundation.

Current Economic Conditions

The current protracted economic decline continues to present not-for-profit organizations with difficult circumstances and challenges, which in some cases have resulted in large and unanticipated declines in the fair value of investments and other assets, declines in contributions, constraints on liquidity and difficulty obtaining financing. The combined and consolidated financial statements have been prepared using values and information currently available to the Foundation.

Recent economic conditions have resulted in significant investment losses and made it difficult for many donors to continue to contribute to not-for-profit organizations. A significant decline in the fair value of the Foundation's investments or a significant decline in contribution revenue could have an adverse impact on the Foundation's future operating results.

In addition, given the volatility of current economic conditions, the values of assets and liabilities recorded in the combined and consolidated financial statements could change rapidly, resulting in material future adjustments in investment values and allowances for contributions receivable that could negatively impact the Foundation's ability to maintain sufficient liquidity.

Supplementary Information

Central Indiana Community Foundation, Inc.
The Indianapolis Foundation
Legacy Fund, Inc.
and Affiliated Organizations

Combining and Consolidating Information - Statement of Financial Position
December 31, 2010

	2010					
	The Indianapolis Foundation	Legacy Fund	Central Indiana Community Foundation	Affiliated Organizations	Eliminations	Total
Assets						
Cash and cash equivalents	$ 13,741,879	$ 1,473,835	$ 12,694,573	$ 6,230,901	$ -	$ 34,141,188
Investments, at market	196,887,909	35,743,708	289,043,384	7,509,218	-	529,184,219
Contributions and grants receivable	2,478,952	-	443,974	135,186	(596,000)	2,462,112
Accrued investment income	256,007	54,465	190,691	4,492	-	505,655
Other assets	36,366	8,614	221,635	22,812	-	289,427
Program-related investments	1,610,000	-	-	-	-	1,610,000
Land held for investment	1,179,663	-	-	-	-	1,179,663
Contributions receivable in remainder trust	183,081	1,111,522	2,372,407	-	-	3,667,010
Property and equipment, net	976,343	-	587,837	3,204,404	-	4,768,584
Beneficial interest in perpetual trusts	9,259,807	-	5,001,570	-	-	14,261,377
Due from other funds	-	-	96,460	-	(96,460)	-
Total assets	$ 226,610,007	$ 38,392,144	$ 310,652,531	$ 17,107,013	$ (692,460)	$ 592,069,235
Liabilities and Net Assets						
Liabilities						
Accounts payable	$ 31,996	$ 6,768	$ 255,724	$ 190,834	$ -	$ 485,322
Accrued pension and vacation	561,096	254,105	1,141,130	392,644	-	2,348,975
Investment fees payable	132,252	25,080	193,928	3,343	-	354,603
Grant and gift commitments payable	2,335,326	754,597	6,583,147	33,000	(596,000)	9,110,070
Annuities payable	12,259	-	312,760	-	-	325,019
Income beneficiaries payable	51,638	-	3,922,385	-	-	3,974,023
Amounts held for others	25,242,039	4,418,439	14,633,940	-	-	44,294,418
Due to other funds	-	-	7,500	88,960	(96,460)	-
Total liabilities	28,366,606	5,458,989	27,050,514	708,781	(692,460)	60,892,430
Net Assets						
Unrestricted	186,001,647	31,821,633	268,710,520	6,923,446	-	493,457,246
Temporarily restricted	2,945,391	1,111,522	9,889,927	7,822,891	-	21,769,731
Permanently restricted	9,296,363	-	5,001,570	1,651,895	-	15,949,828
Total net assets	198,243,401	32,933,155	283,602,017	16,398,232	-	531,176,805
Total liabilities and net assets	$ 226,610,007	$ 38,392,144	$ 310,652,531	$ 17,107,013	$ (692,460)	$ 592,069,235

Central Indiana Community Foundation, Inc.
The Indianapolis Foundation
Legacy Fund, Inc.
and Affiliated Organizations

Combining and Consolidating Information - Statement of Activities
Year Ended December 31, 2010

	The Indianapolis Foundation			
	Unrestricted	Temporarily Restricted	Permanently Restricted	IF Total
Revenue and Support				
Total amounts raised	$ 14,305,590	$ 39,142	$ -	$ 14,344,732
Less amounts for agency funds	(159,922)	-	-	(159,922)
Total contributions	14,145,668	39,142	-	14,184,810
Irrevocable deferred contributions	-	-	-	-
Investment income, net of fees of $2,639,550	1,966,813	-	-	1,966,813
Rental and other income	268,186	-	-	268,186
Total revenue	16,380,667	39,142	-	16,419,809
Net assets released from restriction	887,540	(672,393)	(215,147)	-
Total revenue and support	17,268,207	(633,251)	(215,147)	16,419,809
Expenses				
Grant expenses	17,080,521	-	-	17,080,521
Program expenses	766,939	-	-	766,939
Management and general	468,622	-	-	468,622
Fundraising and development	437,343	-	-	437,343
Total expenses	18,753,425	-	-	18,753,425
Change in Net Assets From Operations Before Other Gains (Losses)	(1,485,218)	(633,251)	(215,147)	(2,333,616)
Other Gains (Losses)				
Changes in value of split-interest agreements	68,438	18,509	-	86,947
Net realized gain on investments	7,942,176	-	22,915	7,965,091
Net unrealized gain (loss) on investments	10,297,816	89,388	848,977	11,236,181
Amortization of net gain (loss) and prior service cost included in net periodic pension cost	(6,792)	-	-	(6,792)
Total other gains	18,301,638	107,897	871,892	19,281,427
Transfers and Other Changes to Net Assets	(671,258)	-	-	(671,258)
Change in Net Assets	16,145,162	(525,354)	656,745	16,276,553
Net Assets, Beginning of Year	169,856,485	3,470,745	8,639,618	181,966,848
Net Assets, End of Year	$ 186,001,647	$ 2,945,391	$ 9,296,363	$ 198,243,401

2010

	Legacy Fund			Central Indiana Community Foundation			
		Temporarily	LF		Temporarily	Permanently	CICF
	Unrestricted	Restricted	Total	Unrestricted	Restricted	Restricted	Total
	$ 2,006,075	$ -	$ 2,006,075	$ 7,507,354	$ 168,026	$ -	$ 7,675,380
	(106,384)	-	(106,384)	(1,030,124)	-	-	(1,030,124)
	1,899,691	-	1,899,691	6,477,230	168,026	-	6,645,256
	-	-	-	-	2,054,473	-	2,054,473
	377,464	-	377,464	2,719,773	-	-	2,719,773
	67,655	-	67,655	197,688	-	-	197,688
	2,344,810	-	2,344,810	9,394,691	2,222,499	-	11,617,190
	-		-	192,912	(53,463)	(139,449)	-
	2,344,810	-	2,344,810	9,587,603	2,169,036	(139,449)	11,617,190
	3,028,757	-	3,028,757	15,845,360	-	-	15,845,360
	209,257	-	209,257	1,531,724	-	-	1,531,724
	156,764	-	156,764	1,170,173	-	-	1,170,173
	337,858	-	337,858	819,333	-	-	819,333
	3,732,636	-	3,732,636	19,366,590	-	-	19,366,590
	(1,387,826)	-	(1,387,826)	(9,778,987)	2,169,036	(139,449)	(7,749,400)
	71	-	71	(208,877)	911,066	-	702,189
	1,484,892	-	1,484,892	13,756,848	-	94,797	13,851,645
	1,899,259	-	1,899,259	16,447,731	-	337,712	16,785,443
	(3,076)	-	(3,076)	12,357	-	-	12,357
	3,381,146	-	3,381,146	30,008,059	911,066	432,509	31,351,634
	252,384	-	252,384	418,894	-	-	418,894
	2,245,704	-	2,245,704	20,647,966	3,080,102	293,060	24,021,128
	29,575,929	1,111,522	30,687,451	248,062,554	6,809,825	4,708,510	259,580,889
	$ 31,821,633	$ 1,111,522	$ 32,933,155	$ 268,710,520	$ 9,889,927	$ 5,001,570	$ 283,602,017

Central Indiana Community Foundation, Inc.
The Indianapolis Foundation
Legacy Fund, Inc.
and Affiliated Organizations

Combining and Consolidating Information - Statement of Activities (Continued)
Year Ended December 31, 2010

	Affiliated Organizations			
	Unrestricted	Temporarily Restricted	Permanently Restricted	Total
Revenue and Support				
Total amounts raised	$ 1,436,881	$ 1,299,484	$ -	$ 2,736,365
Less amounts for agency funds	-	-	-	-
Total contributions	1,436,881	1,299,484	-	2,736,365
Irrevocable deferred contributions	-	-	-	-
Investment income, net of fees of $26,851	166,380	37,820	16,270	220,470
Rental and other income	661,521	-	-	661,521
Total revenue	2,264,782	1,337,304	16,270	3,618,356
Net assets released from restriction	3,830,338	(3,769,054)	(61,284)	-
Total revenue and support	6,095,120	(2,431,750)	(45,014)	3,618,356
Expenses				
Grant expenses	3,389,771	-	-	3,389,771
Program expenses	1,516,764	-	-	1,516,764
Management and general	327,248	-	-	327,248
Fundraising and development	226,693	-	-	226,693
Total expenses	5,460,476	-	-	5,460,476
Change in Net Assets From Operations Before Other Gains (Losses)	634,644	(2,431,750)	(45,014)	(1,842,120)
Other Gains (Losses)				
Changes in value of split-interest agreements	-	-	-	-
Net realized gain (loss) on investments	15,690	175,755	78,246	269,691
Net unrealized gain (loss) on investments	106,296	221,303	87,575	415,174
Amortization of net gain (loss) and prior service cost included in net periodic pension cost	8,717	-	-	8,717
Total other gains (losses)	130,703	397,058	165,821	693,582
Transfers and Other Changes to Net Assets	(20)	-	-	(20)
Change in Net Assets	765,327	(2,034,692)	120,807	(1,148,558)
Net Assets, Beginning of Year	6,158,119	9,857,583	1,531,088	17,546,790
Net Assets, End of Year	$ 6,923,446	$ 7,822,891	$ 1,651,895	$ 16,398,232

2010	Combined and Consolidated			
		Temporarily	Permanently	2010
Eliminations	Unrestricted	Restricted	Restricted	Totals
$ (6,270,688)	$ 18,985,212	$ 1,506,652	$ -	$ 20,491,864
-	(1,296,430)	-	-	(1,296,430)
(6,270,688)	17,688,782	1,506,652	-	19,195,434
-	-	2,054,473	-	2,054,473
-	5,230,430	37,820	16,270	5,284,520
(67,890)	1,127,160	-	-	1,127,160
(6,338,578)	24,046,372	3,598,945	16,270	27,661,587
-	4,910,790	(4,494,910)	(415,880)	-
(6,338,578)	28,957,162	(895,965)	(399,610)	27,661,587
(6,270,688)	33,073,721	-	-	33,073,721
-	4,024,684	-	-	4,024,684
(67,890)	2,054,917	-	-	2,054,917
-	1,821,227	-	-	1,821,227
(6,338,578)	40,974,549	-	-	40,974,549
-	(12,017,387)	(895,965)	(399,610)	(13,312,962)
-	(140,368)	929,575	-	789,207
-	23,199,606	175,755	195,958	23,571,319
-	28,751,102	310,691	1,274,264	30,336,057
-	11,206	-	-	11,206
-	51,821,546	1,416,021	1,470,222	54,707,789
-	-	-	-	-
-	39,804,159	520,056	1,070,612	41,394,827
-	453,653,087	21,249,675	14,879,216	489,781,978
$ -	$ 493,457,246	$ 21,769,731	$ 15,949,828	$ 531,176,805

Central Indiana Community Foundation, Inc.
The Indianapolis Foundation
Legacy Fund, Inc.
and Affiliated Organizations

Comparison of Operating Funds Activities to Budget
Year Ended December 31, 2010

	Actual Accrual	Cash Basis Adjustments	Actual Cash Basis	Annual Cash Budget	Over (Under) Budget	% Over (Under)
Revenue and Support						
Administrative support fees collected	$ 4,237,646	$ -	$ 4,237,646	$ 4,133,000	$ 104,646	2.5%
Other operating revenues	479,325	18,681	498,006	467,500	30,506	6.5%
Total revenue from operations	4,716,971	18,681	4,735,652	4,600,500	135,152	2.9%
Expenses						
Program and grantmaking	684,464	3,736	688,200	708,234	(20,034)	-2.8%
Community leadership	618,137	2,615	620,752	622,175	(1,423)	-0.2%
Donor services and development	1,595,700	5,791	1,601,491	1,726,616	(125,125)	-7.2%
Fund management	446,709	2,615	449,324	412,212	37,112	9.0%
Management and administrative	1,743,831	(376,136)	1,367,695	1,705,183	(337,488)	-19.8%
Capital expenditures	-	164,986	164,986	239,500	(74,514)	-31.1%
Total expenses	5,088,841	(196,393)	4,892,448	5,413,920	(521,472)	-9.6%
Revenue (Expense) From Operations Before Other Revenue (Expense)	(371,870)	215,074	(156,796)	(813,420)	656,624	-80.7%
Other Revenue (Expense)						
Contributions from Board, staff and other	130,850	-	130,850	100,000	30,850	0.0%
Transfer from working capital	-	-	-	713,420	(713,420)	-100.0%
Net revenues from operations after extraordinary revenue	$ (241,020)	$ 215,074	$ (25,946)	$ -	$ (25,946)	-181%