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**NOTES TO FINANCIAL STATEMENTS**  
**YEARS ENDED DECEMBER 31, 2021 AND 2020**

**NOTE 14 - LIQUIDITY**

The Foundation's financial assets available for general use within one year of the statement of financial position date consist of cash and cash equivalents and amounts due from other funds included within the Foundation's operating account and totaled approximately \$357,000 at December 31, 2021. The Foundation also has an operating endowment investment fund (approximately \$1,146,000 at December 31, 2021) which makes an annual distribution to the operating account consistent with the Foundation's spending policy. The estimated distribution to the operating account for 2022 is approximately \$50,000 which is available to meet general expenditures of the Foundation. The entire value of the fund is available for general use, however the Foundation has no plans to liquidate.

In addition, the Foundation charges administrative fees to each of its funds which are available for the general use of the Foundation. The estimated amount of administrative fees expected to be collected in 2022 and available for general use are approximately \$347,000.

Finally, investments held in an endowment and other funds managed by the Foundation are not available for general use unless written approval from donors.

**NOTE 15 – FUND TRANSFERS**

During the year ended December 31, 2021 one fund totaling \$600 as of January 1, 2021, was reclassified from operating to endowed. During the year-ended December 31, 2020 one fund totaling \$9,856 as of January 1, 2020, was reclassified from non-endowed to endowed.

**NOTE 16 – BUILDING LEASE**

During the year ended December 31, 2021, the Foundation amended the lease agreement for office space. The lease calls for monthly payments of \$1,587 and commenced June 1, 2021 and expires on May 31, 2026. Total rent expense was \$18,609 for the year ended December 31, 2021. The future rental payments are as follows:

2022	\$	19,044
2023		19,044
2024		19,044
2025		19,044
2026		<u>7,935</u>
Total	\$	<u>84,111</u>

**NOTE 17 – COVID-19 PANDEMIC**

In March 2020, the outbreak of COVID-19 caused by a novel strain of the coronavirus has been recognized as a pandemic by the World Health Organization, and the outbreak has become increasingly widespread in the United States. The COVID-19 outbreak has had a notable impact on general economic conditions, including but not limited to the temporary disclosures of many businesses, "shelter in place" and other governmental regulations, and reduced consumer spending due to both job losses and other effects attributable to the pandemic. The extent and impact of the pandemic on the Foundation and its future contributions, market return and operations are uncertain and cannot be reasonably estimated at this time.

As discussed in Note 6 the Foundation obtained a Paycheck Protection Program loan as a result of the pandemic.

**NOTE 18 – SUBSEQUENT EVENTS**

Subsequent events were evaluated by Management through May 18, 2022, which is the date the financial statements were available to be issued.