

**EL PASO COMMUNITY FOUNDATION
AND AFFILIATES**

COMBINED FINANCIAL STATEMENTS

**DECEMBER 31, 2022 AND 2021
TOGETHER WITH AUDITOR'S REPORT**

**EL PASO COMMUNITY FOUNDATION
AND AFFILIATES**

COMBINED FINANCIAL STATEMENTS
DECEMBER 31, 2022 AND 2021

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Independent Auditor's Report

To the Boards of Directors of
El Paso Community Foundation and Affiliates:

Opinion

We have audited the accompanying combined financial statements of El Paso Community Foundation (a nonprofit corporation) and Affiliates, which comprise the combined statements of financial position as of December 31, 2022 and 2021, and the related combined statements of activities and changes in net assets, functional expenses, and cash flows for the years then ended, and the related notes to the combined financial statements.

In our opinion, based on our audits and the report of the other auditors, the combined financial statements referred to above present fairly, in all material respects, the combined financial position of El Paso Community Foundation and Affiliates as of December 31, 2022 and 2021, and the combined changes in their net assets and their combined cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

We did not audit the financial statements of The Burkitt Foundation, a local Affiliate, which statements reflected total assets of \$33,920,797 and \$31,599,967 as of December 31, 2022 and 2021 respectively, and support and revenues of \$3,623,896 and \$6,020,734 for those years then ended. Those statements were audited by other auditors, whose report has been furnished to us, and our opinion, insofar as it relates to the amounts included for The Burkitt Foundation, is based solely on the report of the other auditors.

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 Financial Statements section of our report. We are required to be independent of El Paso Community Foundation and Affiliates 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 opinion.

Emphasis of Matter

Change in Accounting Principle

As described in Note 1 to the financial statements, in 2022, El Paso Community Foundation and Affiliates adopted a new accounting principle, FASB ASC Topic 842, *Leases*. Our opinion is not modified with respect to this matter.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the combined 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 combined financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the combined financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about El Paso Community Foundation and Affiliates' ability to continue as a going concern within one year after the date that the combined financial statements are available to be issued.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the combined 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 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 combined 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 combined 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 El Paso Community Foundation and Affiliates' 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 combined financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about El Paso Community Foundation and Affiliates' 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.

Gibson Rudlock Patterson LLC

El Paso, Texas
September 21, 2023

EL PASO COMMUNITY FOUNDATION AND AFFILIATES

COMBINED STATEMENTS OF FINANCIAL POSITION

DECEMBER 31, 2022 AND 2021

ASSETS	<u>2022</u>	<u>2021</u>
Current Assets		
Cash and cash equivalents	\$ 26,712,769	\$ 10,067,240
Accounts receivable	1,675,359	3,603,510
Accrued interest, dividends and royalties receivable	568,215	405,244
Notes receivable	42,455	41,626
Contributions receivable	3,201,881	2,020,557
Inventory	10,842	10,420
Other current assets	440,832	546,155
	<hr/>	<hr/>
Total current assets	32,652,353	16,694,752
Noncurrent Assets		
Investments - marketable securities	104,478,694	132,337,078
Investment in local businesses	201,638	507,441
Investment in land and mineral interest	14,079,018	10,432,268
Assets held in charitable remainder uni-trust	1,706,917	2,294,409
Notes receivable	178,089	1,284,187
Contributions receivable	9,486,213	13,108,722
Right of use asset - operating lease	827,591	-
Property, furniture and equipment, net	2,812,263	2,984,217
Construction in progress	48,301,467	23,774,766
Other assets	178,979	189,484
	<hr/>	<hr/>
Total noncurrent assets	182,250,869	186,912,572
	<hr/>	<hr/>
Total assets	<u>\$ 214,903,222</u>	<u>\$ 203,607,324</u>

See accompanying notes to financial statements.

EL PASO COMMUNITY FOUNDATION AND AFFILIATES

COMBINED STATEMENTS OF FINANCIAL POSITION

DECEMBER 31, 2022 AND 2021

LIABILITIES AND NET ASSETS	<u>2022</u>	<u>2021</u>
Current Liabilities		
Accounts payable and accrued liabilities	\$ 2,553,867	\$ 2,949,095
Deferred income	33,889	33,889
Notes payable	21,000,000	11,008,317
Liability under charitable remainder trust-current portion	128,019	172,081
Operating lease liability - current portion	206,200	
Grants payable-current portion	<u>1,301,428</u>	<u>921,362</u>
Total current liabilities	<u>25,223,403</u>	<u>15,084,744</u>
Noncurrent Liabilities		
Liability under charitable remainder uni-trust	952,959	1,496,390
Operating lease liability	621,390	
Agency funds	1,741,974	2,122,485
Grants payable	<u>232,857</u>	<u>309,286</u>
Total noncurrent liabilities	<u>3,549,180</u>	<u>3,928,161</u>
Total liabilities	<u>28,772,583</u>	<u>19,012,905</u>
Net Assets		
Without donor restrictions	116,244,353	109,041,568
With donor restrictions	<u>69,886,286</u>	<u>75,552,851</u>
Total net assets	<u>186,130,639</u>	<u>184,594,419</u>
Total liabilities and net assets	<u>\$ 214,903,222</u>	<u>\$ 203,607,324</u>

See accompanying notes to financial statements.

EL PASO COMMUNITY FOUNDATION AND AFFILIATES

COMBINED STATEMENT OF ACTIVITIES
AND CHANGES IN NET ASSETS

FOR THE YEAR ENDED DECEMBER 31, 2022

	Without Donor Restrictions	With Donor Restrictions	Total
Revenues and support			
Contributions, gifts, and bequests	\$ 8,209,022	\$ 9,095,157	\$ 17,304,179
Non-cash contributions	-	130,532	130,532
Net investment return	(11,077,096)	(4,871,482)	(15,948,578)
Leases, rentals and royalty income	3,771,134	-	3,771,134
Administrative fees	1,304,852	(1,253,557)	51,295
Project income	15,842,038	17,578	15,859,616
Other income	2,692	335,310	338,002
	18,052,642	3,453,538	21,506,180
Net assets released from restrictions and reclassifications	9,120,103	(9,120,103)	-
	27,172,745	(5,666,565)	21,506,180
Expenses			
Grants, awards and scholarships	8,323,372	-	8,323,372
Program expenses	10,313,293	-	10,313,293
Administrative expenses	851,128	-	851,128
Fundraising expenses	482,167	-	482,167
	19,969,960	-	19,969,960
Change in net assets	7,202,785	(5,666,565)	1,536,220
Net assets - beginning of year	109,041,568	75,552,851	184,594,419
Current changes in net assets	7,202,785	(5,666,565)	1,536,220
Net assets - end of year	\$ 116,244,353	\$ 69,886,286	\$ 186,130,639

See accompanying notes to financial statements.

EL PASO COMMUNITY FOUNDATION AND AFFILIATES

COMBINED STATEMENT OF ACTIVITIES
AND CHANGES IN NET ASSETS

FOR THE YEAR ENDED DECEMBER 31, 2021

	Without Donor Restrictions	With Donor Restrictions	Total
Revenues and support			
Contributions, gifts, and bequests	\$ 5,901,245	\$ 8,424,768	\$ 14,326,013
Non-cash contributions	-	122,305	122,305
Net investment return	11,719,014	6,052,601	17,771,615
Leases, rentals and royalty income	1,631,693	14	1,631,707
Administrative fees	1,361,656	(1,357,131)	4,525
Project income	14,162,211	63,644	14,225,855
Other income	489,357	121,640	610,997
	35,265,176	13,427,841	48,693,017
Net assets released from restrictions and reclassifications	6,930,369	(6,930,369)	-
Total revenues and support	42,195,545	6,497,472	48,693,017
Expenses			
Grants, awards and scholarships	6,094,276	-	6,094,276
Program expenses	7,846,322	-	7,846,322
Administrative expenses	742,684	-	742,684
Fundraising expenses	557,743	-	557,743
Total expenses	15,241,025	-	15,241,025
Change in net assets	26,954,520	6,497,472	33,451,992
Net assets - beginning of year	82,087,048	69,055,379	151,142,427
Current changes in net assets	26,954,520	6,497,472	33,451,992
Net assets - end of year	\$ 109,041,568	\$ 75,552,851	\$ 184,594,419

See accompanying notes to financial statements.

EL PASO COMMUNITY FOUNDATION AND AFFILIATES

COMBINED STATEMENT OF FUNCTIONAL EXPENSES

DECEMBER 31, 2022

	Grants, Awards & Scholarships	Program	Administrative	Fundraising	Total
Salaries	\$ -	\$ 2,748,015	\$ 401,560	\$ 244,935	\$ 3,394,510
Benefits and payroll taxes	-	501,691	196,235	119,695	817,621
Grants, awards and scholarships	8,323,372	-	-	-	8,323,372
Project expenses	-	2,848,074	-	-	2,848,074
Professional fees	-	2,246,479	68,175	35,545	2,350,199
Rent and utilities	-	343,757	34,980	21,336	400,073
Professional development	-	80,069	16,821	6,710	103,600
Publication and distribution	-	130,766	354	216	131,336
Meetings, workshops and donor activities	-	153,766	9,264	5,070	168,100
Office supplies and expenses	-	261,441	18,117	9,901	289,459
Telephone	-	10,364	4,081	2,489	16,934
Insurance	-	74,688	8,913	2,700	86,301
Equipment lease maintenance	-	15,420	1,434	874	17,728
Postage and delivery	-	3,835	1,510	921	6,266
Interest	-	551,277	36,376	22,188	609,841
Permit, taxes, fees	-	66,849	25,504	-	92,353
Advertising	-	104,998	-	-	104,998
Administrative fees	-	9,652	-	-	9,652
Other	-	1,505	12,086	-	13,591
Total expenses before depreciation	8,323,372	10,152,646	835,410	472,580	19,784,008
Depreciation	-	160,647	15,718	9,587	185,952
Total expenses	\$ 8,323,372	\$ 10,313,293	\$ 851,128	\$ 482,167	\$ 19,969,960

See accompanying notes to financial statements.

EL PASO COMMUNITY FOUNDATION AND AFFILIATES

COMBINED STATEMENT OF FUNCTIONAL EXPENSES

DECEMBER 31, 2021

	Grants, Awards & Scholarships	Program	Administrative	Fundraising	Total
Salaries	\$ -	\$ 1,954,354	\$ 391,419	\$ 313,489	\$ 2,659,262
Benefits and payroll taxes	-	451,667	165,811	132,799	750,277
Grants, awards and scholarships	6,094,276	-	-	-	6,094,276
Project expenses	-	1,357,843	-	-	1,357,843
Professional fees	-	2,120,302	70,803	50,019	2,241,124
Rent and utilities	-	304,682	29,467	23,600	357,749
Professional development	-	190,942	3,425	2,743	197,110
Publication and distribution	-	422,897	1,062	850	424,809
Meetings, workshops and donor activities	-	203,632	7,151	5,727	216,510
Office supplies and expenses	-	114,528	11,634	9,317	135,479
Telephone	-	9,820	3,605	2,887	16,312
Insurance	-	61,607	8,283	3,169	73,059
Equipment lease maintenance	-	7,717	1,022	818	9,557
Postage and delivery	-	3,413	1,253	1,004	5,670
Interest	-	475,845	-	-	475,845
Permit, taxes, fees	-	51,756	-	-	51,756
Advertising	-	4,493	-	-	4,493
Other	-	79	33,614	-	33,693
Total expenses before depreciation	6,094,276	7,735,577	728,549	546,422	15,104,824
Depreciation	-	110,745	14,135	11,321	136,201
Total expenses	\$ 6,094,276	\$ 7,846,322	\$ 742,684	\$ 557,743	\$ 15,241,025

See accompanying notes to financial statements.

EL PASO COMMUNITY FOUNDATION AND AFFILIATES

COMBINED STATEMENTS OF CASH FLOWS

DECEMBER 31, 2022 AND 2021

	2022	2021
Cash flows from operating activities:		
Changes in net assets	\$ 1,536,220	\$ 33,451,992
Adjustments to reconcile change in net assets to net cash provided by operating activities:		
Non-cash contributions	(130,532)	(122,305)
Loss on disposal of equipment	-	8,152
Realized gain on sale of investments	(2,418,587)	(9,830,173)
Unrealized (gain) loss on investments	19,956,471	(5,606,582)
Depreciation	185,952	136,201
(Increase) decrease in:		
Accrued interest, dividends and royalties receivable	(162,970)	(118,770)
Accounts receivable	1,928,151	(2,893,591)
Inventory	(422)	-
Right of use asset - operating lease	(827,591)	-
Other assets	115,828	(410,974)
Contributions receivable	2,441,185	(1,238,599)
Increase (decrease) in:		
Accounts payable and accrued liabilities	(395,228)	2,171,777
Deferred income	-	33,889
Lease liability	827,591	-
Grants payable	303,637	(344,964)
Net cash provided by operating activities	23,359,705	15,236,053
Cash flows from investing activities:		
Net sales of investments	6,901,769	2,598,425
Purchases of property, furniture, and equipment	(13,999)	(2,537,478)
Cash loans to borrowers	-	(1,071,980)
Principal payments received from borrowers	1,234,969	67,291
Disbursements made for construction in progress	(24,526,701)	(15,870,974)
Distributions to charitable remainder trust beneficiaries	(172,197)	(166,097)
Net cash used in investing activities	(16,576,159)	(16,980,813)
Cash flows from financing activities:		
Borrowings	10,000,000	-
Principal payments made	(138,017)	(70,217)
Net cash provided by (used in) financing activities	9,861,983	(70,217)
Net increase (decrease) in cash and cash equivalents	16,645,529	(1,814,977)
Cash and cash equivalents, beginning of year	10,067,240	11,882,217
Cash and cash equivalents, end of year	\$ 26,712,769	\$ 10,067,240
Non cash financing activity: forgiveness of PPP loan	\$ -	\$ 70,217
Cash paid during the year for interest	\$ 609,841	\$ 464,400

See accompanying notes to financial statements.

EL PASO COMMUNITY FOUNDATION AND AFFILIATES

NOTES TO COMBINED FINANCIAL STATEMENTS

DECEMBER 31, 2022 AND 2021

1. NATURE OF ACTIVITIES AND SUMMARY OF SIGNIFICANT ACCOUNTING AND REPORTING POLICIES

Nature of Operations

The El Paso Community Foundation is a Texas nonprofit corporation responsible for charitable funds contributed by various donors and the related income generated by those funds. The Foundation receives substantial contributions and grants, governmental grants, and earns income from its investments. The Foundation is organized and operated to serve the general charitable, educational and scientific needs of the inhabitants of El Paso, Southern New Mexico, and Ciudad Juarez, Mexico through charitable grants and various charitable programs at the discretion of the Board of Directors (the Board). The various Affiliate organizations serve to support El Paso Community Foundation in its charitable purpose.

Basis of Accounting

The financial statements of El Paso Community Foundation and Affiliates (the Foundation) are prepared on the accrual basis of accounting.

Financial Statement Presentation

The combined financial statements include the El Paso Community Foundation and following entities, or “Affiliates” with financial activity:

- The Cardwell Foundation
- The Burkitt Foundation
- The J. Edward and Helen M.C. Stern Foundation
- La Frontera Conservation Fund
- El Paso Matters, Inc.
- Compañeros International
- El Paso Museum of History Foundation
- The EPC Museum / EPCM Construction LLC
- El Paso Special Needs Education Center
- Borderplex Community Capital
- Border Art Residency
- Borderland 100 Club
- El Paso Festivals, Inc.
- Love P.A.R.K. LLC

Substantially all the above entities are supporting organizations of El Paso Community Foundation, and operate for the benefit of, and carry out the purposes of El Paso Community Foundation. EPCM Construction LLC is wholly owned by The EPC Museum, and is consolidated accordingly under the equity method of accounting. The Foundation has significant control over the functions of the Affiliates. All significant intercompany transactions and balances have been eliminated in combination.

(Continued)

EL PASO COMMUNITY FOUNDATION AND AFFILIATES

NOTES TO COMBINED FINANCIAL STATEMENTS

DECEMBER 31, 2022 AND 2021

1. NATURE OF ACTIVITIES AND SUMMARY OF SIGNIFICANT ACCOUNTING AND REPORTING POLICIES (Continued)

Under the Presentation of Financial Statements of FASB Accounting Standards Codification (ASC), El Paso Community Foundation and its Affiliates classifies its net assets, revenues, gains and losses based upon the existence or absence of donor or grantor imposed restrictions. Accordingly, net assets and changes therein are classified and reported as follows:

Net assets without donor restrictions - Net assets available for use in general operations and not subject to donor restrictions. The governing board has also designated, from net assets without donor restrictions, net assets for board-designated endowments.

Net Assets With Donor Restrictions - Net assets subject to donor-imposed restrictions. Some donor-imposed restrictions are temporary in nature, such as those that will be met by the passage of time or other events specified by the donor. Other donor-imposed restrictions are perpetual in nature, where the donor stipulates that resources be maintained in perpetuity. Donor-imposed restrictions are released when a restriction expires.

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 disclosures of contingent assets and liabilities at the date of the financial statements and reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates, and those differences could be material.

Support and Revenue Recognition

The Foundation receives income primarily from contributions and grants, and from investment income and gains on investments. Support and revenue is recognized and recorded when earned.

Contributions - Contributions are recognized as revenue when an unconditional promise to give or notification of a beneficial interest is received. Conditional promises to give are not recognized until the conditions on which they depend have been substantially met. Recognized contributions are considered to be available for unrestricted use unless restricted by the donor. All donor-restricted contributions are recorded as an increase in net assets with donor restrictions. When a restriction expires (that is, when a stipulated purpose or time restriction is satisfied), net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the statement of activities as net assets released from restrictions.

Non-cash Contributions - Contributions of securities or other non-cash assets are recorded in the statement of activities at their fair values on the date of the gift.

(Continued)

EL PASO COMMUNITY FOUNDATION AND AFFILIATES

NOTES TO COMBINED FINANCIAL STATEMENTS

DECEMBER 31, 2022 AND 2021

1. NATURE OF ACTIVITIES AND SUMMARY OF SIGNIFICANT ACCOUNTING AND REPORTING POLICIES (Continued)

Grants - Grants can be either contribution or exchange transactions. Grants classified as exchange transactions require the Foundation to recognize revenue when the expenses are incurred or when a service has been satisfied. Revenue recognition is determined using the five-step approach required by ASC Topic 606:

- Identification of the contract
- Identification of the performance obligation in the contract
- Determination of the transaction price
- Allocation of the transaction price to the performance obligations in the contract
- Recognition of revenue when, or as, performance obligations are satisfied

Project Income - Project income is received for the various project purposes of the Foundation. The EPC Museum recognizes revenue when the expenses for its museum building project are incurred.

Investment and Other Income - Investment income and gains, lease income, rental income, and royalty income are recorded as revenue in the statement of activities when earned.

Administrative Fees

El Paso Community Foundation receives administrative fees from various affiliates to cover certain bookkeeping and other overhead costs. Administrative fees associated with El Paso Community Foundation's own restricted net asset funds are allocated to said funds, and reclassified to net assets without restrictions. As inter-fund transfers, the fees are reflected in the revenue section of the statement of activities.

Contributions of Long-Lived Assets

The Foundation and Affiliates report gifts of land, buildings, and equipment as support without restrictions unless explicit donor stipulations specify how the donated assets must be used. Gifts of long-lived assets with explicit restrictions that specify how the assets are to be used and gifts of cash or other assets that must be used to acquire long-lived assets are reported as support with restrictions. Absent explicit donor stipulations about how long those long-lived assets must be maintained, the Foundation and Affiliates report expirations of donor restrictions when the donated or acquired long-lived assets are placed in service. Gifts of long-lived assets are capitalized and reported in the statement of financial position.

Gifts of Remainder Interests

Remainder interest gifts are donations whereby the donor stipulates that the Foundation periodically pay a fixed amount of money to a specified beneficiary. The Foundation records an actuarially determined liability for the beneficiary payments on the date of the gift. The excess or deficiency of the fair value of the gift over the liability is recognized as restricted support when received. When the terms of the gift have been met, absent any donor restrictions on use of the residual, the Foundation reclassifies the remaining amount of the gift, net of any actuarial gains or losses, to net assets without donor restrictions.

(Continued)

EL PASO COMMUNITY FOUNDATION AND AFFILIATES

NOTES TO COMBINED FINANCIAL STATEMENTS

DECEMBER 31, 2022 AND 2021

1. NATURE OF ACTIVITIES AND SUMMARY OF SIGNIFICANT ACCOUNTING AND REPORTING POLICIES (Continued)

Functional Allocation of Expenses

The costs of providing the various programs and other activities have been summarized on a functional basis in the statement of activities. Accordingly, certain costs have been allocated among the programs and supporting services benefitted. The allocations are determined by management on an equitable basis.

Advertising

Advertising costs are expensed as incurred. Advertising expenses were \$104,998 and \$4,493 for the years ended December 31, 2022 and 2021, respectively.

Cash and Cash Equivalents

For purposes of the statement of cash flows, cash and cash equivalents includes savings accounts, certificates of deposit, money market accounts and all investments with an original maturity of three months or less when purchased.

Accounts Receivable

Accounts receivable are recorded when the revenue recognition requirements have been met. An allowance for doubtful accounts is allocated based upon collection history.

Inventory

Inventory consists of items for occasional sale, and are stated at the lower of cost (FIFO) or market.

Notes Receivable

Notes receivable consist of operating term loans made to qualifying organizations in the community at varying annual interest rates, and are recorded at their net collectable amounts. Notes receivable balances are written off when they are deemed uncollectible. Interest income related to the notes is accrued monthly as it is earned.

Property, Furniture and Equipment

All fixed assets acquired with a value of \$1,500 or greater are capitalized and are recorded as property, furniture and equipment and are stated at cost or estimated fair value at date of donation. Depreciation is computed based on expected useful lives as follows:

<u>Assets</u>	<u>Lives</u>	<u>Method</u>
Buildings	40 years	Straight-line
Leasehold improvements	15 years	Straight-line
Office equipment and furniture	1 - 15 years	Straight-line

(Continued)

EL PASO COMMUNITY FOUNDATION AND AFFILIATES

NOTES TO COMBINED FINANCIAL STATEMENTS

DECEMBER 31, 2022 AND 2021

1. NATURE OF ACTIVITIES AND SUMMARY OF SIGNIFICANT ACCOUNTING AND REPORTING POLICIES (Continued)

Maintenance, repairs and minor replacements are charged to operations as incurred; major replacements and betterments are capitalized. The cost and accumulated depreciation of property retired or sold is removed from the respective accounts and gains and losses are included in the combined statement of activities.

Property, furniture and equipment is evaluated for impairment when events or circumstances indicate that the carrying value of an asset may not be recoverable from the estimated future cash flows expected to result from its use and subsequent disposition. There were no indicators of asset impairment during 2022 or 2021.

Investment Securities

The Foundation has adopted the following policies as a basis for valuing investment securities.

- A. Investments acquired through gift or bequest with readily determinable fair values are recorded at fair value as of the acquisition date.
- B. Investments in money market funds are stated at cost, which approximates fair value. Investments in marketable securities are stated at fair value in the statement of financial position. The change in value of investments held at the end of each year is included in unrealized gains and losses on investments in the statement of activities.

Endowment Classifications

The Foundation endowments consist of individual funds established for a variety of purposes. Its endowments include both donor-restricted endowment funds and funds designated by the Board of Directors to function as endowments. Net assets associated with endowment funds, including funds designated by the Board of Directors to function as endowments, are classified and reported based on the existence or absence of donor-imposed restrictions.

The Board of Directors of the Foundation has interpreted the Uniform Prudent Management of Institutional Funds Act (UPMIFA) as requiring the preservation of the fair value of the original gift as of the gift date of the donor-restricted endowment funds absent explicit donor stipulations to the contrary. As a result of this interpretation, the Foundation retains in perpetuity (a) the original value of gifts donated to the permanent endowment, (b) the original value of subsequent gifts to the permanent endowment, and (c) accumulations to the permanent endowment made in accordance with the direction of the applicable donor gift instrument at the time the accumulation is added to the fund. The remaining portion of the donor-restricted endowment fund is appropriated for expenditure by the Organization in manner consistent with the standard of prudence prescribed by UPMIFA.

(Continued)

EL PASO COMMUNITY FOUNDATION AND AFFILIATES

NOTES TO COMBINED FINANCIAL STATEMENTS

DECEMBER 31, 2022 AND 2021

1. NATURE OF ACTIVITIES AND SUMMARY OF SIGNIFICANT ACCOUNTING AND REPORTING POLICIES (Continued)

In accordance with UPMIFA, the Foundation considers the following factors in making a determination to appropriate or accumulate donor-restricted endowment funds: (1) the duration and preservation of the various funds, (2) the purposes of the donor-restricted endowment funds, (3) general economic conditions, (4) the possible effect of inflation and deflation, (5) the expected total return from income and the appreciation of investments, (6) other resources of the Foundation, and (7) the Foundation's investment policies.

Endowment 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 their endowments while seeking to maintain the purchasing power of the endowment assets. The Foundation's spending and investment policies work together to achieve this objective. The investment policies establish an achievable return objective through diversification of asset classes. The current long-term return objectives are based upon the Boards of Directors' assessment of current and future economic conditions and the needs of the organizations.

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 organizations target a diversified asset allocation that places equal emphasis on equity and debt-based investments to achieve their long-term return objectives within prudent risk parameters.

The spending policy calculates the amount of money annually distributed from the Foundation's various endowed funds, for grant making and administration. The current spending policy is to generally expend only the income earned on endowed funds to the extent necessary for the needs of the Foundation, while preserving the endowment assets.

Income Tax Status

El Paso Community Foundation and its significant Affiliates are tax-exempt organizations under Section 501(c)(3) of the Internal Revenue Code and, therefore, have no provision for federal income taxes.

El Paso Community Foundation and its Affiliates evaluate significant tax positions as required by generally accepted accounting principles in the United States of America. Their tax returns are subject to examination by the appropriate regulatory authorities. Generally, the statute of limitations runs three years after the date the return is due or filed, whichever is later.

(Continued)

EL PASO COMMUNITY FOUNDATION AND AFFILIATES

NOTES TO COMBINED FINANCIAL STATEMENTS

DECEMBER 31, 2022 AND 2021

1. NATURE OF ACTIVITIES AND SUMMARY OF SIGNIFICANT ACCOUNTING AND REPORTING POLICIES (Continued)

Accounting Pronouncements Adopted

Effective January 1, 2022, the Foundation adopted the provisions of FASB Accounting Standards Update (ASU) No. 2016-02, *Leases* (Topic 842), as amended. Topic 842 requires that a lease liability and the related right-of-use-asset representing the lessee's right to use or control the asset be recorded on the statement of financial position upon the commencement of all leases with a term of greater than twelve months. The Foundation has elected the cumulative-effect adjustment method to record in its financial statements the effect of FASB ASC 842 at the beginning of the year of adoption, which is January 1, 2022. Adoption of this standard had no effect on its net assets for the year ending December 31, 2021.

Leases (Topic 842) Discount Rate for Lessees That Are Not Public Business Entities (ASU-2021-09) currently provides lessees that are not public business entities with a practical expedient that allows them to elect, as an accounting policy, to use a risk-free rate as the discount rate for all leases by class of underlying asset. The Foundation has therefore elected to use the risk-free rate for its office lease. Adoption of this standard had no effect on its net assets for the year ending December 31, 2021.

2. LIQUIDITY AND AVAILABILITY

Foundation financial assets at December 31, 2022 and 2021 available for general expenditure -- that is, without donor or other restrictions limiting their use, within one year of the statement of financial position date, comprise the following:

	<u>2022</u>	<u>2021</u>
Cash and cash equivalents	\$ 15,758,418	\$ 9,883,492
Interest, dividends and royalties receivable	568,215	405,244
Accounts receivable	675,359	3,603,510
Notes receivable - current	42,555	-
Marketable securities	<u>56,741,834</u>	<u>77,880,071</u>
	<u>\$ 73,786,381</u>	<u>\$ 91,772,317</u>

The El Paso Community Foundation and its Affiliates review their budgets at least annually. The organizations regularly monitor their liquidity requirements to meet annual financial obligations, while striving to preserve and maximize the numerous fund investment values. The Foundation's and various Affiliates' general spending policies permit the expenditure in a general range of 3% - 5% of the value of assets related to donor restricted funds, and 100% of general assets. The boards of directors have discretion in allowing higher spending rates when necessary.

(Continued)

EL PASO COMMUNITY FOUNDATION AND AFFILIATES

NOTES TO COMBINED FINANCIAL STATEMENTS

DECEMBER 31, 2022 AND 2021

3. CASH AND CASH EQUIVALENTS

The Foundation's cash and cash equivalents include the following at December 31, 2022 and 2021:

	<u>2022</u>	<u>2021</u>
Cash in banks	\$ 20,758,116	\$ 6,895,873
Money market funds	<u>5,954,653</u>	<u>3,171,367</u>
	<u>\$ 26,712,769</u>	<u>\$ 10,067,240</u>

The Foundation maintains cash accounts at several banks. These accounts at each institution are insured by the Federal Deposit Insurance Corporation up to \$250,000. The Foundation's cash balances at the banks periodically exceed the FDIC limit.

Approximately \$4,232,439 and \$1,157,678 of the money market cash balances for the years ended December 31, 2022 and 2021, respectively, were pledged as collateral to UBS Bank in satisfaction of a loan covenant.

4. ACCOUNTS RECEIVABLE

Accounts receivable primarily consists of payments due to The EPC Museum from the City of El Paso in satisfaction of an agreement to provide construction cost reimbursements to build a local children's museum. The entire balance of accounts receivable at December 31, 2022 and 2021 is considered fully collectable, therefore no allowance for doubtful accounts has been allocated.

5. CONTRIBUTIONS RECEIVABLE

Contributions receivable represent promises to give which have been made by the donors, but have not yet been received by the Foundation. The Foundation considers the contributions receivable balance to be fully collectible, and accordingly, has no provision for allowance for uncollectible contributions. Long-term collectable amounts are discounted using a rate of 5%. Contributions receivable at December 31, 2022 are as follows:

Contributions receivable in less than one year	\$ 3,201,881
receivable in one to five years	10,372,832
receivable after five years	<u>403,333</u>
	13,978,046
Less discount on long-term contributions receivable	<u>(1,289,952)</u>
	<u>\$ 12,688,094</u>

Amortization of discounts on contributions receivable are reported in the statement of activities as contributions revenue.

(Continued)

EL PASO COMMUNITY FOUNDATION AND AFFILIATES

NOTES TO COMBINED FINANCIAL STATEMENTS

DECEMBER 31, 2022 AND 2021

6. NOTES RECEIVABLE

Principal payments due to be received in the next five years and in the aggregate were as follows:

	<u>2022</u>	<u>2021</u>
Notes receivable in less than one year	\$ 42,455	\$ 41,626
receivable in one to five years	178,089	175,050
receivable after five years	-	1,109,137
	<u>\$ 220,544</u>	<u>\$ 1,325,813</u>

An Affiliate holds an unsecured promissory note from a local non-profit organization, at an annual fixed interest rate of 2%. Payments of principal and interest are due monthly until the note matures in November 2027. The principal balance on the note was \$217,217 and \$258,844 at December 31, 2022 and 2021, respectively. The balance is considered fully collectible at year-end, therefore no allowance for credit loss has been allocated. The Affiliate held various other long-term notes from other local organizations totaling \$1,066,969 at December 31, 2022, the balances of which were forgiven during 2022, in satisfaction of the Affiliate's program purpose.

7. GRANTS PAYABLE

The Foundation made unconditional promises to give to organizations in 2022 and in prior years. The amounts payable in one to five years and beyond were as follows:

<u>Year ended December 31,</u>	
2024	\$ 116,429
2025	116,428
After 2025	<u>-</u>
	<u>\$ 232,857</u>

(Continued)

EL PASO COMMUNITY FOUNDATION AND AFFILIATES

NOTES TO COMBINED FINANCIAL STATEMENTS

DECEMBER 31, 2022 AND 2021

8. FAIR VALUE MEASUREMENTS

The fair value measurement accounting literature established a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. This hierarchy consists of three levels:

Level 1 - inputs have the highest priority and consist of unadjusted quoted prices for identical assets in active markets that the Organization has the ability to access.

Level 2 - inputs consist of quoted prices for similar assets in active markets, quoted prices for identical or similar assets in inactive markets, inputs other than quoted prices that are observable for the asset, or inputs that are derived principally from or corroborated by observable market data by correlation or other means.

Level 3 - inputs have the lowest priority and are unobservable and significant to the fair value measurement.

The asset's and liability's fair value measurement level with the fair value hierarchy is based on the lowest level of any input that is significant to the fair value measurement. Valuation techniques maximize the use of relevant observable inputs and minimize the use of unobservable inputs. The following is a description of the valuation methodologies used for the assets and liabilities measured at fair value. There have been no changes in the methodologies used at December 31, 2022 and 2021.

Marketable Securities - Equities and Mutual Funds

Equities and mutual funds are valued using quoted market prices for identical securities.

Marketable Securities - Corporate and Mortgage-backed bonds

Corporate and mortgage-backed bond valuations are obtained using the market and model approaches, and are valued based upon quoted prices for similar instruments in active markets, and using model-based valuations.

Investment in Land and Mineral Interest

Land held for investment valuations are based upon independent appraisals conducted for the various parcels as of May 1, 2018 and December 31, 2021. Mineral rights valuations are based upon independent valuations conducted as of December 31, 2022.

Liability Under Charitable Remainder Unitrust

The liability under charitable remainder unitrust is valued based upon certain actuarial assumptions, including beneficiary life expectancies.

(Continued)

EL PASO COMMUNITY FOUNDATION AND AFFILIATES

NOTES TO COMBINED FINANCIAL STATEMENTS

DECEMBER 31, 2022 AND 2021

8. FAIR VALUE MEASUREMENTS (Continued)

Fair value of certain assets and liabilities in the statement of financial position consisted of the following at December 31, 2022 and 2021:

2022	Quoted Price in Active Markets For Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Unobservable Inputs (Level 3)	Total
<u>Recurring fair value measurements:</u>				
Marketable securities	\$ 89,696,998	\$ 14,781,696	\$ -	\$ 104,478,694
Assets held in charitable remainder trust	-	1,706,917	-	1,706,917
Liability under charitable remainder trust	-	(1,080,978)	-	(1,080,978)
	<u>\$ 89,696,998</u>	<u>\$ 15,407,635</u>	<u>\$ -</u>	<u>\$ 105,104,633</u>

Nonrecurring fair value measurements:

Investment in land and mineral interest	\$ -	\$ 14,079,018	\$ -	\$ 14,079,018
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2021	Quoted Price in Active Markets For Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Unobservable Inputs (Level 3)	Total
<u>Recurring fair value measurements:</u>				
Marketable securities	\$ 121,069,088	\$ 11,267,990	\$ -	\$ 132,337,078
Assets held in charitable remainder trust	-	2,294,409	-	2,294,409
Liability under charitable remainder trust	-	(1,668,471)	-	(1,668,471)
	<u>\$ 121,069,088</u>	<u>\$ 11,893,928</u>	<u>\$ -</u>	<u>\$ 132,963,016</u>

Nonrecurring fair value measurements:

Investment in land and mineral interest	\$ -	\$ 10,415,268	\$ -	\$ 10,415,268
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(Continued)

EL PASO COMMUNITY FOUNDATION AND AFFILIATES

NOTES TO COMBINED FINANCIAL STATEMENTS

DECEMBER 31, 2022 AND 2021

9. INVESTMENTS IN MARKETABLE SECURITIES

Investments in marketable securities at December 31, 2022 and 2021, stated at fair value, consisted of the following:

	2022	2021
Corporate bonds	\$ 5,619,904	\$ 2,933,521
Government and agency obligations		
US Treasury notes	5,495,682	9,635,565
Municipal bonds	49,435	-
US government agency mortgage-backed bonds	2,679,830	3,381,943
	8,224,947	13,017,508
Equities		
Domestic equities	43,802,280	55,159,022
Foreign equities	11,204,589	16,928,950
	55,006,869	72,087,972
Mutual funds		
Fixed income	7,656,462	14,017,912
Alternative and real asset	6,432,527	4,952,526
Equity	21,537,985	25,327,639
	35,626,974	44,298,077
	\$ 104,478,694	\$ 132,337,078

10. NET INVESTMENT RETURN

Net investment return for the years ended December 31, 2022 and 2021 consisted of the following:

	2022	2021
Dividend and interest income	\$ 2,574,280	\$ 3,122,668
Realized gain on sale of investments	2,418,587	9,830,173
Unrealized market gain (loss)	(19,956,471)	5,606,582
Loss on worthless stock	(299,999)	-
Investment manager fees	(684,975)	(787,808)
	\$ (15,948,578)	\$ 17,771,615

(Continued)

EL PASO COMMUNITY FOUNDATION AND AFFILIATES

NOTES TO COMBINED FINANCIAL STATEMENTS

DECEMBER 31, 2022 AND 2021

11. PROPERTY, FURNITURE, AND EQUIPMENT

Property, furniture, and equipment in consisted of the following at December 31, 2022 and 2021:

	Balance at 12/31/2021	Net Additions & Disposals	Balance at 12/31/2022
Office equipment and furniture	\$ 609,388	\$ 13,998	\$ 623,386
Buildings	2,482,947	-	2,482,947
Leasehold improvements	1,393,649	-	1,393,649
	4,485,984	13,998	4,499,982
Less accumulated depreciation	(1,501,767)	(185,952)	(1,687,719)
Total property, furniture and equipment	<u>\$ 2,984,217</u>	<u>\$ (171,954)</u>	<u>\$ 2,812,263</u>

Depreciation expense was \$185,952 and \$136,201 for the years ended 2022 and 2021, respectively.

An Affiliate capitalized approximately \$24,526,701 and \$15,870,974 in design, engineering, and construction costs during 2022 and 2021, respectively, pursuant to a major local museum building project. The costs are recorded as construction in progress in the statement of financial position.

12. CASH SURRENDER VALUE OF LIFE INSURANCE

The Foundation has a beneficial interest in the cash surrender value of four insurance policies. The cash surrender values were \$112,561 and \$123,066 at December 31, 2022 and 2021, respectively, and is recorded in other assets.

(Continued)

EL PASO COMMUNITY FOUNDATION AND AFFILIATES

NOTES TO COMBINED FINANCIAL STATEMENTS

DECEMBER 31, 2022 AND 2021

13. NOTES PAYABLE

The Foundation has a \$21 million revolving credit line agreement with UBS Bank that provides for advances at a fixed rate. The credit line is due on demand and is secured by El Paso Community Foundation's investment accounts at UBS Financial Services, of which the fair value totaled \$34,693,451 and \$38,959,024 at December 31, 2022 and 2021, respectively.

Advances under the line of credit at December 31, 2022 and 2021 were:

	2022	2021
Fixed rate advance bearing interest at 4.07% annual rate through February 23, 2022. Refinanced at an annual rate of 2.73% through February 24, 2027. Interest payable monthly. Callable by the lender at any time.	\$ -	\$ 3,008,317
Fixed rate advance bearing interest at 4.195% through November 9, 2023. Interest payable monthly. Callable by the lender at any time.	8,000,000	8,000,000
Fixed rate advance bearing interest at 2.69% through April 5, 2027. Interest payable monthly. Callable by the lender at any time.	5,000,000	-
Fixed rate advance bearing interest at 4.30% through October 4, 2023. Interest payable monthly. Callable by the lender at any time.	5,000,000	-
Fixed rate advance bearing interest at 2.69% through February 24, 2027. Interest payable monthly. Callable by the lender at any time.	3,000,000	-
	\$ 21,000,000	\$ 11,008,317

Approximately \$11 million of the outstanding balance of the line of credit is related to a pre-2018 grant made to the City of El Paso, Texas for purposes of construction and renovation of the Plaza Theatre Performing Arts Center, and for the provision of funding for the the Artspace El Paso project.

During 2022, El Paso Community Foundation was advanced an additional \$10 million on the line of credit. The advance was provided to an Affiliate engaged in the construction of a new children's museum facility in El Paso, Texas. The borrowed funds are on loan to the Affiliate, the principal and interest of which are expected to be repaid through the Affiliate's receipt of capital campaign pledges collected over the next three years.

(Continued)

EL PASO COMMUNITY FOUNDATION AND AFFILIATES

NOTES TO COMBINED FINANCIAL STATEMENTS

DECEMBER 31, 2022 AND 2021

14. RETIREMENT PLAN

El Paso Community Foundation Tax Deferred Annuity Plan (Plan) is a defined contribution retirement plan authorized under Internal Revenue Code Section 403(b). Eligible employees who wish to participate in the Plan may enter into a salary reduction agreement not to exceed the lesser of \$20,500 or 10% of compensation during any calendar year. The Foundation contributes a percentage of the eligible employees' annual compensation to the Plan. All contributions made to the Plan are placed in a group annuity contract issued by Voya Retirement Insurance and Annuity Company. The Foundation contributed \$367,428 and \$336,143 to the Plan for the years ended December 31, 2022 and 2021, respectively, and the employees contributed \$63,902 and \$61,002 for the those same years then ended.

15. OPERATING LEASES

El Paso Community Foundation is under an operating lease obligation relating to its office facilities, requiring initial monthly payments of \$17,098 beginning in 2011, increasing 1.5% each year, until its expiration in September 2026. The discount rate used is based on an estimated incremental borrowing rate of 5%.

Minimum future lease payments under the non-cancelable operating office lease are as follows:

Year ended December 31,	
2023	\$ 247,681
2024	247,681
2025	247,681
After December 31, 2025	<u>165,119</u>
	908,162
Less operating lease discount	<u>(80,571)</u>
Operating lease liability	<u>\$ 827,591</u>

El Paso Community Foundation and Affiliates have elected the short-term lease exemption for all existing and ongoing operating leases with a term of 12 months or less. Accordingly, the Foundation does not recognize any asset and liability for those operating leases. Lease payments for short-term leases are recognized on the straight-line basis.

Rent expense charged to activities in 2022 and 2021, including provisions for storage and parking, were \$337,142 and \$305,225, respectively.

The Foundation subscribes to remote information services for its accounting and reporting functions, requiring yearly subscription fees of approximately \$41,500. The annual subscription term automatically renews without written notice.

(Continued)

EL PASO COMMUNITY FOUNDATION AND AFFILIATES

NOTES TO COMBINED FINANCIAL STATEMENTS

DECEMBER 31, 2022 AND 2021

16. NET ASSETS WITH DONOR RESTRICTIONS

Net assets with donor restrictions are restricted at December 31, 2022 and 2021 for the following purposes:

	2022	2021
Subject to expenditure for specified purpose:		
Health/Disabilities	\$ 14,692,705	\$ 17,769,181
Human services	14,488,844	15,169,279
Education	13,602,816	15,281,363
Civic/Public affairs	2,107,586	3,979,886
Arts/Humanities	281,643	575,199
Environment/Animals	336,966	366,943
Project expenses	3,798,883	1,983,203
	49,309,443	55,125,054
Subject to the passage of time:		
Net assets held in charitable remainder uni-trust	625,939	625,938
Promises to give	14,841,852	14,724,187
	15,467,791	15,350,125
Endowments:		
Subject to Foundation spending policy and appropriation:		
Health/General	1,468,855	1,468,505
Human Services	1,415,642	1,415,392
Education	1,909,764	1,909,764
Arts/Humanities	186,285	160,226
Environment/Animals	53,857	51,607
Project expenses	74,649	72,178
	5,109,052	5,077,672
	\$ 69,886,286	\$ 75,552,851

(Continued)

EL PASO COMMUNITY FOUNDATION AND AFFILIATES

NOTES TO COMBINED FINANCIAL STATEMENTS

DECEMBER 31, 2022 AND 2021

17. CHANGES IN ENDOWMENT NET ASSETS AND ENDOWMENT NET ASSET COMPOSITION

Below is a schedule of changes in endowment assets for the year ended December 31, 2022. The portion of the endowment with temporary donor restrictions has been appropriated.

	Without Donor Restrictions (Board Designated)	With Donor Restrictions	2022 Total	2021 Total
Net assets, beginning of year	\$ 2,052,358	\$ 5,077,672	\$ 7,130,030	\$ 6,963,998
Net investment return	(299,592)	(948,456)	(1,248,048)	842,619
Contributions	522,565	31,380	553,945	41,937
Amounts appropriated for expenditure	(32,292)	(459,403)	(491,695)	(408,390)
Reclassifications	216,195	1,407,859	1,624,054	(310,134)
Change in net assets	406,876	31,380	438,256	166,032
Endowment net assets, end of year	\$ 2,459,234	\$ 5,109,052	\$ 7,568,286	\$ 7,130,030

18. ASSETS HELD IN CHARITABLE REMAINDER TRUST

The Foundation was named remainder beneficiary of a charitable remainder unitrust in 2008. Under the terms of the split-interest agreement, the Foundation is designated as trustee, and will receive any remaining trust assets upon the death of the donors. In the interim, the Foundation is required to distribute to the donor-beneficiaries 7.5% of the fair market value of the trust's assets each year until death of the donors.

The trust assets are stated at their fair value at December 31, 2022 and 2021 in the statement of financial position. The initial contribution in 2008 and the liability for future distributions were calculated using actuarial assumptions based upon the donor-beneficiaries' life expectancies and a 7.5% discount rate.

The change in the value of assets held in charitable remainder trust for 2022 is as follows:

Asset value at January 1, 2022	\$ 2,294,409
Gain (loss), net	(415,295)
Distributions to beneficiaries	<u>(172,197)</u>
Asset value at December 31, 2022	<u>\$ 1,706,917</u>

(Continued)

EL PASO COMMUNITY FOUNDATION AND AFFILIATES

NOTES TO COMBINED FINANCIAL STATEMENTS

DECEMBER 31, 2022 AND 2021

19. AGENCY FUNDS

From time to time, organizations provide funds to The Foundation for their own benefit. These transfers are considered reciprocal transactions under the accounting literature, and are recorded as a liability by the Foundation. The liability represents an obligation to pay specified future distributions. The Foundation's legal ownership of the funds is granted through variance power, and is governed by the gift instruments. The changes in the agency liability for the years ended December 31, 2022 and 2021 were:

	<u>2022</u>	<u>2021</u>
Agency liability, beginning of year	\$ 2,122,485	\$ 2,078,171
Investment income, net	(9,918)	14,655
Gain (loss), net	(275,187)	152,017
Distributions	(95,406)	(122,358)
Agency liability, end of year	<u>\$ 1,741,974</u>	<u>\$ 2,122,485</u>

20. COMMITMENTS

The Burkitt Foundation, an "Affiliate", entered into a Mediated Settlement Agreement dated September 17, 2009 which resolved, among other issues, an investigation of its activities by the Texas Attorney General. Pursuant to the Mediated Settlement Agreement, the Burkitt Foundation amended its Articles of Incorporation, Bylaws, Supporting Organization Agreement, Instrument of Gift and other documents as described therein. Pursuant to Section 5a of the Mediated Settlement Agreement, all Board members and directors of the Burkitt Foundation resigned effective October 13, 2009 and can never serve the Burkitt Foundation in any capacity again. The present Burkitt Foundation directors and officers have no connection to the previous members, directors and officers and thus have no personal knowledge of the activities engaged in by the Burkitt Foundation prior to their respective appointment or election, and have not been made aware of any financial inaccuracies.

EPCM Construction, LLC, a wholly owned subsidiary of The EPC Museum, entered into a contract agreement with a general building contractor during 2020 pursuant to the construction of a children's museum building in El Paso, Texas. The agreement is cancellable by EPCM Construction LLC at any time for any reason.

(Continued)

EL PASO COMMUNITY FOUNDATION AND AFFILIATES

NOTES TO COMBINED FINANCIAL STATEMENTS

DECEMBER 31, 2022 AND 2021

21. CONCENTRATIONS, RISKS, AND UNCERTAINTIES

Investments in marketable securities are subject to credit, interest and market risks. The Foundation's results of activities are materially affected by the U.S. and world economies. Economic factors such as inflation, energy costs, the cost and availability of credit, worldwide pandemics, and the health of the U.S. mortgage market and U.S. real estate market affect the performance and marketability of marketable securities. The Foundation could incur significant losses during a prolonged market downturn.

22. SUBSEQUENT EVENTS

The Foundation has evaluated subsequent events through September 21, 2023, the date on which the financial statements were available to be issued.

SUPPLEMENTARY INFORMATION

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Independent Auditor's Report on Supplementary Information

To the Boards of Directors of
El Paso Community Foundation and Affiliates:

We have audited the combined financial statements of El Paso Community Foundation and Affiliates as of and for the years ended December 31, 2022 and 2021, and our report thereon dated September 21, 2023, which expressed an unmodified opinion on those financial statements, appears on Page 1. We did not audit the financial statements of The Burkitt Foundation, a local Affiliate. Those statements were audited by other auditors, whose report has been furnished to us, and our opinion, insofar as it relates to the amounts included for The Burkitt Foundation, is based solely on the report of the other auditors.

Our audits were conducted for the purpose of forming an opinion on the combined financial statements as a whole. The Combining Statements of Financial Position and Combining Statements of Activities are presented for purposes of additional analysis of the combined financial statements rather than to present the financial position, results of operations, and cash flows of the individual organizations, and is not a required part of the combined 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 combined financial statements. The combining information has been subjected to the auditing procedures applied in the audit of the combined financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the combined financial statements or to the combined financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, based on our audit and the report of the other auditors, the combining information is fairly stated in all material respects in relation to the financial statements as a whole.

Gibson Ruddock Patterson LLC

El Paso, Texas
September 21, 2023

EL PASO COMMUNITY FOUNDATION AND AFFILIATES

COMBINING STATEMENT OF FINANCIAL POSITION

DECEMBER 31, 2022

	El Paso Community Foundation	The Cardwell Foundation	The Burkitt Foundation	The J. Edward & Helen M.C. Stern Foundation	La Frontera Conservation Fund	El Paso Matters	Compañeros International	Borderplex Community Capital	El Paso Museum of History Foundation	The EPC Museum	El Paso Special Needs Education Center	Other Organizations	Eliminations	Combined
ASSETS														
Current Assets:														
Cash and cash investments (including investment amounts held by custodians of \$5,954,653)	\$ 9,951,799	\$ 614,625	\$ 769,713	\$ 199,915	\$ 824,004	\$ 611,746	\$ 53,011	\$ 874,846	\$ 150,055	\$ 12,444,187	\$ 75,746	\$ 143,122	\$ -	\$ 26,712,769
Accounts receivable	330,018	-	-	-	-	9,593	162,322	1,000,000	138,913	103,114	9,467	88,102	(166,170)	1,675,359
Accrued interest, dividends and royalties receivable	113,518	44,077	408,969	1,651	-	-	-	-	-	-	-	-	-	568,215
Notes receivable	5,000,000	-	-	-	-	-	-	124,025	-	-	-	-	(5,081,570)	42,455
Contributions receivable	1,572,583	-	-	-	-	509,025	-	-	-	3,005,752	-	-	(1,885,479)	3,201,881
Inventory	10,842	-	-	-	-	-	-	-	-	-	-	-	-	10,842
Other current assets	48,634	-	4,315	102	369,646	2,302	-	-	147	12,777	1,153	1,756	-	440,832
Total current assets	17,027,394	658,702	1,182,997	201,668	1,193,650	1,132,666	215,333	1,998,871	289,115	15,565,830	86,366	232,980	(7,133,219)	32,652,353
Noncurrent Assets:														
Investments - marketable securities	56,849,388	18,900,696	23,007,897	5,720,713	-	-	-	-	-	-	-	-	-	104,478,694
Investments in local businesses	201,638	-	-	-	-	-	-	-	-	-	-	-	-	201,638
Investment in land and mineral interests	17,000	-	9,729,903	-	4,332,115	-	-	-	-	-	-	-	-	14,079,018
Assets held in charitable remainder trust	1,706,917	-	-	-	-	-	-	-	-	-	-	-	-	1,706,917
Notes receivable	5,000,000	-	-	-	-	-	-	2,910,975	-	-	-	-	(7,732,886)	178,089
Contributions receivable	2,264,213	-	-	-	-	-	-	-	-	11,607,571	-	-	(4,385,571)	9,486,213
Right of use asset - operating lease	827,591	-	-	-	-	-	-	-	-	-	-	-	-	827,591
Property, furniture, and equipment (net of accumulated depreciation of \$1,687,719)	372,900	-	-	-	2,403,365	12,258	-	-	-	3,716	20,024	-	-	2,812,263
Construction in progress	-	-	-	-	-	-	-	-	-	48,301,467	-	-	-	48,301,467
Other assets	178,979	-	-	-	-	-	-	-	-	-	-	-	-	178,979
Total noncurrent assets	67,418,626	18,900,696	32,737,800	5,720,713	6,735,480	12,258	-	2,910,975	-	59,912,754	20,024	-	(12,118,457)	182,250,869
Total assets	\$ 84,446,020	\$ 19,559,398	\$ 33,920,797	\$ 5,922,381	\$ 7,929,130	\$ 1,144,924	\$ 215,333	\$ 4,909,846	\$ 289,115	\$ 75,478,584	\$ 106,390	\$ 232,980	\$ (19,251,676)	\$ 214,903,222

See accompanying notes to financial statements.

EL PASO COMMUNITY FOUNDATION AND AFFILIATES

COMBINING STATEMENT OF FINANCIAL POSITION

DECEMBER 31, 2022

	El Paso Community Foundation	The Cardwell Foundation	The Burkitt Foundation	The J. Edward & Helen M.C. Stern Foundation	La Frontera Conservation Fund	El Paso Matters	Compañeros International	Borderplex Community Capital	El Paso Museum of History Foundation	The EPC Museum	El Paso Special Needs Education Center	Other Organizations	Eliminations	Combined
LIABILITIES AND NET ASSETS														
Current Liabilities:														
Accounts payable and accrued liabilities	\$ 342,448	\$ -	\$ 14,664	\$ 4,550	\$ 6,241	\$ 33,508	\$ 16,130	\$ 850	\$ 9	\$ 2,271,073	\$ 21,703	\$ 8,861	\$ (166,170)	\$ 2,553,867
Deferred income	-	-	-	-	33,889	-	-	-	-	-	-	-	-	33,889
Interest payable	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Notes payable	21,000,000	-	-	-	81,570	-	-	-	-	5,000,000	-	-	(5,081,570)	21,000,000
Liability under charitable remainder trust - current portion	128,019	-	-	-	-	-	-	-	-	-	-	-	-	128,019
Operating lease liability - current portion	206,200	-	-	-	-	-	-	-	-	-	-	-	-	206,200
Grants payable - current portion	2,715,850	300,000	-	71,429	-	-	99,628	-	-	-	-	-	(1,885,479)	1,301,428
Total current liabilities	24,392,517	300,000	14,664	75,979	121,700	33,508	115,758	850	9	7,271,073	21,703	8,861	(7,133,219)	25,223,403
Noncurrent Liabilities:														
Notes payable	-	-	-	-	2,732,886	-	-	-	-	5,000,000	-	-	(7,732,886)	-
Liability under charitable remainder trust	952,959	-	-	-	-	-	-	-	-	-	-	-	-	952,959
Operating lease liability	621,390	-	-	-	-	-	-	-	-	-	-	-	-	621,390
Agency funds	1,741,974	-	-	-	-	-	-	-	-	-	-	-	-	1,741,974
Grants payable	2,354,214	2,121,357	-	142,857	-	-	-	-	-	-	-	-	(4,385,571)	232,857
Total noncurrent liabilities	5,670,537	2,121,357	-	142,857	2,732,886	-	-	-	-	5,000,000	-	-	(12,118,457)	3,549,180
Total liabilities	30,063,054	2,421,357	14,664	218,836	2,854,586	33,508	115,758	850	9	12,271,073	21,703	8,861	(19,251,676)	28,772,583
Net Assets:														
Without donor restrictions	(543,517)	17,138,041	33,906,133	5,703,545	5,074,544	1,111,416	99,575	3,908,996	203,115	49,405,659	83,579	153,267	-	116,244,353
With donor restrictions	54,926,483	-	-	-	-	-	-	1,000,000	85,991	13,801,852	1,108	70,852	-	69,886,286
Total net assets	54,382,966	17,138,041	33,906,133	5,703,545	5,074,544	1,111,416	99,575	4,908,996	289,106	63,207,511	84,687	224,119	-	186,130,639
Total liabilities and net assets	\$ 84,446,020	\$ 19,559,398	\$ 33,920,797	\$ 5,922,381	\$ 7,929,130	\$ 1,144,924	\$ 215,333	\$ 4,909,846	\$ 289,115	\$ 75,478,584	\$ 106,390	\$ 232,980	\$ (19,251,676)	\$ 214,903,222

See accompanying notes to financial statements.

EL PASO COMMUNITY FOUNDATION AND AFFILIATES

COMBINING STATEMENT OF FINANCIAL POSITION

DECEMBER 31, 2021

	El Paso Community Foundation	The Cardwell Foundation	The Burkitt Foundation	The J. Edward & Helen M.C. Stern Foundation	La Frontera Conservation Fund	El Paso Matters	Compañeros International	Borderplex Community Capital	El Paso Museum of History Foundation	The EPC Museum	El Paso Special Needs Education Center	Other Organizations	Eliminations	Combined
ASSETS														
Current Assets:														
Cash and cash investments (including investment amounts held by custodians of \$3,171,367)	\$ 3,312,616	\$ 808,737	\$ 338,168	\$ 205,899	\$ 170,015	\$ 67,895	\$ 68,787	\$ 86,007	\$ 177,653	\$ 4,610,869	\$ 78,839	\$ 141,755	\$ -	\$ 10,067,240
Accounts receivable	115,279	-	-	-	10,000	25,482	222,495	-	96,158	3,176,492	16,859	77,541	(136,796)	3,603,510
Accrued interest, dividends and royalties receivable	109,528	42,270	246,315	7,131	-	-	-	426,581	-	-	-	-	(426,581)	405,244
Notes receivable	-	-	-	-	-	-	-	91,503	-	-	-	-	(49,877)	41,626
Contributions receivable	668,049	-	-	-	-	467,750	-	-	-	1,655,000	200,000	-	(970,242)	2,020,557
Inventory	10,420	-	-	-	-	-	-	-	-	-	-	-	-	10,420
Other current assets	107,566	-	4,157	102	420,382	2,189	-	-	140	8,806	1,094	1,719	-	546,155
Total current assets	4,323,458	851,007	588,640	213,132	600,397	563,316	291,282	604,091	273,951	9,451,167	296,792	221,015	(1,583,496)	16,694,752
Noncurrent Assets:														
Investments - marketable securities	75,985,290	24,130,220	24,928,174	7,293,394	-	-	-	-	-	-	-	-	-	132,337,078
Investments in local businesses	507,441	-	-	-	-	-	-	-	-	-	-	-	-	507,441
Investment in land and mineral interests	17,000	-	6,083,153	-	4,332,115	-	-	-	-	-	-	-	-	10,432,268
Assets held in charitable remainder trust	2,294,409	-	-	-	-	-	-	-	-	-	-	-	-	2,294,409
Notes receivable	-	-	-	-	-	-	-	3,751,885	-	-	-	-	(2,467,698)	1,284,187
Contributions receivable	254,286	-	-	-	-	324,025	-	-	-	12,744,696	-	-	(214,285)	13,108,722
Property, furniture, and equipment (net of accumulated depreciation of \$1,501,767)	469,262	-	-	-	2,467,031	14,760	-	-	-	780	32,384	-	-	2,984,217
Construction in progress	-	-	-	-	-	-	-	-	-	23,774,766	-	-	-	23,774,766
Other assets	189,484	-	-	-	-	-	-	-	-	-	-	-	-	189,484
Total noncurrent assets	79,717,172	24,130,220	31,011,327	7,293,394	6,799,146	338,785	-	3,751,885	-	36,520,242	32,384	-	(2,681,983)	186,912,572
Total assets	\$ 84,040,630	\$ 24,981,227	\$ 31,599,967	\$ 7,506,526	\$ 7,399,543	\$ 902,101	\$ 291,282	\$ 4,355,976	\$ 273,951	\$ 45,971,409	\$ 329,176	\$ 221,015	\$ (4,265,479)	\$ 203,607,324

See accompanying notes to financial statements.

EL PASO COMMUNITY FOUNDATION AND AFFILIATES

COMBINING STATEMENT OF FINANCIAL POSITION

DECEMBER 31, 2021

	El Paso Community Foundation	The Cardwell Foundation	The Burkitt Foundation	The J. Edward & Helen M.C. Stern Foundation	La Frontera Conservation Fund	El Paso Matters	Compañeros International	Borderplex Community Capital	El Paso Museum of History Foundation	The EPC Museum	El Paso Special Needs Education Center	Other Organizations	Eliminations	Combined
LIABILITIES AND NET ASSETS														
Current Liabilities:														
Accounts payable and accrued liabilities	\$ 208,964	\$ -	\$ 10,646	\$ 5,206	\$ 38,581	\$ 4,646	\$ -	\$ 40,604	\$ 10,000	\$ 2,761,583	\$ 1,331	\$ 4,330	\$ (136,796)	\$ 2,949,095
Deferred income	-	-	-	-	33,889	-	-	-	-	-	-	-	-	33,889
Interest payable	-	-	-	-	426,581	-	-	-	-	-	-	-	(426,581)	-
Notes payable	11,008,317	-	-	-	49,877	-	-	-	-	-	-	-	(49,877)	11,008,317
Liability under charitable remainder trust - current portion	172,081	-	-	-	-	-	-	-	-	-	-	-	-	172,081
Grants payable - current portion	1,254,055	375,000	-	71,429	-	-	191,120	-	-	-	-	-	(970,242)	921,362
Total current liabilities	12,643,417	375,000	10,646	76,635	548,928	4,646	191,120	40,604	10,000	2,761,583	1,331	4,330	(1,583,496)	15,084,744
Noncurrent Liabilities:														
Notes payable	-	-	-	-	2,467,698	-	-	-	-	-	-	-	(2,467,698)	-
Liability under charitable remainder trust	1,496,390	-	-	-	-	-	-	-	-	-	-	-	-	1,496,390
Agency funds	2,122,485	-	-	-	-	-	-	-	-	-	-	-	-	2,122,485
Grants payable	309,286	-	-	214,285	-	-	-	-	-	-	-	-	(214,285)	309,286
Total noncurrent liabilities	3,928,161	-	-	214,285	2,467,698	-	-	-	-	-	-	-	(2,681,983)	3,928,161
Total liabilities	16,571,578	375,000	10,646	290,920	3,016,626	4,646	191,120	40,604	10,000	2,761,583	1,331	4,330	(4,265,479)	19,012,905
Net Assets:														
Without donor restrictions	6,872,675	24,606,227	31,589,321	7,215,606	4,382,917	901,650	100,162	3,315,372	172,740	29,407,974	327,845	149,079	-	109,041,568
With donor restrictions	60,596,377	-	-	-	-	(4,195)	-	1,000,000	91,211	13,801,852	-	67,606	-	75,552,851
Total net assets	67,469,052	24,606,227	31,589,321	7,215,606	4,382,917	897,455	100,162	4,315,372	263,951	43,209,826	327,845	216,685	-	184,594,419
Total liabilities and net assets	\$ 84,040,630	\$ 24,981,227	\$ 31,599,967	\$ 7,506,526	\$ 7,399,543	\$ 902,101	\$ 291,282	\$ 4,355,976	\$ 273,951	\$ 45,971,409	\$ 329,176	\$ 221,015	\$ (4,265,479)	\$ 203,607,324

See accompanying notes to financial statements.

EL PASO COMMUNITY FOUNDATION AND AFFILIATES
 COMBINING STATEMENT OF ACTIVITIES AND CHANGES IN NET ASSETS
 FOR THE YEAR ENDED DECEMBER 31, 2022

	El Paso Community Foundation	The Cardwell Foundation	The Burkitt Foundation	The J. Edward & Helen M.C. Stern Foundation	La Frontera Conservation Fund	El Paso Matters	Compañeros International	Borderplex Community Capital	El Paso Museum of History Foundation	The EPC Museum	El Paso Special Needs Education Center	Other Organizations	Eliminations	Combined
Changes in net assets without restrictions:														
Revenues and support														
Contributions, gifts, and bequests	\$ 8,686,237	\$ -	\$ -	\$ -	\$ 525,000	\$ 1,295,126	\$ 213,109	\$ 1,000,000	\$ 40,448	\$ 5,289,479	\$ 297,528	\$ 102,156	\$ (9,240,061)	\$ 8,209,022
Non-cash contributions	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Net investment return	(5,582,468)	(4,364,229)	123,089	(1,255,837)	-	-	-	2,105	40	132	72	-	-	(11,077,096)
Leases, rentals and royalty income	39,087	-	3,500,807	-	406,667	-	-	-	-	-	-	-	-	3,946,561
Administrative fees	1,708,930	-	-	-	-	-	-	-	-	-	-	-	(404,078)	1,304,852
Project and other income	1,936	-	-	-	-	15,000	-	-	-	15,745,890	69,114	27,790	(15,000)	15,844,730
Net assets released from restrictions and reclassifications	9,668,877	-	-	-	-	336,335	-	1,385,095	142,944	-	15,999	220,056	(2,649,203)	9,120,103
Total revenues and support	14,522,599	(4,364,229)	3,623,896	(1,255,837)	931,667	1,646,461	213,109	2,387,200	183,432	21,035,501	382,713	350,002	(12,308,342)	27,348,172
Expenses														
Grants, awards and scholarships	15,019,768	3,088,857	1,017,100	248,000	-	550	213,109	-	55,196	-	-	10,000	(11,329,208)	8,323,372
Program expenses	5,628,457	15,100	246,940	8,224	214,536	1,261,183	587	1,408,481	97,861	1,037,816	626,980	335,813	(393,258)	10,488,720
Administrative expenses	806,195	-	43,044	-	25,504	-	-	-	-	-	-	-	(23,615)	851,128
Fundraising expenses	484,372	-	-	-	-	-	-	-	-	-	-	-	(2,205)	482,167
Total expenses	21,938,792	3,103,957	1,307,084	256,224	240,040	1,261,733	213,696	1,408,481	153,057	1,037,816	626,980	345,813	(11,748,286)	20,145,387
Change in net assets without restrictions	(7,416,193)	(7,468,186)	2,316,812	(1,512,061)	691,627	384,728	(587)	978,719	30,375	19,997,685	(244,267)	4,189	(560,056)	7,202,785
Changes in net assets with restrictions:														
Revenues and support														
Contributions, gifts, and bequests	9,673,088	-	-	-	-	165,568	-	1,000,000	137,724	-	2,200	205,724	(2,089,147)	9,095,157
Non-cash contributions	130,532	-	-	-	-	-	-	-	-	-	-	-	-	130,532
Net investment return	(4,871,482)	-	-	-	-	-	-	-	-	-	-	-	-	(4,871,482)
Leases, rentals and royalty income	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Administrative fees	(1,253,557)	-	-	-	-	-	-	-	-	-	-	-	-	(1,253,557)
Project and other income	320,403	-	-	-	-	-	-	-	-	-	14,907	17,578	-	352,888
Net assets released from restrictions and reclassifications	(9,668,877)	-	-	-	-	(336,335)	-	(1,385,095)	(142,944)	-	(15,999)	(220,056)	2,649,203	(9,120,103)
Change in net assets with restrictions	(5,669,893)	-	-	-	-	(170,767)	-	(385,095)	(5,220)	-	1,108	3,246	560,056	(5,666,565)
Total change in net assets	\$ (13,086,086)	\$ (7,468,186)	\$ 2,316,812	\$ (1,512,061)	\$ 691,627	\$ 213,961	\$ (587)	\$ 593,624	\$ 25,155	\$ 19,997,685	\$ (243,159)	\$ 7,435	\$ -	\$ 1,536,220
Net assets at December 31, 2021	67,469,052	24,606,227	31,589,321	7,215,606	4,382,917	897,455	100,162	4,315,372	263,951	43,209,826	327,846	216,684	-	184,594,419
Net assets at December 31, 2022	\$ 54,382,966	\$ 17,138,041	\$ 33,906,133	\$ 5,703,545	\$ 5,074,544	\$ 1,111,416	\$ 99,575	\$ 4,908,996	\$ 289,106	\$ 63,207,511	\$ 84,687	\$ 224,119	\$ -	\$ 186,130,639

See accompanying notes to financial statements.

EL PASO COMMUNITY FOUNDATION AND AFFILIATES

COMBINING STATEMENT OF ACTIVITIES AND CHANGES IN NET ASSETS

FOR THE YEAR ENDED DECEMBER 31, 2021

	El Paso Community Foundation	The Cardwell Foundation	The Burkitt Foundation	The J. Edward & Helen M.C. Stern Foundation	La Frontera Conservation Fund	El Paso Matters	Compañeros International	Borderplex Community Capital	El Paso Museum of History Foundation	The EPC Museum	El Paso Special Needs Education Center	Other Organizations	Eliminations	Combined
Changes in net assets without restrictions:														
Revenues and support														
Contributions, gifts, and bequests	\$ 4,006,548	\$ -	\$ -	\$ -	\$ 10,000	\$ 1,058,266	\$ -	\$ 2,665,000	\$ 51,655	\$ 2,316,062	\$ 710,167	\$ 65,486	\$ (4,981,939)	\$ 5,901,245
Non-cash contributions	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Net investment return	3,315,517	2,572,164	4,502,782	901,528	-	-	-	426,886	12	47	78	-	-	11,719,014
Leases, rentals and royalty income	6,750	-	1,517,706	-	107,237	-	-	-	-	-	-	-	-	1,631,693
Administrative fees	1,638,121	-	-	-	-	-	-	-	-	-	-	-	(276,465)	1,361,656
Project and other income	139,467	-	246	8	-	15,800	243,658	-	27,867	13,975,609	236,116	12,797	-	14,651,568
Net assets released from restrictions and reclassifications	8,628,163	-	-	-	-	77,371	-	40,000	47,347	-	-	80,664	(1,943,176)	6,930,369
Total revenues and support	17,734,566	2,572,164	6,020,734	901,536	117,237	1,151,437	243,658	3,131,886	126,881	16,291,718	946,361	158,947	(7,201,580)	42,195,545
Expenses														
Grants, awards and scholarships	10,903,216	635,025	921,000	268,465	-	3,300	243,659	-	6,600	25,000	-	13,126	(6,925,115)	6,094,276
Program expenses	5,952,919	15,075	118,142	8,224	67,295	230,687	175	153,303	94,248	673,535	606,208	182,976	(256,465)	7,846,322
Administrative expenses	728,926	-	33,758	-	-	-	-	-	-	-	-	-	(20,000)	742,684
Fundraising expenses	557,743	-	-	-	-	-	-	-	-	-	-	-	-	557,743
Total expenses	18,142,804	650,100	1,072,900	276,689	67,295	233,987	243,834	153,303	100,848	698,535	606,208	196,102	(7,201,580)	15,241,025
Change in net assets without restrictions	(408,238)	1,922,064	4,947,834	624,847	49,942	917,450	(176)	2,978,583	26,033	15,593,183	340,153	(37,155)	-	26,954,520
Changes in net assets with restrictions:														
Revenues and support														
Contributions, gifts, and bequests	9,140,581	-	-	-	-	73,176	-	1,040,000	26,165	-	-	88,022	(1,943,176)	8,424,768
Government grants	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Non-cash contributions	122,305	-	-	-	-	-	-	-	-	-	-	-	-	122,305
Net investment return	6,052,601	-	-	-	-	-	-	-	-	-	-	-	-	6,052,601
Leases, rentals and royalty income	14	-	-	-	-	-	-	-	-	-	-	-	-	14
Administrative fees	(1,357,131)	-	-	-	-	-	-	-	-	-	-	-	-	(1,357,131)
Project and other income	177,684	-	-	-	-	-	-	-	-	-	-	7,600	-	185,284
Net assets released from restrictions and reclassifications	(8,628,163)	-	-	-	-	(77,371)	-	(40,000)	(47,347)	-	-	(80,664)	1,943,176	(6,930,369)
Change in net assets with restrictions	5,507,891	-	-	-	-	(4,195)	-	1,000,000	(21,182)	-	-	14,958	-	6,497,472
Total change in net assets	\$ 5,099,653	\$ 1,922,064	\$ 4,947,834	\$ 624,847	\$ 49,942	\$ 913,255	\$ (176)	\$ 3,978,583	\$ 4,851	\$ 15,593,183	\$ 340,153	\$ (22,197)	\$ -	\$ 33,451,992
Net assets at December 31, 2020	62,369,399	22,684,163	26,641,487	6,590,759	4,332,975	(15,800)	100,338	336,789	259,100	27,616,643	(12,307)	238,881	-	151,142,427
Net assets at December 31, 2021	\$ 67,469,052	\$ 24,606,227	\$ 31,589,321	\$ 7,215,606	\$ 4,382,917	\$ 897,455	\$ 100,162	\$ 4,315,372	\$ 263,951	\$ 43,209,826	\$ 327,846	\$ 216,684	\$ -	\$ 184,594,419

See accompanying notes to financial statements.