

IOWA UNITED METHODIST FOUNDATION

Financial Statements

December 31, 2018

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Independent Auditors' Report

To the Board of Trustees
Iowa United Methodist Foundation
Des Moines, Iowa

We have audited the accompanying financial statements of the Iowa United Methodist Foundation (a nonprofit organization), which comprise the statements of financial position as of December 31, 2018 and 2017, and the related statements of activities, functional expenses, and cash flows for the years then ended, and the related notes to the financial statements.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes 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.

Auditors' Responsibility

Our responsibility is to express an opinion on these financial statements based on our audits. We conducted our audits in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements 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 entity's internal control. Accordingly, we express no such opinion. An audit includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the Iowa United Methodist Foundation as of December 31, 2018 and 2017, and the changes in its net assets, functional expenses, and its cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

LWBJ, LLP

West Des Moines, Iowa
June 18, 2019

IOWA UNITED METHODIST FOUNDATION

Statement of Financial Position

December 31, 2018

	<u>Without Donor Restrictions</u>	<u>With Donor Restrictions</u>	<u>Custodial Funds</u>	<u>Total</u>
Assets				
Cash	\$ 18,019	\$ 1,502,656	\$ -	\$ 1,520,675
Receivables:				
Investment fees receivable	26,199	-	-	26,199
Accrued interest receivable	3,457	44,806	98,720	146,983
Notes receivable	-	369,143	-	369,143
Investments, at fair value	984,875	10,055,870	25,406,801	36,447,546
Life insurance policy	-	12,442	-	12,442
Prepaid expenses	4,598	-	-	4,598
Gifts held for others	239,657	-	-	239,657
Office equipment, net	124,728	-	-	124,728
Total assets	<u>\$ 1,401,533</u>	<u>\$ 11,984,917</u>	<u>\$ 25,505,521</u>	<u>\$ 38,891,971</u>
Liabilities and net assets				
Accounts payable and accrued expenses	\$ 1,645	\$ -	\$ -	\$ 1,645
Undistributed gifts	239,657	-	-	239,657
Custodial funds payable	-	-	25,505,521	25,505,521
Annuity obligations	-	1,895,164	-	1,895,164
Amounts held for other beneficiaries	-	1,035,398	-	1,035,398
Total liabilities	<u>241,302</u>	<u>2,930,562</u>	<u>25,505,521</u>	<u>28,677,385</u>
Net assets	<u>1,160,231</u>	<u>9,054,355</u>	<u>-</u>	<u>10,214,586</u>
Total liabilities and net assets	<u>\$ 1,401,533</u>	<u>\$ 11,984,917</u>	<u>\$ 25,505,521</u>	<u>\$ 38,891,971</u>

See accompanying notes.

IOWA UNITED METHODIST FOUNDATION

Statement of Financial Position

December 31, 2017

	Without Donor Restrictions	With Donor Restrictions	Custodial Funds	Total
Assets				
Cash	\$ 20,624	\$ -	\$ -	\$ 20,624
Receivables:				
Investment fees receivable	40,294	-	-	40,294
Accrued interest receivable	3,186	29,017	119,339	151,542
Notes receivable	-	352,644	-	352,644
Investments, at fair value	878,413	11,218,234	27,379,938	39,476,585
Life insurance policy	-	12,442	-	12,442
Prepaid expenses	5,965	-	-	5,965
Gifts held for others	145,959	-	-	145,959
Office equipment, net	151,225	-	-	151,225
Total assets	<u>\$ 1,245,666</u>	<u>\$ 11,612,337</u>	<u>\$ 27,499,277</u>	<u>\$ 40,357,280</u>
Liabilities and net assets				
Accounts payable and accrued expenses	\$ 4,944	\$ -	\$ -	\$ 4,944
Undistributed gifts	145,959	-	-	145,959
Custodial funds payable	-	-	27,499,277	27,499,277
Annuity obligations	-	2,110,291	-	2,110,291
Amounts held for other beneficiaries	-	1,226,556	-	1,226,556
Total liabilities	<u>150,903</u>	<u>3,336,847</u>	<u>27,499,277</u>	<u>30,987,027</u>
Net assets	<u>1,094,763</u>	<u>8,275,490</u>	<u>-</u>	<u>9,370,253</u>
Total liabilities and net assets	<u>\$ 1,245,666</u>	<u>\$ 11,612,337</u>	<u>\$ 27,499,277</u>	<u>\$ 40,357,280</u>

See accompanying notes.

IOWA UNITED METHODIST FOUNDATION

Statement of Activities

For the year ended December 31, 2018

	<u>Without Donor Restrictions</u>	<u>With Donor Restrictions</u>	<u>Custodial Funds</u>	<u>Total</u>
Changes in net assets:				
Support and revenue:				
Contributions, bequests and grants	\$ 225,873	\$ 1,683,553	\$ -	\$ 1,909,426
Investment management income	351,370	-	-	351,370
Total support and revenue	<u>577,243</u>	<u>1,683,553</u>	<u>-</u>	<u>2,260,796</u>
Disbursements and expenses:				
Distributions, scholarships and grants	-	212,034	-	212,034
General and administrative expenses	444,557	-	-	444,557
Total disbursements and expenses	<u>444,557</u>	<u>212,034</u>	<u>-</u>	<u>656,591</u>
Investment income (loss):				
Interest and dividends	24,339	293,743	-	318,082
Change in fair value of investments	(106,293)	(952,606)	-	(1,058,899)
Investment management fees	(12,086)	(135,978)	-	(148,064)
Total investment loss	<u>(94,040)</u>	<u>(794,841)</u>	<u>-</u>	<u>(888,881)</u>
Other:				
Change in value of split-interest agreements	-	129,009	-	129,009
Net assets released from restrictions	<u>26,822</u>	<u>(26,822)</u>	<u>-</u>	<u>-</u>
Increase in net assets	<u>65,468</u>	<u>778,865</u>	<u>-</u>	<u>844,333</u>
Net assets, beginning of year	<u>1,094,763</u>	<u>8,275,490</u>	<u>-</u>	<u>9,370,253</u>
Net assets, end of year	<u><u>\$ 1,160,231</u></u>	<u><u>\$ 9,054,355</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 10,214,586</u></u>

See accompanying notes.

IOWA UNITED METHODIST FOUNDATION

Statement of Activities

For the year ended December 31, 2017

	Without Donor Restrictions	With Donor Restrictions	Custodial Funds	Total
Changes in net assets:				
Support and revenue:				
Contributions, bequests and grants	\$ 4,363	\$ 259,330	\$ -	\$ 263,693
Investment management income	362,157	-	-	362,157
Total support and revenue	366,520	259,330	-	625,850
Disbursements and expenses:				
Distributions, scholarships and grants	-	419,324	-	419,324
General and administrative expenses	502,666	-	-	502,666
Total disbursements and expenses	502,666	419,324	-	921,990
Investment income:				
Interest and dividends	21,057	346,979	-	368,036
Change in fair value of investments	96,866	799,157	-	896,023
Investment management fees	(9,312)	(152,869)	-	(162,181)
Total investment income	108,611	993,267	-	1,101,878
Other:				
Change in value of split-interest agreements	-	(328,537)	-	(328,537)
Increase (decrease) in net assets	(27,535)	504,736	-	477,201
Net assets, beginning of year	1,122,298	7,770,754	-	8,893,052
Net assets, end of year	\$ 1,094,763	\$ 8,275,490	\$ -	\$ 9,370,253

See accompanying notes.

IOWA UNITED METHODIST FOUNDATION

Statement of Functional Expenses

For the year ended December 31, 2018

	<u>Program Services</u>	<u>Management and General</u>	<u>Total</u>
Salaries	\$ 179,264	\$ 59,754	\$ 239,018
Payroll taxes	12,809	4,269	17,078
Employee benefits	25,272	8,424	33,696
Insurance	4,860	1,620	6,480
Field expense	15,234	-	15,234
Publication	1,805	-	1,805
Board and committee expense	-	4,876	4,876
Promotion	-	5,656	5,656
Office expense	9,487	5,108	14,595
Software and maintenance	37,546	6,626	44,172
Professional fees	2,250	6,750	9,000
Training and meetings	2,122	8,487	10,609
Rent expense	11,403	3,801	15,204
Depreciation	19,874	6,624	26,498
Miscellaneous	-	636	636
Total	<u>\$ 321,926</u>	<u>\$ 122,631</u>	<u>\$ 444,557</u>

See accompanying notes.

IOWA UNITED METHODIST FOUNDATION

Statement of Functional Expenses

For the year ended December 31, 2017

	<u>Program Services</u>	<u>Management and General</u>	<u>Total</u>
Salaries	\$ 206,663	\$ 68,888	\$ 275,551
Payroll taxes	15,512	5,170	20,682
Employee benefits	20,726	6,908	27,634
Insurance	5,127	1,709	6,836
Field expense	13,663	-	13,663
Publication	995	-	995
Board and committee expense	-	4,075	4,075
Promotion	-	2,196	2,196
Office expense	10,717	5,771	16,488
Software and maintenance	55,204	9,742	64,946
Professional fees	2,188	6,562	8,750
Training and meetings	1,113	4,452	5,565
Rent expense	11,403	3,801	15,204
Depreciation	20,436	6,812	27,248
Miscellaneous	-	12,833	12,833
Total	<u>\$ 363,747</u>	<u>\$ 138,919</u>	<u>\$ 502,666</u>

See accompanying notes.

IOWA UNITED METHODIST FOUNDATION

Statements of Cash Flows

For the years ended December 31, 2018 and 2017

	2018	2017
Operating activities		
Increase in net assets	844,333	477,201
Adjustments to reconcile increase (decrease) in net assets to net cash provided by (used in) operating activities:		
Depreciation	26,497	27,248
Change in fair value of investments	1,058,899	(733,842)
Change in value of split-interest agreements	(129,009)	328,537
Decrease (increase) in interest and fees receivable	18,654	(17,386)
Decrease in prepaid expenses	1,367	8,578
Increase (decrease) in accounts payable	(3,299)	4,145
Decrease in annuities payable and amounts held for others	(277,276)	(249,942)
Net cash provided by (used in) operating activities	1,540,166	(155,461)
Investing activities		
Purchases of office equipment	-	(7,550)
Issuance of notes receivable	(69,889)	(91,207)
Receipts from notes receivable	53,390	49,378
Net investment withdrawals	(23,616)	159,474
Net cash provided by (used in) investing activities	(40,115)	110,095
Net decrease in cash	1,500,051	(45,366)
Cash, beginning of year	20,624	65,990
Cash, end of year	1,520,675	20,624

See accompanying notes.

IOWA UNITED METHODIST FOUNDATION

Notes to Financial Statements

December 31, 2018

1. Nature of Business and Significant Accounting Policies

Nature of Organization

The Iowa United Methodist Foundation ("Foundation") was incorporated under the laws of the State of Iowa for the purpose of providing a legally constituted body to solicit, receive, administer, and manage trust funds, devises, and gifts of property of every kind and nature made to or for the use and benefit of any church, university, college, hospital, home, orphanage, missionary society, or any other religious, educational, charitable, or benevolent organization or work related to the United Methodist Church, either in Iowa, or anywhere in the world.

Basis of Presentation

The Foundation prepares its financial statements under the accounting standards that require unconditional promises to give be recorded as receivables and revenues, and requires the Foundation to distinguish between contributions received with donor-imposed restrictions. As such, the financial statements are presented on the basis of net assets with donor restrictions and net assets without donor restrictions.

Also presented is a category for custodial funds, which represent funds held in custody for various agencies and affiliates of the United Methodist Church. These assets are not available for use by the Foundation and must be returned to the third party upon demand.

Use of Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America ("GAAP") requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

Office Equipment

Office equipment is capitalized at cost if purchased, and at fair market value if donated. Depreciation is provided over estimated useful lives of 3 to 10 years on the straight-line method. Capitalization is determined on an item-by-item basis.

Cash and Cash Equivalents

For the purpose of the statements of cash flows, the Foundation considers only cash deposited in the operating accounts to be cash. Cash equivalents held in the investment accounts or for investment purposes is considered to be an investment. At various times during the two years ended December 31, 2018, the combined balances of these accounts exceeded the federally insurance limit. The Foundation believes it is not exposed to any significant credit risk.

IOWA UNITED METHODIST FOUNDATION

Notes to Financial Statements (continued)

1. Nature of Business and Significant Accounting Policies (continued)

Donated Assets

Donated investments and assets are recorded at market value at the date of gift. Unless specific prohibitive clauses are contained in the gift instruments, funds for investments have been combined into a single investment pool. Revenues arising from the ownership or disposition of pooled investments are allocated to the various funds based on the percentage of ownership of such funds in the investment pool.

The remainder interest of annuity obligations is recorded as a contribution to the Foundation or an increase in amounts held for others, depending on the terms of the agreement. Annuity obligations related to charitable remainder trusts and charitable gift annuities are recorded to reflect the net present value of the expected future payments to the beneficiary. The obligations are determined annually to reflect the change in life expectancy of the donor/beneficiary as well as expected payments to be made under the agreement. Investment income and distributions to beneficiaries increase or decrease the assets and the related obligation. Additionally, a portion of the residual asset value may be pledged by the donor to other beneficiaries. The amount held for other beneficiaries is determined annually to reflect the changes in the related assets and annuity obligations. The net present value of the annuity obligations is computed using life expectancies from the 2000CM Mortality Table and the applicable discount rates established by the Internal Revenue Service ("IRS").

Investments

Independent custodians hold the majority of the Foundation's investment assets in trust and execute transactions therein at the direction of the Investment Committee of the Foundation and third-party fund managers. Investments are carried at fair value. Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. See Note 2 for a description of valuation methods. Interest income is recorded on the accrual basis, and dividends are recorded on the ex-dividend date.

Functional Expenses

The Foundation's expenses are recorded directly to the functional and natural classification based on the type and purpose of the expense. All services provided by the Foundation have been deemed by management as being program-driven.

Reclassifications

Certain amounts in the December 31, 2017 financial statements were reclassified to conform to the current year presentation.

IOWA UNITED METHODIST FOUNDATION

Notes to Financial Statements (continued)

1. Nature of Business and Significant Accounting Policies (continued)

Change in Accounting Principle

Effective January 1, 2018, the Association adopted Accounting Standards Update ("ASU") 2016-14, Not-for-Profit Entities (Topic 958) *Presentation of Financial Statements of Not-for-Profit Entities*. The ASU amends the current reporting model for nonprofit organizations and enhances their required disclosures, including additional presentations of an organization's expenses by functionality. Implementation of ASU 2016-14 did not require reclassification or restatement of any opening balances related to the prior period presented. The net assets previously reported as unrestricted are now reported as net assets without donor restrictions. The Association did not have any temporarily restricted or permanently restricted net assets.

2. Fair Value Measurements

GAAP establishes a three-tier fair value hierarchy, which categorizes the inputs used in measuring fair value. These categories include (in descending order of priority): Level 1, defined as unadjusted quoted prices in active markets accessible at the measurement date for identical, unrestricted assets or liabilities; Level 2, defined as inputs other than quoted prices in active markets that are either directly or indirectly observable; and Level 3, defined as unobservable inputs in which little or no market data exists, therefore requiring an entity to develop its own assumptions.

The following is a description of the valuation methodologies used for assets and liabilities measured at fair value. There have been no changes in fair value techniques for the years ended at December 31, 2018 and 2017.

- *Short-term investments, common and preferred stocks, and mutual funds and exchange traded funds ("ETFs")*: Valued based on quoted prices of identical assets in active markets.
- *Corporate bonds, U.S. government and agency bonds, and other debt securities*: Valued based on yields currently available on comparable securities of issuers with similar credit ratings. When quoted prices are not available for similar securities, the instrument is valued under a discounted cash flows approach that maximizes observable inputs, such as current yields of similar instruments, but includes adjustments for certain risks that may not be observable, such as credit and liquidity risks.
- *Annuity obligations*: Valued based on the present value of payments to be made to annuitants using current life expectancies and discount rates utilizing current market rates.
- *Amounts held for other beneficiaries*: Valued based on the difference of the assets and the annuity obligations of a charitable remainder trust or charitable gift annuity, multiplied by the residual percentage assigned to outside organizations.

The following table shows assets and liabilities measured at fair value as of December 31, 2018 and 2017 on the Foundation's statements of financial position and the input categories associated with those assets:

IOWA UNITED METHODIST FOUNDATION

Notes to Financial Statements (continued)

2. Fair Value Measurements (continued)

Description	Level 1	Level 2	Level 3	Total
December 31, 2018:				
Assets:				
Investments:				
Short-term investments	\$ 264,361	\$ -	\$ -	\$ 264,361
Common and preferred stocks	20,625,481	-	-	20,625,481
Corporate bonds	-	11,963,627	-	11,963,627
Mutual funds and ETFs	1,686,987	-	-	1,686,987
U.S. government and agency bonds	-	1,685,595	-	1,685,595
Other debt securities	-	221,495	-	221,495
	<u>\$ 22,576,829</u>	<u>\$ 13,870,717</u>	<u>\$ -</u>	<u>\$ 36,447,546</u>
Liabilities:				
Annuity obligations	\$ -	\$ 1,895,164	\$ -	\$ 1,895,164
Amounts held for other beneficiaries	-	1,035,398	-	1,035,398
	<u>\$ -</u>	<u>\$ 2,930,562</u>	<u>\$ -</u>	<u>\$ 2,930,562</u>
Description	Level 1	Level 2	Level 3	Total
December 31, 2017:				
Assets:				
Investments:				
Short-term investments	\$ 659,640	\$ -	\$ -	\$ 659,640
Common and preferred stocks	23,241,143	-	-	23,241,143
Corporate bonds	-	11,681,242	-	11,681,242
Mutual funds and ETFs	2,648,328	-	-	2,648,328
U.S. government and agency bonds	-	935,373	-	935,373
Other debt securities	-	310,859	-	310,859
	<u>\$ 26,549,111</u>	<u>\$ 12,927,474</u>	<u>\$ -</u>	<u>\$ 39,476,585</u>
Liabilities:				
Annuity obligations	\$ -	\$ 2,110,291	\$ -	\$ 2,110,291
Amounts held for other beneficiaries	-	1,226,556	-	1,226,556
	<u>\$ -</u>	<u>\$ 3,336,847</u>	<u>\$ -</u>	<u>\$ 3,336,847</u>

3. Annual Conference

The Foundation rents office space under a month-to-month lease with the Iowa Annual Conference of the United Methodist Church ("Annual Conference"). Total rent expense was \$15,204 for each of the years ended December 31, 2018 and 2017.

IOWA UNITED METHODIST FOUNDATION

Notes to Financial Statements (continued)

4. Annuity Obligations

The Foundation has established a gift annuity plan whereby donors may contribute assets through charitable remainder trusts and charitable gift annuities. A charitable remainder trust is an arrangement in which a donor establishes and funds a trust from which specific distributions are made to a designated beneficiary or beneficiaries over the trust's term or life expectancies of the beneficiaries.

Upon termination of the trust, or death of the beneficiaries, the remaining assets are distributed to the named remainder beneficiaries or the Foundation. Distributions to the beneficiaries may be for either a specified dollar amount, or a specified percentage of the trust's fair market value, as determined annually.

Under charitable remainder trusts where the Foundation is the trustee, the assets held in trust are recorded on the balance sheets at their fair value. The liability to the beneficiary is recorded at the present value of the estimated future payments to be distributed over the term of the trust. The amount of the contribution recorded is the difference between the initial fair value and liability and is classified according to donor restrictions. In subsequent periods, income earned on trust assets, capital gains and losses, and distributions paid to the beneficiaries are reflected in the trust's asset and liability accounts. Adjustments to the liability account to reevaluate the present value of estimated payments to beneficiaries, changes in assumptions, and changes in fair value of assets are recognized in the statements of activities under the caption "change in value of split-interest agreements". As of December 31, 2018 and 2017, assets held by the Foundation under charitable remainder trusts were \$3,314,790 and \$3,733,770, respectively.

A charitable gift annuity is an arrangement in which the donor contributes assets to the Foundation in exchange for a promise to pay a fixed amount for a specified period of time to the donor or others designated by the donor. The assets received are recorded at their fair value in the period in which the contract is executed, and the annuity liability is recognized at the present value of future payments expected to be paid. The amount of contribution recorded is the difference between these amounts and is classified according to donor restrictions. In subsequent periods, payments to the annuitant reduce the annuity liability. Adjustments to the annuity liability reflect accretion of the discount and changes in the life expectancy of the beneficiary and are recognized in the statements of activities under the caption "change in value of split-interest agreements". As of December 31, 2018 and 2017, assets held by the Foundation under charitable gift annuities were \$390,070 and \$476,656, respectively.

5. Custodial Funds

The Foundation manages a variety of funds for various United Methodist churches, agencies, and affiliates. These funds generally may be withdrawn from the Foundation upon the giving of sixty (60) days written notice. Declared but undistributed funds as of December 31, 2018 and 2017 were \$124,809 and \$110,794, respectively.

6. Income Tax Status

The Foundation is exempt from federal and state income tax under the provisions of Section 501(c)(3) of the Internal Revenue Code and the provisions of the Code of the state of Iowa. As a religious organization, the Foundation is not required to file an annual return with either the IRS or the state of Iowa.

IOWA UNITED METHODIST FOUNDATION

Notes to Financial Statements (continued)

6. Income Tax Status (continued)

In accordance with accounting guidance for uncertainty in income taxes, management has evaluated their material tax positions and determined that there are no income tax effects with respect to the financial statements.

7. Benefit Plan

The Foundation participates in a multiple employer benefit plan with the Annual Conference. The Annual Conference maintains a defined contribution plan for eligible conference employees. Current costs are fully funded as contributions are made, and vesting is full and immediate to the participants' accounts. Annual contributions to the plan are funded through apportionment to the various departments within the Annual Conference. Total expense related to the plan was \$14,107 and \$15,094 for the years ended December 31, 2018 and 2017, respectively.

8. Related Party Transactions

The Foundation sponsors the Iowa United Methodist Foundation Building Fund Trust ("Trust"). The Trust serves to promote the construction and renovation of Iowa United Methodist churches through a building loans program. The funding of the loans is provided by the Trust's issuances of certificates to investors, and through earnings from investments retained within the Trust.

The Trust pays fees to the Foundation for accounting, general administrative support, and the use of facilities, as well as investment and program management. During the years ended December 31, 2018 and 2017, fees paid by the Trust to the Foundation was \$91,820 and \$100,380, respectively, and are reported within investment fee income.

9. Liquidity

The Foundation has financial assets of \$1,002,894 available within one year of the statement of financial position date to meet cash needs for general expenditures, which includes \$984,875 in marketable securities that could be liquidated, if necessary. The \$1,002,894 in availability does not include funds expected to be received within one year, such as interest and dividends from investments, income from investment management services, contributions from donors, or releases of restrictions. Aside from gifts being held for others by the Foundation, which are offset by a corresponding liability and thus excluded from the \$1,002,894, none of the Foundation's financial assets are subject to donor or other contractual restrictions that make them unavailable for general expenditure within one year of the statement of financial position date. The Foundation has a policy to structure its financial assets to be available as its general expenditures, liabilities, and other obligations become due.

10. Subsequent Events

The Foundation has evaluated subsequent events through June 18, 2019, which is the date the financial statements were available to be issued.