

**Grand Prairie Independent School District  
Education Foundation**  
Grand Prairie, Texas

Financial Statements Together With  
Independent Auditor's Report

December 31, 2021 and 2020



RATLIFF + ASSOCIATES, P.C.  
CERTIFIED PUBLIC ACCOUNTANTS

**Grand Prairie Independent School District**  
**Education Foundation**  
Financial Statements  
December 31, 2021 and 2020

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**Independent Auditor's Report**

To the Board of Directors,  
Grand Prairie Independent School District Education Foundation

**Opinion**

We have audited the accompanying financial statements of Grand Prairie Independent School District Education Foundation ("the Foundation"), a Texas nonprofit organization, which comprise the statements of financial position as of December 31, 2021 and 2020, and the related statements of activities, functional expenses, and cash flows for the years then ended, and the related notes to the financial statements.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the Foundation as of December 31, 2021 and 2020 and the changes in its net assets and its cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

**Basis for Opinion**

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

**Responsibilities of Management for the Financial Statements**

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

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

## Independent Auditor's Report (continued)

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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 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 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 the Foundation's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the Foundation's ability to continue as a going concern for a reasonable period of time.

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

*Ratzliff & Associates, P.C.*

November 8, 2022

**Grand Prairie Independent School District**

**Education Foundation**

Statements of Financial Position

December 31, 2021 and 2020

	<u>2021</u>	<u>2020</u>
<b>Assets</b>		
Cash and cash equivalents	\$ 124,091	\$ 132,286
Prepaid expense	1,316	320
Investments	746,250	701,137
Endowment investments	<u>68,701</u>	<u>65,398</u>
Total Assets	<u>\$ 940,358</u>	<u>\$ 899,141</u>
<b>Liabilities and Net Assets</b>		
Liabilities		
Accounts payable	<u>\$ 814</u>	<u>\$ 1,050</u>
Net assets		
Without donor restrictions	828,539	788,145
With donor restrictions	<u>111,005</u>	<u>109,946</u>
Total net assets	<u>939,544</u>	<u>898,091</u>
Total Liabilities & Net Assets	<u>\$ 940,358</u>	<u>\$ 899,141</u>

*The accompanying note disclosures are an integral part of these financial statements.*

**Grand Prairie Independent School District  
Education Foundation**

Statements of Activities

For the Years Ended December 31, 2021 and 2020

	2021	2020
<b>Changes in net assets without donor restrictions</b>		
Revenues		
Revenues without donor restrictions		
Cash contributions	\$ 52,745	\$ 90,106
Fundraising activities	43,352	29,469
Other income	-	9,253
Investment income (loss), net	61,624	89,289
Total revenues without donor restrictions	157,721	218,117
Net assets released from restrictions		
Satisfaction of program restrictions	25,954	15,977
Total revenues	183,675	234,094
Expenses		
Program activities	124,757	55,642
Support services		
Fundraising	7,296	25,976
General and administrative	11,228	14,431
Total expenses	143,281	96,049
Change in net assets without donor restrictions	40,394	138,045
<b>Changes in net assets with donor restrictions</b>		
Donor restricted contributions	20,500	13,245
Investment income (loss), net	6,513	1,873
Net assets released from restriction	(25,954)	(15,977)
Change in net assets with donor restrictions	1,059	(859)
<b>Change in total net assets</b>	41,453	137,186
<b>Net assets at beginning of year</b>	898,091	760,905
<b>Net assets at end of year</b>	\$ 939,544	\$ 898,091

*The accompanying note disclosures are an integral part of these financial statements.*

**Grand Prairie Independent School District**  
**Education Foundation**

Statements of Functional Expenses

For the Year Ended December 31, 2021

	Program activities	Support Services			Total expenses
		Fundraising	General and administrative	Total support services	
Grants	\$ 5,300	\$ -	\$ -	\$ -	\$ 5,300
Scholarships	24,668	-	-	-	24,668
Field trips	55,679	-	-	-	55,679
Appreciation luncheon	33,110	-	-	-	33,110
Payments to affiliates	200	-	-	-	200
Information technology	-	-	1,200	1,200	1,200
Insurance	-	-	1,976	1,976	1,976
Professional fees	-	-	7,839	7,839	7,839
Supplies	5,800	1,026	-	1,026	6,826
Facilities rentals	-	6,270	-	6,270	6,270
Other	-	-	213	213	213
Total expenses	<u>\$ 124,757</u>	<u>\$ 7,296</u>	<u>\$ 11,228</u>	<u>\$ 18,524</u>	<u>\$ 143,281</u>

For the Year Ended December 31, 2020

	Program activities	Support Services			Total expenses
		Fundraising	General and administrative	Total support services	
Scholarships	\$ 24,048	\$ -	\$ -	\$ -	\$ 24,048
Field trips	31,394	6,109	-	6,109	37,503
Payments to affiliates	200	-	180	180	380
Information technology	-	-	1,500	1,500	1,500
Insurance	-	-	1,919	1,919	1,919
Professional fees	-	-	10,450	10,450	10,450
Supplies	-	16,861	-	16,861	16,861
Facilities rentals	-	3,006	-	3,006	3,006
Other	-	-	382	382	382
Total expenses	<u>\$ 55,642</u>	<u>\$ 25,976</u>	<u>\$ 14,431</u>	<u>\$ 40,407</u>	<u>\$ 96,049</u>

*The accompanying note disclosures are an integral part of these financial statements.*

**Grand Prairie Independent School District**  
**Education Foundation**

Statements of Cash Flows  
For the Years Ended December 31, 2021 and 2020

	2021	2020
<b>Cash flows from operating activities</b>		
Contributions received	\$ 73,245	\$ 103,351
Fundraising and other revenues	43,369	38,797
Cash paid for grants	5,300	-
Cash paid for scholarships	24,668	(24,048)
Cash paid for other program expenses	(155,957)	(48,114)
Cash paid for administrative and other expenses	(18,524)	(40,407)
	(27,899)	29,579
<b>Cash flows from investing activities</b>		
Proceeds from sale of investments	19,704	1,024
	19,704	1,024
<b>Net increase (decrease) in cash and cash equivalents</b>	(8,195)	30,603
<b>Cash and cash equivalents at beginning of year</b>	132,286	101,683
<b>Cash and cash equivalents at end of year</b>	\$ 124,091	\$ 132,286
 <b>Reconciliation of change in total net assets to net cash provided (used) by operating activities</b>		
Change in total net assets	\$ 41,453	\$ 137,186
Adjustments		
Investment (income) loss, net	(68,120)	(91,087)
Change in prepaid expense	(996)	-
Change in accounts payable	(236)	(16,520)
	(69,352)	(107,607)
Total adjustments	(69,352)	(107,607)
Net cash provided (used) by operating activities	\$ (27,899)	\$ 29,579

*The accompanying note disclosures are an integral part of these financial statements.*



## **Grand Prairie Independent School District Education Foundation**

Note Disclosures to the Financial Statements  
December 31, 2021 and 2020

### **Note 1, Nature of the Organization**

Grand Prairie Independent School District Education Foundation, (the “Foundation”) located in Grand Prairie, Texas, is organized exclusively for charitable, religious or educational purposes as defined in Section 501(c)(3) of the Internal Revenue Code, and in Section 11.18(f) of the Texas Tax Code, including, for such purposes, the making of distributions to organizations that qualify as exempt organizations under Section 501(c)(3) of the Code.

The Foundation’s primary function is to conduct and fund educational programs and projects that are aligned with the educational philosophy of the Grand Prairie Independent School District, a Texas non-profit organization (the “School”). The Foundation’s purpose is to make distributions for and limited to educational purposes for students, faculty, administrative staff and graduates of the Grand Prairie Independent School District.

The Foundation’s primary source of revenue is free-will donations from teachers and supporters of the School and Foundation, fundraising activities and income from investments. A significant portion of its revenues is tied to the general economy and publicly traded stock market fluctuations.

### **Note 2, Summary of Significant Accounting Policies**

The following is a summary of the Foundation’s significant accounting policies consistently applied in the preparation of the accompanying financial statements:

Basis of accounting: The financial statements of the Foundation have been prepared on the accrual basis of accounting in accordance with generally accepted accounting principles (GAAP) of the United States of America. Revenues are recognized when earned, and expenses are recorded when incurred.

Revenue recognition: Revenues of the Foundation are primarily derived from donor contributions and grants from supporters. A portion of the Foundation revenues is tied to the local economy. All contributions are considered available for the Foundation’s general programs unless specifically restricted by the donor.

Amounts received that are donor restricted by time or purpose are reported as increases in net asset with donor restrictions. When a restriction expires, 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 restriction. However, contributions received with restrictions that are met in the same reporting period are reported as increases in net assets without restrictions.

Investment income that is limited to specific uses by donor restrictions is also reported as increases in net assets without restrictions if the restrictions are met in the same reporting period as the income is recognized.

**Grand Prairie Independent School District**  
**Education Foundation**

Note Disclosures to the Financial Statements  
December 31, 2021 and 2020

**Note 2, Summary of Significant Accounting Policies (continued)**

Net assets without donor restrictions: The Foundation further disaggregates net assets without donor restriction into two subcategories:

- General unrestricted: Net assets that are neither subject to donor-imposed restrictions or self-imposed limits are general unrestricted.
- Internally designated: Net assets that are subject to the Foundation's self-imposed limits by action of the governing board or its delegates are internally designated. These voluntary limitations allow the Foundation to earmark net assets for a variety of needs that may arise. Such limits may also be lifted at any time in the future by resolution of the board or its delegates.

Net assets with donor restriction: The Foundation further disaggregates net assets with donor restriction into two subcategories:

- Temporarily restricted: The Foundation reports gifts of cash and other assets as with temporary donor restriction if they are received with donor stipulations temporarily limiting the use of the contributions and if the restrictions are not met in the period of receipt.
- Permanently restricted: The Foundation reports gifts of cash and other assets as with permanent donor restriction if they are received with donor stipulations permanently restricting the contribution to investment but permitting the Foundation to use part or all of the income derived from the investment for general or restricted purposes.

Programs: Program activities of the Foundation include grants to Educators of the Grand Prairie ISD, scholarships to deserving students of the Grand Prairie ISD, grants for field trips and camps to enrich the learning experience of students.

Supporting activities: Fundraising activities provide avenues for contribution to the Foundation's cause, and general and administrative activities support the general activities of the Foundation.

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 certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates. Significant estimates included in the financial statements are the allocation of certain expenses. The allocation of certain expenses is based on management's estimate of staff activities.

Cash and cash equivalents: For purposes of the statement of cash flows, the Foundation considers highly liquid investments with an initial maturity of three months or less to be cash equivalents. Cash and short-term investments held in a bank money market account are reported as investments instead of cash because the Foundation maintains and invests those funds separately.

Financial instruments that potentially subject the Foundation to credit risk include cash on deposit with a financial institution which may exceed \$250,000 at various times during the year. The U.S. Federal Deposit Insurance Corporation insures amounts for up to \$250,000.

**Grand Prairie Independent School District**  
**Education Foundation**

Note Disclosures to the Financial Statements  
December 31, 2021 and 2020

**Note 2, Summary of Significant Accounting Policies (continued)**

Liquidity: The statement of financial position is classified to show subtotals for current assets and current liabilities as part of the Foundation's enhanced disclosure of liquidity. The Foundation anticipates using current assets and satisfying current liabilities within one year of the statement date. Current assets, excluding prepaids (as applicable), represent financial assets available for general expenditure within one year of the statement date. Disclosures are presented for both the quantitative and qualitative aspects of liquidity and the availability of financial assets.

Allocation of expenses by function and nature: The costs of providing the various programs and other activities have been allocated and summarized on a functional basis in the statement of activities and on both a functional and a natural bases in the Statement of Functional Expenses. Accordingly, certain costs may be allocated among the program and supporting services, as well as the natural categories, benefited.

Noncash contributions: Contributed services are recognized as unrestricted revenues if the services received (a) create or enhance non-financial assets or (b) require specialized skills, are provided by individuals possessing those skills, and would typically need to be purchased if not provided by contribution. Contributed services that do not meet these criteria are not recognized as revenue.

A substantial number of volunteers have also donated significant amounts of their time to the Foundation's programs. However, these donated services are not reflected in the financial statements since these services do not meet the criteria for recognition.

Investments: All investments are measured at fair value based upon the exit price model, which is the price that would be received to sell the investment. Investment fees are netted within the investment income. These expenses are not material to these financial statements.

Allocation of earnings and losses on investments: The Foundation allocates investment income (or loss) less management expenses at the end of the year between unrestricted, and donor restricted net assets. Net investment income (or loss) is allocated to individual donor restricted accounts in compliance with gift instruments.

Realized and unrealized gains and losses - Realized gains and losses on investment securities are recorded as the difference between the selling price and the original cost. Unrealized gains and losses are recorded as the changes in the fair values of investments excluding any amounts that have been previously recognized in the Statement of Activities. For investments sold or otherwise disposed of during the year, unrealized gains or losses previously recognized in the Statements of Activities adjust the unrealized gains or losses recognized on investments.

Fair value measurement: Fair value hierarchy is used to disclose the inputs to fair value measurement. This hierarchy prioritizes the inputs into three broad levels. A financial asset or liability's classification within the hierarchy is determined based on the lowest level input that is significant to the fair value measurement.

For the years ended December 31, 2021 and 2020, investments are all based upon level 1 inputs which are quoted prices in active markets for identical assets. See the Investments disclosure below.

**Grand Prairie Independent School District**  
**Education Foundation**

Note Disclosures to the Financial Statements  
December 31, 2021 and 2020

**Note 2, Summary of Significant Accounting Policies (continued)**

Income tax status: The Foundation is a nonprofit organization that is exempt from federal income taxes under Section 501(c)(3) of the Internal Revenue Code as other than a private Foundation, except on net income derived from unrelated business activities.

For the years ended December 31, 2021 and 2020, the Foundation has not conducted unrelated business activities that are material to the financial statements taken as a whole. Accordingly, no provision for income taxes is included in the financial statements. The Foundation believes that it has appropriate support for any tax positions taken, and as such, does not have any uncertain tax positions that are material to the financial statements. Tax returns of the Foundation are open to examination by the relevant taxing authorities for a period of three year from the date the returns are filed.

Going concern considerations: The Foundation analyzes the effect that current and future events, both internal and external, may have on operations so that the Foundation may continue as a going concern (i.e., a viable organization). As of the date of this report, management has not identified a significant matter that, in its judgement, could materially threaten the ongoing operations of the Foundation for at least one year from the date of the report on page two. However, if conditions change during the following year, the Foundation may reschedule or reformat certain events and activities or adjust the general operational budget, as needed. See also the Liquidity disclosure for additional cash management strategies.

**Note 3, Related Party Transactions**

During the years ended December 31, 2021 and 2020, the Foundation contributed \$5,300 and \$0, respectively, of grants to the School.

**Note 4, Fair Value Measurement**

Fair value hierarchy is used to disclose the inputs to fair value measurement. This hierarchy prioritizes the inputs into three broad levels. A financial asset or liability's classification within the hierarchy is determined based on the lowest level input that is significant to the fair value measurement.

The detail of investments are described in note 5. Investments are classified as Level 1 inputs which are based upon quoted prices in active markets for identical assets.

**Grand Prairie Independent School District**  
**Education Foundation**

Note Disclosures to the Financial Statements  
December 31, 2021 and 2020

**Note 5, Investments**

Investments are summarized as follows:

	<u>Unrestricted</u>	Temporarily <u>restricted</u>	Permanently <u>restricted</u>	<u>Total</u>
Balance at December 31, 2019	\$ 565,667	\$ 47,809	\$ 62,996	\$ 676,472
Total investment return	89,289	1,798	-	91,087
Transfers in (out)	41,742	(41,245)	-	497
Disbursements	<u>-</u>	<u>(1,521)</u>	<u>-</u>	<u>(1,521)</u>
Balance at December 31, 2020	696,698	6,841	62,996	766,535
Total investment return	61,624	6,496	-	68,120
Disbursements	<u>(16,500)</u>	<u>(3,204)</u>	<u>-</u>	<u>(19,704)</u>
Balance at December 31, 2021	<u>\$ 741,822</u>	<u>\$ 10,133</u>	<u>\$ 62,996</u>	<u>\$ 814,951</u>

Investments at December 31, 2021 are composed of the following:

	<u>Input Level</u>	Dickey <u>Trust</u>	Education <u>Fund</u>	<u>Total</u>
Cash		\$ 6,664	\$ 14,813	\$ 21,477
Equities	1	39,366	444,352	483,718
Fixed income	1	<u>22,671</u>	<u>287,085</u>	<u>309,756</u>
		<u>\$ 68,701</u>	<u>\$ 746,250</u>	<u>\$ 814,951</u>

Investments at December 31, 2020 are composed of the following:

	<u>Input Level</u>	Dickey <u>Trust</u>	Education <u>Fund</u>	<u>Total</u>
Cash		\$ 6,477	\$ 17,971	\$ 24,448
Equities	1	36,691	451,836	488,527
Fixed income	1	<u>22,230</u>	<u>231,330</u>	<u>253,560</u>
		<u>\$ 65,398</u>	<u>\$ 701,137</u>	<u>\$ 766,535</u>

**Grand Prairie Independent School District**  
**Education Foundation**

Note Disclosures to the Financial Statements  
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**Note 6, Endowment Investments**

	Temporarily Restricted	Permanently Restricted	Total
Endowment investments are summarized as follows:			
Endowment assets December 31, 2019	1,639	62,996	59,025
Investment return, net	1,787	-	1,787
Disbursements	(1,024)	-	(1,024)
Endowment assets December 31, 2020	2,402	62,996	65,398
Investment return, net	6,508	-	6,508
Disbursements	(3,204)	-	(3,204)
Endowment assets December 31, 2021	<u>\$ 5,706</u>	<u>\$ 62,996</u>	<u>\$ 68,702</u>

The Foundation considers the following factors in making a determination to appropriate or accumulate endowment funds: the duration and preservation of the fund, the purposes of the Foundation and the endowment fund, general economic conditions, other resources of the Foundation, and the investment policies of the Foundation.

Interpretation of relevant law: The Foundation operates under the Texas Uniform Prudent Management of Institution Funds Act (TUPMIFA). This Act eliminates the historic dollar value limitation imposed by the previous law, thereby increasing the Foundation's ability to apply a total-return investment strategy and spending rate to its funds. The historic dollar value limitation is replaced with a new standard of prudence. The Foundation may apply its spending rate if it is determined to be the prudent course of action, even though application of the spending rate will cause the value of the fund to fall below the value of the original gift. Because TUPMIFA allows an organization to spend from an endowment fund without distinctions between permanent and expendable resources, the Financial Accounting Standards Board issued ASC 958-205 to clarify the accounting and disclosure requirements of endowment funds.

Funds with deficiencies: From time to time, the fair value of assets associated with individual donor-restricted endowment funds may fall below the level that the donor or TUPMIFA requires the Foundation to retain as a fund of perpetual duration. There was no deficiency at December 31, 2021 or 2020.

Return objectives and risk parameters: The Board of Directors of the Foundation acknowledges that its conduct is governed by Chapter 163 of the Texas Property Code, the "Texas Uniform Management of Institutional Funds Act." In the administration of the powers to appropriate appreciation, to make and retain investments, to develop and apply investment and spending policies and to delegate investment management of institutional funds. The Board of Directors and those to whom it delegates authority shall exercise ordinary business care and prudence under the facts and circumstances prevailing at the time of the action or decision. They shall consider both the long-term and short-term needs of the Foundation in carrying out its educational or charitable purposes, its present and anticipated financial requirements, the expected return on its investments, price level trends, and general economic conditions.

**Grand Prairie Independent School District**  
**Education Foundation**

Note Disclosures to the Financial Statements  
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**Note 6, Endowment Investments (continued)**

Spending policy and how the investment objectives relate to the spending policy: The Foundation is expected to exist in perpetuity, making distributions and expenditures on an annual or more frequent basis to carry out its educational or charitable purposes. The primary investment objective of the Foundation is to increase the real value of the Foundation's assets in perpetuity, while allowing for expenses and appropriate distributions and expenditures. Accordingly, the Foundation's investments should be directed toward (i) generating income to provide for current needs; (ii) providing principal growth to allow needs to be met in perpetuity; (iii) providing for possible special needs; and (iv) protecting principal. The Board believes that over the long term the risks associated with equity investments should be rewarded with a somewhat greater return than that available from fixed income investments. Nevertheless, the Foundation's investments should avoid large risks and volatility that might result in large downward fluctuations in account balances. Risk should also be reduced by diversification within each asset class and category. The overall risk posture should be moderate, with the goal of providing a more stable positive return.

**Note 7, Net Assets**

At December 31, net assets consisted of the following:

	2021	2020
General unrestricted net assets	\$ 86,717	\$ 91,447
Board designated net assets- reserve fund	741,822	696,698
Total net assets without donor restrictions	\$ 828,539	\$ 788,145

Net assets temporarily restricted by donors are as follows:

Dr. Susan Simpson scholarship fund (formerly, Hull Memorial)	\$ 31,107	\$ 30,589
Horton fund	4,427	4,440
GP Realtors	6,465	9,215
Retired coaches fund	304	304
Dickey fund - temporarily restricted portion	5,706	2,402
Total net assets with temporary donor restriction	48,009	46,950

Net assets permanently restricted by donors are as follows:

Dickey fund - permanently restricted portion	62,996	62,996
Total net assets with donor restrictions	\$ 111,005	\$ 109,946

**Grand Prairie Independent School District**  
**Education Foundation**  
 Note Disclosures to the Financial Statements  
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**Note 8, Liquidity and Availability of Financial Assets**

The Foundation's financial assets are current assets available for general expenditure within one year of the statement date.

As part of the Foundation's liquidity management, it has a strategy to structure its financial assets to be available as general expenditures, liabilities and other obligations come due. The significant qualities of this strategy are as follows:

- The Foundation maintains general reserves in its unrestricted net assets.
- The Foundation invests cash in excess of daily requirements in investments to be used as needed.
- If liquidity becomes an ongoing concern, the Foundation may elect to decrease its program budget in order to eliminate excess spending.

The Foundation's financial assets at December 31, are quantified as follows:

	2021	2020
Current Assets	\$ 940,358	\$ 899,141
Less: non liquid assets (prepaid expenses)	(1,316)	(320)
Less: those unavailable for general expenditures within one year,		
Designated net assets - reserve fund	(741,822)	(696,698)
Donor imposed restrictions	(111,005)	(109,946)
Total liquidity	\$ 86,215	\$ 92,177

**Note 9, Subsequent Events**

The Foundation has evaluated subsequent events through the date of the Independent Auditor's Report on page two, which is the date the financial statements were available to be issued.