

The Dietrich W. Botstiber Foundation

Financial Statements

Years Ended August 31, 2020 and 2019



WIPFLI

Independent Auditor's Report

To the Trustees of
The Dietrich W. Botstiber Foundation
Media, Pennsylvania

Report on the Financial Statements

We have audited the accompanying financial statements of The Dietrich W. Botstiber Foundation (the "Foundation"), which comprise the statements of financial position as of August 31, 2020 and 2019, and the related statements of activities, 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; 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.

Auditor's 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. 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 also 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 that 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 Dietrich W. Botstiber Foundation as of August 31, 2020 and 2019, 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.

Wipfli LLP

Wipfli LLP

February 25, 2021
Philadelphia, Pennsylvania

The Dietrich W. Botstiber Foundation

Statements of Financial Position

<i>As of August 31, 2020 and 2019</i>	2020	2019
ASSETS		
Cash and cash equivalents	\$ 900,175	\$ 824,928
Investments	37,358,931	34,528,025
Prepaid rent and expenses	45,159	39,221
Prepaid federal excise tax	-	12,044
Prepaid foreign tax	-	48,544
Furniture and equipment, net	48,247	44,238
Beneficial interest in charitable remainder annuity trust	2,143,168	1,970,853
Total Assets	\$ 40,495,680	\$ 37,467,853
LIABILITIES		
Accounts payable and accrued payroll	\$ 22,332	\$ 20,867
Federal excise tax payable	14,462	-
Grants payable, net	566,361	1,091,061
Refundable advance	73,000	-
Deferred federal excise tax	150,918	124,608
Total Liabilities	827,073	1,236,536
NET ASSETS		
Without donor restrictions	37,525,439	34,260,464
With donor restrictions	2,143,168	1,970,853
Total Net Assets	39,668,607	36,231,317
Total Liabilities and Net Assets	\$ 40,495,680	\$ 37,467,853

See Accompanying Notes to Financial Statements

The Dietrich W. Botstiber Foundation

Statement of Activities

Year Ended August 31, 2020

	Without Donor Restrictions	With Donor Restrictions	Total
REVENUES AND GAINS			
Dividend and interest income	\$ 786,726	\$ -	\$ 786,726
Net realized and unrealized income on investments	3,877,596	-	3,877,596
Change in value of charitable remainder annuity trust	-	172,315	172,315
Total Revenues and Gains	4,664,322	172,315	4,836,637
EXPENSES			
Program Services			
Scholarships	318,068	-	318,068
Austrian-American studies	476,916	-	476,916
Animal protection and other	413,560	-	413,560
Total Program Services	1,208,544	-	1,208,544
General and administrative	190,803	-	190,803
Total Expenses	1,399,347	-	1,399,347
CHANGE IN NET ASSETS	3,264,975	172,315	3,437,290
NET ASSETS - BEGINNING OF THE YEAR	34,260,464	1,970,853	36,231,317
NET ASSETS - END OF THE YEAR	\$ 37,525,439	\$ 2,143,168	\$ 39,668,607

See Accompanying Notes to Financial Statements

The Dietrich W. Botstiber Foundation

Statement of Activities

Year Ended August 31, 2019

	Without Donor Restrictions	With Donor Restrictions	Total
REVENUES AND GAINS			
Dividends and interest	\$ 872,089	\$ -	\$ 872,089
Net realized and unrealized loss on investments	(392,552)	-	(392,552)
Other income	3,964	-	3,964
Change in value of charitable remainder annuity trust	-	(120,014)	(120,014)
Total Revenues and Gains	483,501	(120,014)	363,487
EXPENSES			
Program Services			
Scholarships	183,649	-	183,649
Austrian-American studies	460,536	-	460,536
Animal protection and other	399,738	-	399,738
Total Program Services	1,043,923	-	1,043,923
General and administrative	98,185	-	98,185
Total Expenses	1,142,108	-	1,142,108
CHANGE IN NET ASSETS	(658,607)	(120,014)	(778,621)
NET ASSETS - BEGINNING OF THE YEAR	34,919,071	2,090,867	37,009,938
NET ASSETS - END OF THE YEAR	\$ 34,260,464	\$ 1,970,853	\$ 36,231,317

See Accompanying Notes to Financial Statements

The Dietrich W. Botstiber Foundation

Statements of Cash Flows

<i>Years Ended August 31, 2020 and 2019</i>	2020	2019
CASH FLOWS FROM OPERATING ACTIVITIES		
Change in net assets	\$ 3,437,290	\$ (778,621)
Adjustments to reconcile change in net assets to net cash used in operating activities:		
Depreciation	11,956	9,948
Realized and unrealized (gain) loss on investments	(4,012,711)	248,215
Change in value of interest in charitable remainder annuity trust	(172,315)	120,014
Change in certain operating assets and liabilities:		
Accrued dividends	-	8,603
Prepaid rent and expenses	(5,938)	(24,222)
Prepaid federal excise tax	12,044	(12,044)
Prepaid foreign tax	48,544	(14,434)
Accounts payable and accrued payroll	1,465	1,196
Federal excise tax payable	14,462	(21,079)
Grants payable, net	(524,700)	(562,012)
Refundable advance	73,000	-
Deferred federal excise tax	26,310	(71,572)
Net Cash Used in Operating Activities	(1,090,593)	(1,096,008)
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchases of investments	(9,434,839)	(10,241,363)
Sales of investments	10,616,644	11,536,918
Purchase of furniture and equipment	(15,965)	(27,579)
Net Cash Provided by Investing Activities	1,165,840	1,267,976
CHANGE IN CASH AND CASH EQUIVALENTS	75,247	171,968
CASH AND CASH EQUIVALENTS - BEGINNING OF THE YEAR	824,928	652,960
CASH AND CASH EQUIVALENTS - END OF THE YEAR	\$ 900,175	\$ 824,928

See Accompanying Notes to Financial Statements

The Dietrich W. Botstiber Foundation

Notes to Financial Statements

Note 1: Summary of Significant Accounting Policies

This summary of significant accounting policies of The Dietrich W. Botstiber Foundation (the "Foundation") is presented to assist in understanding the financial statements. These accounting policies conform to accounting principles generally accepted in the United States. The financial statements and notes are representations of the Foundation's management, which is responsible for their integrity and objectivity.

Organization and Activities

The Foundation is a Pennsylvania Trust founded in September 1995 by Dietrich W. Botstiber to provide scholarships to talented students of good moral character in the fields of science, technology and commerce; to promote an understanding of the historic relationship between the United States and Austria; to support programs that prevent cruelty to animals and human beings; and to reform education systems in the fields of science, technology and commerce.

Mr. Botstiber, who died on December 21, 2002, was the sole contributor to the Foundation. Investment earnings are used to support the Foundation's programs which include the Botstiber Scholars Program, the Botstiber Institute for Austrian-American Studies, and animal preservation.

Basis of Accounting

The accompanying financial statements are presented on the accrual basis of accounting in conformity with accounting principles generally accepted in the United States.

Basis of Presentation

The Foundation reports information regarding its financial position and activities based on the existence or absence of donor-imposed restrictions. Accordingly, net assets of the Foundation are classified and reported as follows:

Net Assets Without Donor Restrictions - Net assets that are not subject to donor-imposed restrictions.

Net Assets With Donor Restrictions - Net assets subject to donor-imposed restrictions that expire either by the passage of time or can be fulfilled or otherwise removed by actions of the Foundation; and other net assets subject to donor-imposed restrictions that are perpetual in nature, where the donor stipulates that resources be maintained in perpetuity.

The Dietrich W. Botstiber Foundation

Notes to Financial Statements

Note 1: Summary of Significant Accounting Policies (Continued)

Use of Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

Risks and Uncertainties

Concentration of Credit Risk

The Foundation's principal financial instruments subject to credit risk are its cash, cash equivalents and investments. The Foundation maintains cash and cash equivalents at financial institutions located in the Philadelphia, Pennsylvania area. Accounts at these institutions are insured by the Federal Deposit Insurance Corporation ("FDIC") or by the Securities Investor Protection Corporation ("SIPC"). At certain times during the year, cash balances may be in excess of FDIC or SIPC coverage when the Foundation is anticipating to make distributions to grantees. The Foundation holds cash and cash equivalents, which exceeded insured limits as of August 31, 2020, by approximately \$493,000.

Investment securities are exposed to various risks, such as interest rate, market and credit. Due to the level of risk associated with certain investment securities, it is at least reasonably possible that changes in the value of investments in the near term would materially affect the amounts reported in the statement of financial position and the statement of activities.

Historically, the Foundation has not incurred any significant credit-related losses and believes it is not exposed to any significant risk on its concentrations.

Other

As a result of the COVID-19 pandemic, economic uncertainties have arisen which may negatively affect the financial position, operating results and cash flows of the Foundation. These uncertainties include uncertain market value fluctuations of investments. The duration of these uncertainties and the ultimate financial effects cannot be reasonably estimated at this time.

Cash and Cash Equivalents

The Foundation considers all short-term debt securities with an original maturity of three months or less to be cash equivalents.

The Dietrich W. Botstiber Foundation

Notes to Financial Statements

Note 1: Summary of Significant Accounting Policies (Continued)

Investment Valuation and Income Recognition

Investments in equity securities with readily determinable fair values and all debt securities are reported at fair value based on quoted market prices. Dividends are recorded on the ex-dividend date. Unrealized gains and losses on investments resulting from market fluctuations are reported in the statement of activities in the period that such fluctuations occur. The Foundation uses the specific identification method in determining realized gains or losses reported on the statement of activities. Net realized and unrealized gains (losses) on investments is reported in the statement of activities and consists of realized and unrealized gains and losses, less investment expenses.

Fair Value Measurements

Fair value is defined as the price that would be received to sell an asset or paid to transfer a liability, otherwise known as the "exit price", in an orderly transaction between market participants at the measurement date. See Note 3 for a discussion of fair value measurement.

Furniture and Equipment

Furniture and equipment are stated at cost and are depreciated using the straight-line method of depreciation over the estimated useful lives of 3 to 7 years.

Contributions

Contributions and grants, including unconditional promises to give, are recognized as support in the period the gifts or promises to give are received and as assets, decrease in liabilities or expenses depending on the form of the benefits received. Conditional contributions and grants, that is, those with a measurable performance or other barrier and a right of return, are not recognized until the conditions on which they depend have been met. Any funding received prior to overcoming the barrier is recorded as a refundable advance on the statement of financial position.

Contributions received are reported as contribution revenue with donor restrictions if the gifts are received with donor stipulations that limit the use of the donated assets. Contribution revenue that is restricted by the donor is reported as an increase in net assets without donor restrictions if the restriction expires in the same reporting period in which the support is recognized. All other donor-restricted support is reported as an increase in net assets with donor restrictions. When a restriction expires (that is, when a stipulated time restriction ends or purpose restriction is accomplished), 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.

Grants

Grants are recognized when they are approved by the Board of Trustees for payment, provided the grant is not subject to future contingencies. Grants payable represents all unconditional grants that have been authorized prior to year end, but remain unpaid as of the statement of financial position date. Grants payable that are expected to be paid in future years are recorded at the present value of expected future payments.

The Dietrich W. Botstiber Foundation

Notes to Financial Statements

Note 1: Summary of Significant Accounting Policies (Continued)

Functional Allocation of Expenses

The costs of providing the Foundation's programs and activities have been summarized by natural classification and by function in Note 8. Accordingly, certain costs have been allocated among the programs and supporting services benefited. The expenses that are allocated include rent and depreciation, which are allocated on a square footage basis, and certain salaries which are allocated on the basis of estimates of time and effort.

Income Taxes

The Foundation is exempt from federal income taxes and is classified as a private foundation under Section 501(c)(3) of the Internal Revenue Code. It is subject to a 2% (or 1% if certain criteria are met) federal excise tax on net investment income, including net realized gains, as defined by the IRS. On December 20, 2019, the President of the United States signed into law the 2020 appropriations bill which changes the 1% or 2% excise tax rate to a flat 1.39% excise tax, that will be applicable to the Foundation's tax year ending August, 31, 2021. The deferred provision for federal excise tax represents the projected future tax liability on the temporary difference caused by the unrealized appreciation (depreciation) on investments. Deferred excise taxes were provided at 1.39% as of August 31, 2020 and 2019, respectively, resulting in a deferred tax (benefit) provision of approximately \$26,300 and (\$71,500) for the years ended August 31, 2020 and 2019, respectively. The current provision for excise tax expense was approximately \$28,000 and \$13,000 for the years ended August 31, 2020 and 2019, respectively.

Change in Accounting Policy

On June 21, 2018, the Financial Accounting Standards Board (FASB) issued Accounting Standards Update (ASU) 2018-08, Not-For-Profit Entities (Topic 958): *Clarifying the Scope and the Accounting Guidance for Contributions Received and Contributions Made*. This ASU assists entities in evaluating whether transactions should be accounted for as contributions (nonreciprocal transactions) or as exchange (reciprocal) transactions, and determining whether a contribution is conditional. During the year ended August 31, 2020, the Foundation implemented the provisions of this ASU under a modified prospective basis and there is no effect on net assets or the comparability with prior year financial statements.

The Dietrich W. Botstiber Foundation

Notes to Financial Statements

Note 2: Liquidity and Availability of Financial Resources

Financial assets 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 as of August 31:

	2020	2019
Cash and cash equivalents	\$ 900,175	\$ 824,928
Investments	37,358,931	34,528,025
Financial assets available within one year	\$ 38,259,106	\$ 35,352,953

The Foundation maintains financial assets in liquid form such as cash and cash equivalents for approximately three months of operating expenses and grant commitments. The Foundation regularly monitors its liquidity so that it is able to meet its operating needs and other commitments while maximizing the investment return of its assets.

Note 3: Fair Value Measurements

The Foundation uses the three tier fair value hierarchy as a basis for its assumptions. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (Level 1 measurements) and the lowest priority to unobservable inputs (Level 3 measurements). The three levels of the fair value hierarchy are described as follows:

Level 1 – Inputs are unadjusted quoted prices for identical assets or liabilities in active markets that the Foundation has the ability to access.

Level 2 – Inputs to the valuation methodology include:

- Quoted prices for similar assets or liabilities in active markets;
- Quoted market prices for identical or similar assets or liabilities in inactive markets;
- Inputs other than quoted prices that are observable for the asset or liability;
- Inputs that are derived principally from or corroborated by observable market data by correlation or other means.

Level 3 – Inputs to the valuation methodology are unobservable and significant to the fair value measurement.

The asset's or liability's fair value measurement level within the fair value hierarchy is based on the lowest level of any input that is significant to the fair value measurement.

The Dietrich W. Botstiber Foundation

Notes to Financial Statements

Note 3: Fair Value Measurements (Continued)

Following is a description of the valuation methodologies used for assets measured at fair value:

Mutual and exchange-traded funds: Valued at the net asset value listed in the active markets on which the funds are traded. These funds held by the Foundation are deemed to be actively traded.

Common stock: Shares in companies traded on national securities exchanges are valued at the closing price reported in the active market in which the individual securities are traded.

Bonds: For which quoted market prices are not available, are valued based on the yields currently available on comparable securities of issuers with similar credit ratings, generally categorized in Level 2 of the fair value hierarchy.

The following table sets forth by level, within the fair value hierarchy, the Foundation's financial assets measured at fair value on a recurring basis as of August 31, 2020:

As of August 31, 2020	Total Assets at			
	Fair Value	(Level 1)	(Level 2)	(Level 3)
Mutual and exchange-traded funds				
Equity	\$ 14,945,170	\$ 14,945,170	\$ -	\$ -
International equity	8,042,646	8,042,646	-	-
Fixed income	5,957,011	5,957,011	-	-
Bonds				
Corporate	659,461	-	659,461	-
Government	101,839	-	101,839	-
Municipal	102,479	-	102,479	-
Common stock				
Consumer goods and services	1,841,261	1,841,261	-	-
Energy	103,898	103,898	-	-
Information technology and telecommunication companies	2,381,853	2,381,853	-	-
Real estate	186,863	186,863	-	-
Healthcare	1,139,397	1,139,397	-	-
Financial services	1,163,355	1,163,355	-	-
Industrials	205,760	205,760	-	-
Other	527,938	527,938	-	-
Total	\$ 37,358,931	\$ 36,495,152	\$ 863,779	\$ -

The Dietrich W. Botstiber Foundation

Notes to Financial Statements

Note 3: Fair Value Measurements (Continued)

The following table sets forth by level, within the fair value hierarchy, the Foundation's financial assets measured at fair value on a recurring basis as of August 31, 2019:

As of August 31, 2019	Total Assets at Fair Value	(Level 1)	(Level 2)	(Level 3)
Mutual and exchange-traded funds				
Equity	\$ 14,281,151	\$ 14,281,151	\$ -	\$ -
International equity	8,637,435	8,637,435	-	-
Fixed income	5,044,114	5,044,114	-	-
Bonds				
Corporate	641,011	-	641,011	-
Government	103,304	-	103,304	-
Municipal	105,551	-	105,551	-
Common stock				
Consumer goods and services	1,862,683	1,862,683	-	-
Energy	118,910	118,910	-	-
Information technology and telecommunication companies	1,346,006	1,346,006	-	-
Real estate	172,642	172,642	-	-
Healthcare	531,382	531,382	-	-
Financial services	598,387	598,387	-	-
Industrials	534,179	534,179	-	-
Other	551,270	551,270	-	-
Total	\$ 34,528,025	\$ 33,678,159	\$ 849,866	\$ -

Note 4: Furniture and Equipment, Net

A summary of furniture and equipment is as follows as of August 31, 2020 and 2019:

<i>As of August 31, 2020 and 2019</i>	2020	2019
Furniture, fixtures, and equipment	\$ 89,655	\$ 73,690
Less: accumulated depreciation	(41,408)	(29,452)
Furniture and equipment, net	\$ 48,247	\$ 44,238

Depreciation expense was \$11,956 and \$9,948 for the years ended August 31, 2020 and 2019, respectively.

The Dietrich W. Botstiber Foundation

Notes to Financial Statements

Note 5: Beneficial Interest in Charitable Remainder Trust

The Foundation is the remainder beneficiary of a charitable remainder annuity trust established by Mr. Botstiber in September 1995 and funded upon his death in December 2002 with assets of \$2,667,000. The Trust provides the lifetime beneficiary with an annual annuity of \$133,350, 5% of the assets placed in trust.

The Foundation values its beneficial interest at the net present value of its expected future benefit based upon the actuarially determined life expectancy of the income beneficiary and a discount rate of 2.2%.

The beneficial interest is included in net assets with donor restrictions due to the time restriction associated with a future benefit.

Additionally, the Foundation is the remainder beneficiary of another trust established by Mr. Botstiber. However, the beneficial interest has not been recorded as the trustees have discretionary power to spend all assets of the trust. The estimated value of the trust was approximately \$95,000 and \$147,000 at August 31, 2020 and 2019, respectively.

Note 6: Grants Payable, Net

Grants payable, net consisted of the following:

<i>As of August 31, 2020 and 2019</i>	2020	2019
Payable in less than one year	\$ 173,411	\$ 209,270
Payable in one to five years	401,246	892,793
	574,657	1,102,063
Less discount on long-term grants payable	(8,296)	(11,002)
Total	\$ 566,361	\$ 1,091,061

Grants payable as of August 31, 2020 and 2019 were discounted using the rate of 0.92%.

Note 7: Operating Leases

The Foundation leases its office space, located in Media, Pennsylvania, under a noncancelable operating lease expiring June 30, 2025. Rent paid for the years ended August 31, 2020 and 2019 was \$49,770 and \$35,412, respectively.

As of August 31, 2020, required payments for the next five years based on the existing terms of the lease are as follows:

2021	\$ 65,934
2022	66,056
2023	66,889
2024	68,170
2025	57,583
Total lease payments	\$ 324,632

The Dietrich W. Botstiber Foundation

Notes to Financial Statements

Note 8: Analysis of Expenses by Nature and Function

The costs of providing the Foundation's programs and activities have been summarized on a functional basis below.

<i>For the year ended August 31, 2020</i>	Programs			Total Programs	General and administrative	Total
	Scholarships	Austrian- American studies	Animal protection and other			
Grant distributions	\$ 266,927	\$ 238,444	\$ 157,612	\$ 662,983	\$ -	\$ 662,983
Salaries	30,751	186,613	169,246	386,610	29,220	415,830
Professional fees	6,514	21,137	9,771	37,422	72,745	110,167
Conferences, travel and meetings	-	7,349	45,264	52,613	502	53,115
Rent	9,954	14,931	14,931	39,816	9,954	49,770
Office and other	835	936	938	2,709	11,546	14,255
Technology	-	3,912	12,240	16,152	1,029	17,181
Depreciation	2,989	2,989	2,989	8,967	2,989	11,956
Dues and subscription	-	605	569	1,174	3,947	5,121
Insurance	98	-	-	98	4,545	4,643
Federal excise tax provision	-	-	-	-	54,326	54,326
Total expenses	\$ 318,068	\$ 476,916	\$ 413,560	\$ 1,208,544	\$ 190,803	\$ 1,399,347

<i>For the year ended August 31, 2019</i>	Programs			Total Programs	General and administrative	Total
	Scholarships	Austrian- American studies	Animal protection and other			
Grant distributions	\$ 171,597	\$ 182,301	\$ 174,447	\$ 528,345	\$ -	\$ 528,345
Salaries	5,380	141,329	146,981	293,690	57,993	351,683
Professional fees	1,570	24,066	2,610	28,246	64,436	92,682
Conferences, travel and meetings	4,661	82,153	54,370	141,184	523	141,707
Rent	-	11,804	11,804	23,608	11,804	35,412
Office and other	373	1,711	860	2,944	8,698	11,642
Technology	68	8,629	4,863	13,560	550	14,110
Depreciation	-	3,316	3,316	6,632	3,316	9,948
Dues and subscription	-	5,227	487	5,714	1,847	7,561
Insurance	-	-	-	-	5,121	5,121
Federal excise tax (benefit)	-	-	-	-	(56,103)	(56,103)
Total expenses	\$ 183,649	\$ 460,536	\$ 399,738	\$ 1,043,923	\$ 98,185	\$ 1,142,108

The Dietrich W. Botstiber Foundation

Notes to Financial Statements

Note 9: Refundable Advance

At August 31, 2020, the Foundation had a refundable advance liability of \$73,000. This amount represents the receipt of an award from the Small Business Administration's (SBA) Paycheck Protection Program (PPP) as a result of legislation passed to assist businesses in navigating the Coronavirus pandemic. The Foundation has determined the award is a conditional grant and has applied the policy as described in Note 1. Accordingly, the award is reported as a refundable advance liability until the conditions are substantially met or explicitly waived.

The Foundation has interpreted the condition of the award to be the approval of the forgiveness application by the lender and SBA. Should the conditions of the award not be substantially met or explicitly waived, all or a portion of the award will be treated as a loan bearing interest at 1% commencing upon receipt of notification of the unforgiven amount by the SBA, and would be required to be paid no later than May 2022. The Foundation anticipates that the conditions of the award will be substantially met and the full amount of the award will be recognized as revenue.

Note 10: Subsequent Events

In preparing these financial statements, management of the Foundation has evaluated events and transactions for potential recognition or disclosure through February 25, 2021 the date the financial statements were available to be issued.