



**Financial Statements and Independent Auditors' Report**

**Years Ended June 30, 2022 and 2021**

**SM&Co**

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## INDEPENDENT AUDITORS' REPORT

The Governing Body of  
Habitat for Humanity, San Bernardino Area, Inc.

### REPORT ON THE AUDIT OF THE FINANCIAL STATEMENTS

#### OPINION

We have audited the financial statements of Habitat for Humanity, San Bernardino Area, Inc. (Corporation), which comprise the statements of financial position as of June 30, 2022 and 2021, and the related statements of activities, statements of functional expenses, and cash flows for the years then ended, and the related notes to the financial statements.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the Corporation as of June 30, 2022 and 2021, 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 audit in accordance with auditing standards generally accepted in the United States of America (GAAS), issued by the Comptroller General of the United States. 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 Corporation and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. 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 Corporation's ability to continue as a going concern for one year after the date that the financial statements are issued.

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## 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 GAAS 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 GAAS, we:

(1) Exercise professional judgment and maintain professional skepticism throughout the audit; (2) 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; (3) 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 Corporation's internal control. Accordingly, no such opinion is expressed; (4) 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; (5) Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the Corporation'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.

A handwritten signature in blue ink that reads "Smith Marion &amp; Co." followed by a stylized circular mark.

January 11, 2023  
Redlands, CA

**Habitat for Humanity, San Bernardino Area, Inc.**

Statement of Financial Position  
June 30, 2022 and 2021

<b>Assets</b>	<b>2022</b>	<b>2021</b>
Current assets:		
Cash and equivalents - operating	\$ 180,291	\$ 351,174
Restricted cash and equivalents	11,052	12,406
Prepays and deposits	47,915	46,398
Other current assets	6,963	6,963
Inventory	2,074	2,245
Total current assets	<u>248,295</u>	<u>419,186</u>
Mortgages receivable, net	770,690	978,868
Notes and loans receivable	-	3,959
Property and equipment, at cost		
Nondepreciable assets		
Land for development	131,038	131,038
Construction in progress	675,243	60,946
Depreciable assets		
Furniture and equipment	120,596	122,162
Leasehold improvements	73,439	71,939
Total acquisition costs	<u>1,000,316</u>	<u>386,085</u>
Less accumulated depreciation	<u>(132,337)</u>	<u>(122,553)</u>
Property and equipment, net	<u>867,979</u>	<u>263,532</u>
<b>Total Assets</b>	<b><u>\$ 1,886,964</u></b>	<b><u>\$ 1,665,545</u></b>

See accompanying notes.

**Habitat for Humanity, San Bernardino Area, Inc.**

Statement of Financial Position  
June 30, 2022 and 2021

<b>Liabilities and Net Assets</b>	<b>2022</b>	<b>2021</b>
Current liabilities:		
Accounts payable	\$ 10,284	\$ 5,519
Other current liabilities	2,947	7,011
Accrued wages payable	5,246	3,427
Accrued payroll tax and benefits payable	-	3,868
Accrued vacations payable	11,745	24,247
Deposits held in trust, contra	11,052	12,406
Current portion of notes and loans payable	49,601	57,067
Accrued Interest payable	5,184	-
Total current liabilities	96,059	113,545
Other liabilities:		
Notes and loans payable less current portion	815,724	861,374
Less unamortized loan discounts	(149,480)	(197,404)
Notes and loans payable, net	666,244	663,970
Total other liabilities	666,244	663,970
Total liabilities	762,303	777,515
Net assets:		
Without donor restriction		
Undesignated	1,110,809	847,983
Total without donor restriction	1,110,809	847,983
With donor restriction		
Purpose restrictions	13,852	40,047
Total with donor restriction	13,852	40,047
Total net assets	1,124,661	888,030
<b>Total Liabilities and Net Assets</b>	<b>\$ 1,886,964</b>	<b>\$ 1,665,545</b>

See accompanying notes.

**Habitat for Humanity, San Bernardino Area, Inc.**

Statement of Activities  
Year Ended June 30, 2022

<b>Revenue, Support, and Gains</b>	<b>Without Donor Restriction</b>	<b>With Donor Restriction</b>	<b>Total</b>
Contributions and grants	\$ 873,042	\$ -	\$ 873,042
In-kind contributions	-	-	-
Program service fees	4,965	-	4,965
Interest income	510	-	510
Other revenue	4,940	-	4,940
Loss on sale of assets	(202)	-	(202)
Amortization of discounts on mortgages receivable	16,132	-	16,132
Gross special events revenue	7,672	-	7,672
Less cost of direct benefits to donors	(10,220)	-	(10,220)
Net special events revenue	(2,548)	-	(2,548)
Restore sales	589,443	-	589,443
Less costs of goods sold	(11,067)	-	(11,067)
Net sales	578,376	-	578,376
Net assets released from restriction	26,195	(26,195)	-
Total revenue, support, and gains	1,501,410	(26,195)	1,475,215
<b>Expenses and Losses</b>			
Program services expense	999,437	-	999,437
Supporting services expense			
Management and general	230,620	-	230,620
Fundraising	8,527	-	8,527
Total supporting services expense	239,147	-	239,147
Total expenses and losses	1,238,584	-	1,238,584
Change in net assets	262,826	(26,195)	236,631
Net assets, beginning of year	847,983	40,047	888,030
<b>Net Assets, End of Year</b>	<b>\$ 1,110,809</b>	<b>\$ 13,852</b>	<b>\$ 1,124,661</b>

See accompanying notes.

**Habitat for Humanity, San Bernardino Area, Inc.**

Statement of Activities  
Year Ended June 30, 2021

<b>Revenue, Support, and Gains</b>	<b>Without Donor Restriction</b>	<b>With Donor Restriction</b>	<b>Total</b>
Contributions and grants	\$ 211,097	\$ 60,000	\$ 271,097
In-kind contributions	7,243	-	7,243
Program service fees	19,255	-	19,255
Interest income	2,879	-	2,879
Other revenue	23,011	-	23,011
Gain on sale of asset	165,758	-	165,758
Amortization of discounts on mortgages receivable	69,282	-	69,282
Gross special events revenue	2,802	-	2,802
Less cost of direct benefits to donors	(3,475)	-	(3,475)
Net special events revenue	(673)	-	(673)
Restore sales	552,078	-	552,078
Less costs of goods sold	(15,305)	-	(15,305)
Net sales	536,773	-	536,773
Net assets released from restriction	25,089	(25,089)	-
Total revenue, support, and gains	1,059,714	34,911	1,094,625
<b>Expenses and Losses</b>			
Program services expense	696,599	-	696,599
Supporting services expense			
Management and general	207,329	-	207,329
Fundraising	2,979	-	2,979
Total supporting services expense	210,308	-	210,308
Total expenses and losses	906,907	-	906,907
Change in net assets	152,807	34,911	187,718
Net assets, beginning of year	695,176	5,136	700,312
<b>Net Assets, End of Year</b>	<b>\$ 847,983</b>	<b>\$ 40,047</b>	<b>\$ 888,030</b>

See accompanying notes.



**Habitat for Humanity, San Bernardino Area, Inc.**

Statement of Functional Expenses  
Year Ended June 30, 2022

	Program Services	Management and General	Fundraising	Total
Salaries, wages, and burden	\$ 294,507	\$ 172,689	\$ -	\$ 467,196
Fees for professional services	56,045	15,100	-	71,145
Training and development	4,717	543	-	5,260
Advertising and promotion	5,750	-	-	5,750
Office expenses	47,860	3,296	2,780	53,936
Occupancy	247,553	13,660	1,500	262,713
Travel	-	-	13	13
Interest	-	5,301	-	5,301
Insurance	45,956	6,548	-	52,504
Depreciation	10,485	8,936	-	19,421
Other	15,678	4,093	4,234	24,005
Maintenance and repairs	32,389	454	-	32,843
Discounts on mortgages issued	179,636	-	-	179,636
Habitat affiliate fees	25,000	-	-	25,000
Property taxes and fees	7,666	-	-	7,666
Brush with kindness program expenses	26,195	-	-	26,195
Gift shop cost of goods sold	11,067	-	-	11,067
Cost of direct benefits to donors	-	-	10,220	10,220
<b>Total Expenses by Function</b>	<b>1,010,504</b>	<b>230,620</b>	<b>18,747</b>	<b>1,259,871</b>
Less expenses included with revenues on the statement of activities				
Gift shop cost of goods sold	(11,067)	-	-	(11,067)
Cost of direct benefits to donors	-	-	(10,220)	(10,220)
<b>Total Expenses Included in the Expense Section on the Statement of Activities</b>	<b>\$ 999,437</b>	<b>\$ 230,620</b>	<b>\$ 8,527</b>	<b>\$ 1,238,584</b>

See accompanying notes.

**Habitat for Humanity, San Bernardino Area, Inc.**

Statement of Functional Expenses  
Year Ended June 30, 2021

	Program Services	Management and General	Fundraising	Total
Salaries, wages, and burden	\$ 244,440	\$ 168,777	\$ -	\$ 413,217
Fees for professional services	26,298	11,013	-	37,311
Training and development	968	647	-	1,615
Advertising and promotion	8,957	-	-	8,957
Office expenses	20,993	3,396	1,147	25,536
Occupancy	239,900	12,851	1,500	254,251
Interest	-	244	-	244
Insurance	40,444	5,048	-	45,492
Depreciation	11,130	2,326	-	13,456
Other	35,709	1,704	332	37,745
Maintenance and repairs	27,883	1,323	-	29,206
Habitat affiliate fees	22,493	-	-	22,493
Property taxes and fees	8,060	-	-	8,060
Brush with kindness program expenses	9,324	-	-	9,324
Gift shop cost of goods sold	15,305	-	-	15,305
Cost of direct benefits to donors	-	-	3,475	3,475
<b>Total Expenses by Function</b>	<b>711,904</b>	<b>207,329</b>	<b>6,454</b>	<b>925,687</b>
Less expenses included with revenues on the statement of activities				
Gift shop cost of goods sold	(15,305)	-	-	(15,305)
Cost of direct benefits to donors	-	-	(3,475)	(3,475)
<b>Total Expenses Included in the Expense Section on the Statement of Activities</b>	<b>\$ 696,599</b>	<b>\$ 207,329</b>	<b>\$ 2,979</b>	<b>\$ 906,907</b>

See accompanying notes.

**Habitat for Humanity, San Bernardino Area, Inc.**

Statement of Cash Flows  
Years Ended June 30, 2022 and 2021

	<b>2022</b>	<b>2021</b>
Cash flows from operating activities		
Change in net assets	\$ 236,631	\$ 187,718
Adjustments to reconcile change in net assets to net cash from (used for) operating activities:		
Depreciation	19,421	13,456
Amortization	31,792	(62,581)
Accrued interest payable	5,184	-
Reduction of unamortized discounts on mortgages	106,730	(170,852)
Donations of property and equipment	-	(7,243)
Loss (Gain) on disposition of property & equipment	202	(165,758)
Changes in operating assets and liabilities		
Prepays and deposits	(1,517)	14,410
Accounts receivable	-	(24,198)
Inventories	171	2,030
Accounts payable	(653)	(2,662)
Grant advances	-	(8,619)
Accrued expenses	(14,551)	(91,434)
Net cash from (used for) operating activities	<u>383,410</u>	<u>(315,733)</u>
Cash flows from investing activities		
Purchases of property and equipment	(624,070)	(89,014)
Proceeds from sale of property & equipment	-	295,955
Receipts on mortgages receivable	121,539	304,018
Net cash from (used for) investing activities	<u>(502,531)</u>	<u>510,959</u>
Cash flows from financing activities		
Principal payments on notes and loans payable	(53,116)	(104,519)
Proceeds from acquisition of additional financing	-	150,000
Net cash from (used for) financing activities	<u>(53,116)</u>	<u>45,481</u>
Net change in cash and equivalents	(172,237)	240,707
Cash and equivalents, beginning of year	363,580	122,873
<b>Cash and Equivalents, End of Year</b>	<b>\$ 191,343</b>	<b>\$ 363,580</b>
Cash and equivalents - operating	\$ 180,291	\$ 351,174
Restricted cash and equivalents	11,052	12,406
<b>Cash and Equivalents, End of Year</b>	<b>\$ 191,343</b>	<b>\$ 363,580</b>
<b>Supplemental Data:</b>		
Interest Paid	\$ -	\$ -

See accompanying notes.

**NOTE 01 - NATURE OF BUSINESS AND ORGANIZATION**

Habitat for Humanity, San Bernardino Area, Inc. (Habitat, the Corporation, we, us, our), is a non-denominational Christian not-for-profit organization dedicated to addressing the problem of poverty housing in the San Bernardino (California) Valley. Habitat works in partnership with local companies, governments and concerned citizens to build or renovate homes to create decent, affordable shelter. The Corporation is an affiliate of Habitat for Humanity International.

Habitat fulfills its mission by constructing modest houses that it sells to economically disadvantaged families at prices equal to or below cost. Sales are financed by zero-interest rate mortgages carried by Habitat. Land acquisition and construction costs are funded by grants, in-kind contributions of materials and services and volunteer labor. Additional support is generated through cash contributions, special events, and the sale of merchandise.

**NOTE 02 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

Cash and Cash Equivalents

Habitat for Humanity considers all highly liquid investments with maturities of three months or less when acquired to be cash equivalents. At June 30, 2022 and 2021, management believes that the carrying amount of cash equivalents approximates fair value because of the short maturity of these financial instruments.

Land, Buildings, and Equipment

Land, buildings, and equipment are recorded at cost if purchased or at fair value at the date of donation. Property and equipment are capitalized if the cost of an asset is greater than or equal to \$500 and the useful life is greater than one year.

Depreciation is provided using the straight-line method over the estimated useful lives of the related assets as follows:

Buildings .....	39 years
Office equipment.....	5-7 years
Vehicles.....	5 years

Deposits Held in Trust

Habitat holds escrow deposits for Homeowners as part of its lending activities. We utilize these funds to pay property taxes and homeowners insurance on behalf of Homeowners. Any residual amounts are refundable to the Homeowners.

Net Assets

Net assets, revenues, gains, and losses are classified based on 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 (or certain grantor) restrictions. The governing board has designated, from net assets without donor restrictions, net assets for an operating reserve and board-designated endowment.

Net Assets with Donor Restrictions – Net assets subject to donor- (or certain grantor-) 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. Gifts of long-lived assets and gifts of cash restricted for the acquisition of long-lived assets are recognized as revenue when the assets are placed in service.

When a restriction expires, net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the statements of activities as net assets released from restrictions.

*Fair Value of Financial Instruments*

Habitat's financial instruments consist of cash and cash equivalents, contributions and notes receivable, mortgages receivable and accounts payable and notes payable. Except for the mortgages receivable, these items are stated at cost, which approximates fair value. Mortgages receivable, which are issued without interest, are stated at their discounted, net realizable value. The discount rate used is determined by reference to general Money Market rates of interest by Habitat International and is used by all Habitat for Humanity affiliates to provide consistent reporting.

*Income Taxes*

We are exempt from income tax under Internal Revenue Code Section 501(c)(3) and from California income tax under California Revenue and Taxation code Section 23701d. We are classified as an Corporation that is not a private foundation under Section 509(a)(2) of the Internal Revenue Code and qualifies for the charitable contribution deduction under Section 170(b)(1)(A).

In accordance with accounting standards, which provides accounting and disclosure guidance about uncertain tax positions taken by an Corporation, management believes that all of the positions taken by the Corporation in its federal and state income tax returns are more likely than not to be sustained upon examination. The Corporation files returns in the U.S. Federal jurisdiction and the State of California.

*Donated Services and In-Kind Contributions*

Volunteers contribute significant amounts of time to our program services, administration, and fundraising and development activities; however, the financial statements do not reflect the value of these contributed services because they do not meet recognition criteria prescribed by Generally Accepted Accounting Principles. Contributed goods are recorded at fair value at the date of donation.

*Revenues and Revenue Recognition*

Revenue is recognized when earned. Program service fees and payments under cost-reimbursable contracts received in advance are deferred to the applicable period in which the related services are performed, or expenditures are incurred, respectively. Contributions are recognized when cash, securities or other assets, 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.

*Functional Allocation of Expenses*

The costs of program and supporting services activities have been summarized on a functional basis in the statements of activities. The statements of functional expenses present the natural classification detail of expenses by function. Accordingly, certain costs have been allocated among the programs and supporting services benefited.

Management's Estimates

The preparation of financial statements in conformity with Generally Accepted Accounting Principles 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 dates of the financial statements and the reported amounts of income and expenses during the reporting period. Actual results could differ from those estimates.

Subsequent Events

We have evaluated subsequent events through January 11, 2023, the date the financial statements were available to be issued.

On July 21, 2022, the board voted to close operations of the Redlands ReStore location effective October 21, 2022.

**NOTE 03 - LIQUIDITY AND AVAILABILITY**

Financial assets available for general expenditure, that is, without donor or other restrictions limiting their use, within one year of the balance sheet date, comprise the following:

	2022	2021
Unrestricted cash and cash equivalents	\$ 180,291	\$ 351,174
	<u>\$ 180,291</u>	<u>\$ 351,174</u>

**NOTE 04 - RESTRICTED CASH AND EQUIVALENTS**

The following presents a break-down of restricted cash and cash equivalents as of June 30:

	2022	2021
Homeowner escrows	\$ 11,052	\$ 12,406
<b>Total Restricted Cash and Equivalents</b>	<u>\$ 11,052</u>	<u>\$ 12,406</u>

**NOTE 05 - INVENTORY**

Habitat operates a ReStore which consists of donated items, such as building supplies, furniture, and appliances, and sells these items to the general public. Proceeds go to help fund the construction of Habitat homes within the community.

Items purchased for sale, and certain donations which are required by the donor to be included in inventory, are recorded at market value.

**NOTE 06 - NOTE RECEIVABLE**

There were notes receivables of \$- and \$3,959 as of June 30, 2022 and 2021, respectively. This note was made to a homeowner for repairs done in 2010, there are no set repayment terms and bears no interest. At June 30, 2022, the note has been paid in full.

**NOTE 07 - MORTGAGES RECEIVABLE**

When home construction is completed, title to the property is transferred to the homeowner family. Habitat finances the sale by taking a first mortgage secured by the home. These notes are payable in monthly installments over twenty to twenty-five years without interest. A discount is recorded at the time of the sale to reflect interest on the loan imputed at market interest rates. Discounts are amortized over the term of the loan.

No allowance for doubtful accounts has been established as management feels all mortgages are fully collectible.

Mortgages receivable are summarized below:

	<b>2022</b>	<b>2021</b>
Mortgages	\$ 2,742,097	\$ 2,859,677
Less: Principal reductions & silent seconds	(1,075,088)	(1,100,070)
Less: Mortgage discounts	(896,319)	(780,739)
<b>Net Realizable Value</b>	<b><u>\$ 770,690</u></b>	<b><u>\$ 978,868</u></b>

**NOTE 08 - NOTES AND LOANS PAYABLE**

A summary of our debt activity is presented below:

	<b>2022</b>	<b>2021</b>
SBA Disaster Loan	150,000	150,000
Pacific Premier Bank Mortgage Security Loan	715,325	768,441
	865,325	918,441
Less: Current portion	(49,601)	(57,067)
Unamortized discounts	(149,480)	(197,404)
	<b><u>\$ 666,244</u></b>	<b><u>\$ 663,970</u></b>

Pacific Premier Bank Mortgage Security Loan

On August 2018, we obtained a loan from Pacific Premier Bank collateralized by receivables from Homeowners. The loan is non-interest bearing and matures November 2045. This note has been discounted to its net present value, based upon a discount rate of 3%. The discount on the loan is being amortized using the straight-line method over the life of the loan.

SBA Disaster Loan

Habitat received an SBA Disaster Loan in the amount of \$150,000. The loan carries an interest rate of 2.75% per annum. Monthly payments of principal and interest have been deferred by the SBA through May 29, 2022. The loan matures July 2051, at which point all outstanding principal and interest are due.

Future maturities of principal on notes and loans payable are as follows:

As of June 30,	
2023	\$ 49,601
2024	49,601
2025	49,601
2026	49,601
2027	47,966
Thereafter	<u>618,955</u>
	<u><b>\$ 865,325</b></u>

**NOTE 09 - COMMITMENTS AND CONTINGENCIES**

Operating Leases

The Corporation has various operating Habitat for Humanity, San Bernardino Area, Inc., leases in effect during the current period. The terms of the agreements are effective through March 2025; after the lease period, certain leases will become month-to-month. The lease expense for the years end June 30, 2022 and 2021, was \$225,047 and \$218,263, respectively.

Future minimum lease payments are as follows for the years ended June 30:

2023	\$ 114,035
2024	23,472
2025	2,652
2026	-
2027	-
	<u><b>\$ 140,159</b></u>

Construction Contracts

During the normal course of business, the Corporation is engaged in various construction contracts for the construction of various properties owned by the Corporation.



**NOTE 10 - BUSINESS CONCENTRATIONS AND RISKS**

Deposits Held in Financial Institutions

The Corporation maintains its cash balances in three financial institutions. The standard insurance amount is \$250,000 per depositor, per insured bank, for each account ownership category. These balances may at times exceed the insured limits. As of June 30, 2021, the Corporation had no amounts above the federally insured limits.

**NOTE 11 - NET ASSETS WITH DONOR RESTRICTIONS**

Net assets with donor restrictions were comprised of the following as of June 30:

	<b>2022</b>	<b>2021</b>
Brush with Kindness	<u>\$ 13,852</u>	<u>\$ 40,047</u>
	<u><b>\$ 13,852</b></u>	<u><b>\$ 40,047</b></u>

*Brush with Kindness* - These funds are restricted for use on some salaries and Brush with Kindness activities, repainting low-income families and landscaping.