

**RIVERSIDE COMMUNITY HEALTH FOUNDATION
AND COMMUNITY SETTLEMENT ASSOCIATION**

**CONSOLIDATED AND COMBINED
FINANCIAL STATEMENTS
AND SUPPLEMENTARY INFORMATION**

DECEMBER 31, 2024 AND 2023

**RIVERSIDE COMMUNITY HEALTH FOUNDATION
AND COMMUNITY SETTLEMENT ASSOCIATION
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INDEPENDENT AUDITORS' REPORT

To the Board of Directors of
Riverside Community Health Foundation and
Community Settlement Association
Riverside, California

Opinion

We have audited the accompanying consolidated and combined financial statements of Riverside Community Health Foundation (a nonprofit organization) and affiliates, which comprise the consolidated and combined statements of financial position as of December 31, 2024 and 2023, and the related consolidated and combined statements of activities and change in net assets, functional expenses, and cash flows for the years then ended, and the related notes to the consolidated and combined financial statements.

In our opinion, the consolidated and combined financial statements referred to above present fairly, in all material respects, the financial position of Riverside Community Health Foundation and affiliates as of December 31, 2024 and 2023, and the changes in their net assets and their 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 Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of Riverside Community Health Foundation and affiliates 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.

Emphasis of Matter – Restatement of 2023 Financial Statements

As discussed in Note 12 of the financial statements, certain funds previously reported as restricted have been determined, upon audit, not to meet the criteria for donor or grantor restriction, but instead represent board-designated funds. Accordingly, the Organization has restated the prior period financial statements to reclassify these amounts from restricted net assets to unrestricted net assets (board designated). Our opinion is not modified in respect of this matter.

Responsibilities of Management for the Financial Statements

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

In preparing the consolidated and combined financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about Riverside Community Health Foundation and affiliates' ability to continue as a going concern within one year after the date that the consolidated and combined financial statements are available to be issued.

Auditors' Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the consolidated and combined financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' 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 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 consolidated and combined financial statements.

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 consolidated and combined 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 consolidated and combined 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 Organization'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 consolidated and combined financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the Riverside Community Health Foundation and affiliates' 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.

Report on Supplemental Information

Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The supplemental information contained in Schedules I and II is presented for purposes of additional analysis and is not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying

accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the financial statements as a whole.

Roorda, Piquet & Bessee, Dms.

Roorda, Piquet & Bessee, Inc.
Riverside, California
August 26, 2025

**RIVERSIDE COMMUNITY HEALTH FOUNDATION AND
COMMUNITY SETTLEMENT ASSOCIATION**

CONSOLIDATED AND COMBINED STATEMENTS OF FINANCIAL POSITION

	December 31, 2024	December 31, 2023
		(Restated)
Assets		
Current assets:		
Cash and cash equivalents	\$ 794,256	\$ 1,122,053
Investments (Notes 3 and 4)	97,989,373	92,034,398
Accounts receivable, net of unearned revenue (Note 2)	693,875	648,582
Inventory	76,739	71,753
Prepaid expenses	69,682	74,682
Total current assets	<u>99,623,925</u>	<u>93,951,468</u>
Property and equipment:		
Land	1,219,027	1,219,027
Buildings and leasehold improvements	13,153,241	13,026,801
Furniture and equipment	401,181	442,335
Transportation equipment	134,281	134,281
Construction in progress	181,725	-
	<u>15,089,455</u>	<u>14,822,444</u>
Accumulated depreciation	(4,737,070)	(4,412,780)
Total property and equipment, net	<u>10,352,385</u>	<u>10,409,664</u>
Other assets:		
Deferred rent receivable	92,275	216,493
Right of use assets, net of amortization (Note 7)	141,184	254,974
Total other assets	<u>233,459</u>	<u>471,467</u>
Total assets	<u>\$ 110,209,769</u>	<u>\$ 104,832,599</u>

**RIVERSIDE COMMUNITY HEALTH FOUNDATION AND
COMMUNITY SETTLEMENT ASSOCIATION**

CONSOLIDATED AND COMBINED STATEMENTS OF FINANCIAL POSITION

	December 31, 2024	December 31, 2023
		(Restated)
Liabilities and net assets		
Current liabilities:		
Accounts payable	\$ 72,992	\$ 230,377
Accrued expenses	238,681	352,945
Grants payable	45,000	30,000
Term loan payable, current portion (Note 6)	436,934	419,292
Operating lease liability, current portion (Note 7)	97,907	119,030
Total current liabilities	<u>891,514</u>	<u>1,151,644</u>
Long-term liabilities:		
Term loan payable, net of current portion (Note 6)	1,982,433	2,418,948
Operating lease liability, net of current portion (Note 7)	51,868	149,774
Total long-term liabilities	<u>2,034,301</u>	<u>2,568,722</u>
Other liabilities:		
Estimated future liability for annuity payments (Note 8)	53,586	53,586
Deferred compensation (Note 5)	977,558	817,539
Total other liabilities	<u>1,031,144</u>	<u>871,125</u>
Total liabilities	<u>3,956,959</u>	<u>4,591,491</u>
Net assets:		
Without donor restrictions (Note 2)	104,568,731	97,926,105
With donor restrictions (Notes 2, 11 and 12)	1,684,079	2,315,003
Total net assets	<u>106,252,810</u>	<u>100,241,108</u>
Total liabilities and net assets	<u>\$ 110,209,769</u>	<u>\$ 104,832,599</u>

**RIVERSIDE COMMUNITY HEALTH FOUNDATION AND
COMMUNITY SETTLEMENT ASSOCIATION**

**CONSOLIDATED AND COMBINED STATEMENTS OF ACTIVITIES AND
CHANGES IN NET ASSETS**
(with comparative totals for year ended December 31, 2023)

	For the year ended December 31, 2024			For the year ended December 31, 2023
	Without Donor Restriction	With Donor Restriction	Total	
Revenues:				
Grants and contributions	\$ 621,751	\$ 1,820,677	\$ 2,442,428	\$ 2,410,759
Service fees	93,015	-	93,015	195,653
Rental income	607,380	-	607,380	607,230
Fundraising	86,689	-	86,689	172,033
Total revenues	<u>1,408,835</u>	<u>1,820,677</u>	<u>3,229,512</u>	<u>3,385,675</u>
Other gains and losses:				
Interest and dividends, net	2,282,896	22,641	2,305,537	2,481,145
Gain (loss) on disposal of asset	(313)	-	(313)	31,576
Net unrealized and realized gain on investments	7,965,243	68,683	8,033,926	8,978,530
Net assets released with satisfaction of program restrictions	2,542,925	(2,542,925)	-	-
Total other gains and losses	<u>12,790,751</u>	<u>(2,451,601)</u>	<u>10,339,150</u>	<u>11,491,251</u>
Total revenues and gains and losses	<u>14,199,586</u>	<u>(630,924)</u>	<u>13,568,662</u>	<u>14,876,926</u>
Expenses:				
Grants/Program services	6,305,448	-	6,305,448	5,707,230
Management and general	1,173,293	-	1,173,293	983,586
Fundraising	78,219	-	78,219	167,520
Total expenses	<u>7,556,960</u>	<u>-</u>	<u>7,556,960</u>	<u>6,858,336</u>
Change in net assets	6,642,626	(630,924)	6,011,702	8,018,590
Net assets at beginning of period:				
Riverside Community Health Foundation	97,064,025	2,300,260	99,364,285	91,311,877
Community Settlement Association	862,080	14,743	876,823	910,641
Net assets at end of period	<u>\$ 104,568,731</u>	<u>\$ 1,684,079</u>	<u>\$ 106,252,810</u>	<u>\$ 100,241,108</u>

**RIVERSIDE COMMUNITY HEALTH FOUNDATION AND
COMMUNITY SETTLEMENT ASSOCIATION**

**CONSOLIDATED AND COMBINED STATEMENTS OF ACTIVITIES AND
CHANGES IN NET ASSETS**

For the year ended December 31, 2023

	Without Donor Restriction (Restated)	With Donor Restriction (Restated)	Total
Revenues:			
Grants and contributions	\$ 451,040	\$ 1,959,719	\$ 2,410,759
Service fees	195,653	-	195,653
Rental income	607,230	-	607,230
Fundraising	172,033	-	172,033
Total revenues	<u>1,425,956</u>	<u>1,959,719</u>	<u>3,385,675</u>
Other gains and losses:			
Interest and dividends, net	2,439,968	41,177	2,481,145
Gain on disposal of asset	31,576	-	31,576
Net unrealized and realized gain on investments	8,904,124	74,406	8,978,530
Net assets released from restrictions:			
Satisfaction of program restrictions	<u>1,642,381</u>	<u>(1,642,381)</u>	<u>-</u>
Total other gains and losses	<u>13,018,049</u>	<u>(1,526,798)</u>	<u>11,491,251</u>
Total revenues and gains and losses	<u>14,444,005</u>	<u>432,921</u>	<u>14,876,926</u>
Expenses:			
Grants/Program services (Note 2)	5,707,230	-	5,707,230
Management and general (Note 2)	983,586	-	983,586
Fundraising (Note 2)	167,520	-	167,520
Total expenses	<u>6,858,336</u>	<u>-</u>	<u>6,858,336</u>
Change in net assets	7,585,669	432,921	8,018,590
Net assets at beginning of period:			
Riverside Community Health Foundation	89,444,538	1,867,339	91,311,877
Community Settlement Association	895,898	14,743	910,641
Net assets at end of period	<u>\$ 97,926,105</u>	<u>\$ 2,315,003</u>	<u>\$ 100,241,108</u>

**RIVERSIDE COMMUNITY HEALTH FOUNDATION AND
COMMUNITY SETTLEMENT ASSOCIATION**

CONSOLIDATED AND COMBINED STATEMENTS OF FUNCTIONAL EXPENSES

For the year ended December 31, 2024

	Program Services	Management and General	Fundraising	Total
Amortization	\$ -	\$ 244	\$ -	\$ 244
Bank charges	4,438	2,509	458	7,405
Bad debt	-	16,301	-	16,301
Community services and grant	713,597	13,000	592	727,189
Conferences and meetings	12,977	17,331	-	30,308
Depreciation	332,167	49,634	-	381,801
Dues and subscriptions	16,670	1,597	-	18,267
Events	115,546	17,976	-	133,522
Insurance	118,094	(8,302)	-	109,792
Interest	94,296	13,740	-	108,036
Investment management fees	325,415	47,418	-	372,833
Mailing and printing	52,417	13,029	2,845	68,291
Professional services	287,078	169,506	20,907	477,491
Public relations	4,850	322	1,375	6,547
Lease expenses	113,481	2,290	500	116,271
Repairs and maintenance	79,552	63,217	-	142,769
Salaries and related benefits	3,719,078	630,710	33,914	4,383,702
Supplies and software	239,983	49,993	16,482	306,458
Local transportation	18,072	3,244	150	21,466
Taxes and licenses	1,270	3,657	996	5,923
Utilities	56,467	65,877	-	122,344
Total	\$ 6,305,448	\$ 1,173,293	\$ 78,219	\$ 7,556,960

**RIVERSIDE COMMUNITY HEALTH FOUNDATION AND
COMMUNITY SETTLEMENT ASSOCIATION**

CONSOLIDATED AND COMBINED STATEMENTS OF FUNCTIONAL EXPENSES

For the year ended December 31, 2023

	Program Services	Management and General	Fundraising	Total
Amortization	\$ -	\$ 1,488	\$ -	\$ 1,488
Bank charges	7,124	3,700	448	11,272
Bad debt	-	5,008	-	5,008
Community services and grant	610,803	2,500	19,828	633,131
Conferences and meetings	22,798	3,967	546	27,311
Depreciation	358,920	37,095	-	396,015
Dues and subscriptions	12,900	1,439	-	14,339
Events	99,907	4,365	-	104,272
Insurance	95,342	7,708	-	103,050
Interest	99,160	21,759	-	120,919
Investment management fees	193,286	62,142	-	255,428
Mailing and printing	40,158	3,027	2,898	46,083
Professional services	377,833	53,681	20,027	451,541
Public relations	1,286	1,108	-	2,394
Rent	133,213	2,000	2,025	137,238
Repairs and maintenance	139,900	31,104	-	171,004
Salaries and related benefits	3,154,282	680,519	102,087	3,936,888
Small equipment	45,621	-	-	45,621
Supplies and software	204,338	34,793	18,246	257,377
Local transportation	12,309	2,004	352	14,665
Taxes and licenses	4,598	4,368	1,063	10,029
Utilities	93,452	19,811	-	113,263
Total	\$ 5,707,230	\$ 983,586	\$ 167,520	\$ 6,858,336

**RIVERSIDE COMMUNITY HEALTH FOUNDATION AND
COMMUNITY SETTLEMENT ASSOCIATION**

CONSOLIDATED AND COMBINED STATEMENTS OF CASH FLOWS

	For the year ended December 31, 2024	For the year ended December 31, 2023
Cash flows from operating activities		
Changes in net assets	\$ 6,011,702	\$ 8,018,590
Adjustments to reconcile changes in net assets to net cash used in operations:		
Net realized and unrealized gains on securities		
including interest earned on securities	(10,339,463)	(11,459,675)
(Gain) loss on disposal of property and equipment	313	(31,576)
Depreciation	381,801	396,015
Right of use amortization	113,790	109,310
Changes in operating assets and liabilities:		
Accounts receivable	(45,293)	(309,306)
Prepaid expenses	5,000	8,454
Inventory	(4,986)	(8,118)
Deferred rent receivable	124,218	(14,083)
Accounts payable	(157,385)	83,956
Accrued expenses	(114,264)	17,683
Grants payable	15,000	(14,500)
Deferred compensation	160,019	96,299
Operating lease liability	(119,029)	(110,853)
Net cash flows from operating activities	<u>(3,968,577)</u>	<u>(3,217,804)</u>
Cash flows from investing activities		
Proceeds from sale of investments	15,720,959	19,281,196
Purchases of investments	(11,336,471)	(15,802,030)
Proceeds on sale of property and equipment	-	40,000
Purchases of property and equipment	(143,110)	(28,048)
Purchases to construction in progress	(181,725)	-
Net cash flows from investing activities	<u>4,059,653</u>	<u>3,491,118</u>
Cash flows from financing activities		
Payments on loan payable	(418,873)	(402,959)
Net cash flows from financing activities	<u>(418,873)</u>	<u>(402,959)</u>

**RIVERSIDE COMMUNITY HEALTH FOUNDATION AND
COMMUNITY SETTLEMENT ASSOCIATION**

CONSOLIDATED AND COMBINED STATEMENTS OF CASH FLOWS (CONTINUED)

	For the year ended December 31, <u>2024</u>	For the year ended December 31, <u>2023</u>
Net decrease in cash and cash equivalents	(327,797)	(129,645)
Cash and cash equivalents at beginning of period	<u>1,122,053</u>	<u>1,251,698</u>
Cash and cash equivalents at end of period	<u><u>\$ 794,256</u></u>	<u><u>\$ 1,122,053</u></u>
Supplemental cash flow disclosures:		
Cash paid for interest	<u><u>\$ 108,036</u></u>	<u><u>\$ 120,919</u></u>
Cash paid for income taxes	<u><u>\$ 800</u></u>	<u><u>\$ 800</u></u>

**RIVERSIDE COMMUNITY HEALTH FOUNDATION AND
COMMUNITY SETTLEMENT ASSOCIATION**
NOTES TO CONSOLIDATED AND COMBINED FINANCIAL STATEMENTS
DECEMBER 31, 2024 AND 2023

NOTE 1 - NATURE OF BUSINESS

The Riverside Community Health Foundation (formerly known as Riverside Community Hospital Foundation) ("The Foundation or RCHF") is a nonprofit organization formed in May 1973 under the laws of the state of California. RCHF merged with Community Health Corporation, formerly a 25% owner with HCA (historically known as Hospital Corporation of America) in ownership of Riverside Community Hospital, in 2003 to consolidate their combined mission of providing grants for inpatient and outpatient services, community health education and providing a platform for delivery of medical and dental services to area low-income residents. RCHF is the successor organization.

Riverside Healthcare Plus, LLC ("RHP LLC") was organized in 2014 under the laws of the State of California. RHP LLC was formed as a subsidiary of RCHF for the purpose of effecting the construction improvements and holding of the new administrative and service facility.

The Community Settlement Association of Riverside ("CSA") was incorporated in 1911 under the California Nonprofit Public Benefit Corporation Law. CSA provides programs and activities to meet the needs of low income residents in Riverside, California. CSA offers programs in social services, family counseling, after school programs, and substance abuse counseling. CSA is funded principally by program service fees, United Way allocations, and donations.

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Consolidation and combination

During 2016, the board of directors of RCHF and CSA (combined as "the Organizations") jointly resolved to affiliate the two companies providing financial and organizational support to CSA from RCHF. The President of RCHF also became the Executive Director of CSA, and the boards of directors have common membership. As such the financial statements of the two organizations have been combined for reporting purposes. Each individual organization files its required tax reporting independently.

The consolidated and combined financial statements include the accounts of RCHF and RHP LLC (consolidation) and CSA (combined). All significant intercompany accounts and transactions have been eliminated in consolidation.

Basis of accounting

The consolidated and combined financial statements of the Organizations have been prepared on the accrual basis of accounting in conformity with accounting principles generally accepted in the United States of America (GAAP).

**RIVERSIDE COMMUNITY HEALTH FOUNDATION AND
COMMUNITY SETTLEMENT ASSOCIATION**
NOTES TO CONSOLIDATED AND COMBINED FINANCIAL STATEMENTS
DECEMBER 31, 2024 AND 2023

Use of estimates

Management uses estimates and assumptions in preparing these financial statements in accordance with GAAP. Those estimates and assumptions affect the reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities, and the reported revenues and expenses. Actual results could vary from the estimates that were used.

Cash and cash equivalents

Cash and cash equivalents include highly liquid financial instruments with original maturities of three months or less, which are neither held for nor restricted by donors for long-term purposes, to be cash and cash equivalents. Cash and highly liquid financial instruments restricted to building projects, endowments that are perpetual in nature, or other long-term purposes are excluded from this definition.

Fair value of financial instruments

The Organizations record their assets and liabilities at fair value. Cash and cash equivalents, short term financial instruments, accounts receivable, and accounts payable are reported at their carrying value which approximates fair value because of the short maturity of these instruments and related effective market rates.

Pledges receivable and recognition of contributions revenue

Pledges receivable represent written promises of contributions for various campaigns and expected to be collected during the next year. Management has determined that pledges receivable are fully collectible, therefore, no allowance for credit losses is considered necessary at December 31, 2024 and December 31, 2023. Pursuant to Financial Accounting Standards Board ("FASB") Accounting Standards Codification ("ASC") 958-605, all pledges which represent unconditional promises to pay are recognized as income and assets in the year secured.

The Organizations report gifts of cash and other assets as restricted support if they are received with donor stipulations that limit the use of the donated assets. When a donor restriction expires, that is, when a stipulated time restriction ends or purpose restriction is accomplished, restricted net assets are reclassified to net assets without donor restrictions and reported in the statement of activities as net assets released from restrictions.

The Organizations report gifts of land, buildings, and equipment as unrestricted support unless explicit donor stipulations specify how the donated assets must be used. Gifts of long-lived assets with explicit restrictions that specify how the assets are to be used and gifts of cash or other assets that must be used to acquire long-lived assets are reported as restricted support.

**RIVERSIDE COMMUNITY HEALTH FOUNDATION AND
COMMUNITY SETTLEMENT ASSOCIATION**
NOTES TO CONSOLIDATED AND COMBINED FINANCIAL STATEMENTS
DECEMBER 31, 2024 AND 2023

Accounts receivable and recognition of program service revenue

CSA records the current and future revenues as an accounts receivable with an offset to unearned revenue liability for the amount due throughout the program when a client has been directed by the courts to the organization and the client has enrolled in a DUI program by completing and signing a contract for a term assigned by the court. The courts determine the specific program mandated to the client, and the client becomes obligated for the funds due to the program in order to have their drivers licenses reinstated. As clients continue to pay for their programming and classwork, accounts receivable and unearned income are reduced and revenue recognized to the extent of the funds received. The accounts receivable and unearned revenue have been netted together within the accompanying consolidated and combined statements of financial position. The anticipated future revenues to be recognized for clients currently enrolled in the program(s) as of December 31, 2024 and 2023, amounted to \$0 and \$0, respectively, which will be recognized in the periods earned.

Donated services and in-kind contributions

The contribution of goods and services received, that are measurable, are valued at their estimated fair market value and are recorded as revenue when received. No significant contributions of such goods or services were received during the years ended December 31, 2024 and 2023.

Inventory

Inventories are stated at the lower of cost or net realizable value.

Property and equipment

Property and equipment is stated on the basis of the Organizations' purchase cost or fair market value upon donation and costs with a fair value of less than \$2,500 are expensed. Depreciation is computed by the straight-line method at rates calculated to amortize the costs of the assets over their estimated useful lives. The general range of useful lives is 5 to 45 years. Depreciation expense for 2024 and 2023 was \$381,801 and \$396,015, respectively.

Income taxes

The Organizations are organized as California nonprofit corporations and have been recognized by the IRS as exempt from federal income taxes under IRC Section 501(a) as organizations described in IRC Section 501(c)(3), qualify for the charitable contribution deduction under IRC Sections 170(b)(1)(A)(vi) and (viii), and have been determined not to be private foundations under IRC Sections 509(a)(1) and (3), respectively. Each entity is annually required to file a Return of Organization Exempt from Income Tax (Form 990) with the IRS. In addition, the entities are subject to income tax on net income that is derived from business activities that are unrelated to their exempt purposes. The Organizations' did not incur Federal and California income tax expense related to unrelated business income tax for the years ended December 31, 2024 and December 31, 2023.

**RIVERSIDE COMMUNITY HEALTH FOUNDATION AND
COMMUNITY SETTLEMENT ASSOCIATION**
NOTES TO CONSOLIDATED AND COMBINED FINANCIAL STATEMENTS
DECEMBER 31, 2024 AND 2023

RHP LLC pays \$800 in tax and LLC fees to the State of California annually.

The Organizations file returns in the U.S. Federal jurisdiction and the State of California. The Organizations income tax returns are subject to examination by the appropriate jurisdictions.

Operating lease liability

The Organizations lease corporate facilities and determines if an arrangement is a lease at inception. Operating leases are included in operating lease right-of-use (ROU) assets, other current liabilities, and operating lease liabilities on the balance sheet. Finance leases are included in property and equipment, other current liabilities, and other long-term liabilities on the balance sheet.

ROU assets represent the Organizations' right to use an underlying asset for the lease term and lease liabilities represent the related obligation to make lease payments arising from the lease. Operating lease ROU assets and liabilities are recognized at commencement date based on the present value of lease payments over the lease term. As most of the leases do not provide an implicit rate, the Organizations use their incremental borrowing rate or a risk-free rate based on the information available at commencement date in determining the present value of lease payments. The operating lease ROU asset also includes any lease payments made and excludes lease incentives. The lease terms may include options to extend or terminate the lease when it is reasonably certain that the options will be exercised. Lease expense for lease payments is recognized on a straight-line basis over the lease term.

The Organizations have lease agreements with lease and non-lease components, which are generally accounted for separately. For certain leases, the Organizations accounts for the lease and non-lease components as a single lease component. For arrangements accounted for as a single lease component, there may be variability in future lease payments as the amount of the non-lease components is typically revised from one period to the next. These variable lease payments, which are primarily comprised of common area maintenance, utilities, and real estate taxes that are passed on from the lessor in proportion to the space leased, are recognized in operating expenses in the period in which the obligation for those payments was incurred.

The Organizations' lease agreements do not contain any material residual value guarantees or material restrictive covenants.

Irrevocable trust interest

The Foundation has been granted irrevocable interests in certain charitable trusts. Such interests are evaluated each year and recorded as investments in the Foundation records.

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Alternative investments

The Foundation uses alternative investment strategies to enhance overall portfolio returns and/or reduce portfolio volatility through the use of investment vehicles that have a low correlation to traditional equity and fixed income asset classes.

Net asset classes

Under ASC 958, an explanation of net assets categories included in the accompanying consolidated and combined financial statements as follows:

Net Assets Without Donor Restrictions - Net assets that are not subject to donor-imposed restrictions. Items that affect this net assets category principally consist of certain grants, contributions, gifts, bequests and related income thereon which are available for general operating purposes. The Organizations' board may designate assets without restrictions for specific operational purposes from time to time.

Net Assets With Donor Restrictions - Net assets subject to stipulations imposed by donors and grantors. Some donor restrictions are temporary in nature; those restrictions will be met by actions of the Organizations or by the passage of time. Other donor restrictions are perpetual in nature, whereby the donor has stipulated the funds be maintained in perpetuity.

Board-designated endowment funds

During the years ended December 31, 2024 and 2023, the Organizations have reviewed the endowment funds and has determined that endowed funds will be classified as either endowment funds Board-designated without donor restrictions or endowment funds with donor restriction.

From time to time, the fair value of assets associated with individual donor restricted endowment funds may fall below the level that the donor requires the Organizations to retain as a fund of perpetual duration. There were no such deficiencies as of December 31, 2024 or 2023.

The Foundation has adopted investment and spending policies for endowment assets that attempt to provide a predictable stream of funding to programs supported by its endowment while seeking to maintain the purchasing power of the endowment assets. Endowment assets are funds designated by the Board of Directors that the Foundation must hold in perpetuity. Under this policy, as approved by the Board of Directors, the endowment assets should be managed in a prudent manner to provide for preservation of capital.

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Understanding that risk is present in all types of securities and investment styles, the Board of Directors and Investment Committee recognize that some risk is necessary to produce long-term investment results that are sufficient to meet the Foundation's objectives. However, the Investment Managers are instructed to make reasonable efforts to control risk which will be evaluated regularly to ensure that the risk assumed is commensurate with the given investment style and objectives.

In addition to the emphasis on capital preservation, it is important that the fund be managed to provide a consistent and superior long-term total rate of return. The return on the fund shall be composed of a flexible balance of income (interest and dividends) combined with net long-term growth of principal.

A portion of the return derived from the portfolio will be used to advance and support the mission of the Foundation. As such, it is expected that 5 percent of the average portfolio market value of the preceding three years will be withdrawn each year. This is known as the spending rate and is documented in a spending policy approved by the Board of Directors.

For the year ended December 31, 2024, the Foundation had the following endowment-related activities:

	2024 Board - Designated Endowment Fund
Balance at the end of December 31, 2023	\$ 87,401,047
Reclassified assets	1,994,873
Investment income	2,222,758
Net market appreciation	<u>7,824,473</u>
Total additions to endowment funds	<u>12,042,104</u>
Amounts appropriated for expenditure	<u>(4,356,538)</u>
Net change in endowment funds	<u>7,685,566</u>
Balance at the end of December 31, 2024	<u><u>\$ 95,086,613</u></u>

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.

A portion of General and Administrative costs that benefit multiple functional areas (indirect costs) have been allocated across Programs and Fundraising Services based on the proportion of full-time employee equivalent of a program or fundraising services versus the organizational full-time employee equivalent.

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NOTE 3 - INVESTMENTS

Investments at December 31, 2024 and 2023 were as follows:

	December 31, 2024		December 31, 2023	
	Fair Market		Fair Market	
	Cost	Value	Cost	Value
Cash held for investment	\$ 2,786,319	\$ 2,786,319	\$ 4,329,806	\$ 4,329,806
Certificate of deposit	31,393	31,393	31,352	31,352
Corporate stocks	47,094,687	56,206,166	49,950,083	53,201,302
Corporate bonds	13,159,806	12,810,826	10,866,217	10,458,622
Tangible assets	12,823	15,931	12,823	19,283
Alternative investments	24,091,660	26,138,738	21,659,249	23,994,033
	<u><u>\$ 87,176,688</u></u>	<u><u>\$ 97,989,373</u></u>	<u><u>\$ 86,849,530</u></u>	<u><u>\$ 92,034,398</u></u>

A significant amount of the above investments are held in three trust accounts at three investment firms. Two of the investment firms act as the investment agent for these assets, execute all investment transactions based upon investment policies of the Foundation, and are in physical control of all securities. The Foundation relies upon the investment firms custodians' accounting system for the recording and processing of all investment related information.

NOTE 4 - FAIR VALUE OF INVESTMENTS

The Foundation adopted Financial Accounting Standards Board Accounting Standards Codification FASB ASC 820, which provides a framework for measuring fair value under GAAP. FASB ASC 820 defines fair value as the exchange price that would be received for an asset or paid to transfer a liability (an exit price) in the principal or most advantageous market for the asset or liability in an orderly transaction between market participants on the measurement date. FASB ASC 820 requires that valuation techniques maximize the use of observable inputs and minimize the use of unobservable inputs when developing fair value measurements.

FASB ASC 820 also establishes a fair value hierarchy which prioritizes the valuation inputs into three broad levels. 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 measurements involving significant unobservable inputs (Level 3 measurements).

Level 1 - Inputs are quoted prices (unadjusted) in active markets for identical assets or liabilities that the Foundation has the ability to access at the measurement date.

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Level 2 - Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly. These include quoted prices for similar assets or liabilities in active markets, quoted prices for identical or similar assets or liabilities in markets that are not active, inputs other than quoted prices that are observable for the asset or liability, and market-corroborated inputs.

Level 3 - Inputs are unobservable inputs for the asset or liability.

It is the Foundation's policy to maximize the use of observable inputs and minimize the use of unobservable inputs when developing fair value measurements in accordance with the fair value hierarchy. Fair value measurements for assets and liabilities where there exists limited or no observable market data and, therefore, are based primarily upon management's own estimates, are often calculated based on the portfolio manager's current pricing policy, the economic and competitive environment, the characteristics of the asset or liability and other such factors. Therefore, the results cannot be determined with precision and may not be realized in an actual sale or immediate settlement of the asset or liability. Additionally, there may be inherent weaknesses in any calculation technique and changes in the underlying assumptions used, including discount rates and estimates of future cash flows, that could significantly affect the results of current or future value.

The Foundation's investment in debt and equity securities are recorded at fair value on a recurring basis. The value is developed from market data. As such, the investments are classified as Level 1. Unrealized and realized gains and losses are reported in the statement of activities. Net unrealized and realized gains for the years ended December 31, 2024 and 2023 were \$6,163,309 and \$7,730,192, respectively. Realized gains or losses for securities sold at fair market value are recognized when incurred. The cost basis of the investments at December 31, 2024 and 2023 were \$60,285,886 and \$60,847,300, respectively. Investment interest and dividend income is reported net of investment management fees for the years ended December 31, 2024 and 2023.

Alternative investments

Management determines the fair value of the Foundation's alternative investments using third party administrators that independently calculate the funds' fair value/NAV on a weekly or sometimes daily basis. The administrators typically receive a direct feed from the funds' prime broker and price the funds securities independently of the manager and classifies the fair value measurement of alternative investments as Level 1, 2, and 3. Net unrealized and realized gains (losses) are reported in the consolidated and combined statements of activities. Net unrealized and realized gains for the years ended December 31, 2024 and 2023 were \$1,870,617 and \$1,248,338, respectively. Realized gains or losses for securities sold at fair market value are recognized when incurred. At December 31, 2024 and 2023, the cost basis of the investments were \$24,091,660 and \$21,659,249, respectively.

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Risk and uncertainties

The Foundation's level 3 investments consists of alternative investments, as noted above, which is exposed to various risks, such as interest rate, market, and credit risk, as well as valuation assumptions based on earnings, cash flows, and other such techniques. Due to the level of risk associated with alternative investments and to uncertainties inherent in estimates and assumptions, it is at least reasonably possible that changes in the value of the alternative investments will occur in the near term and that such changes could materially affect the amounts reported in the financial statements.

Fair value measurement

	December 31, 2024			
	Total	Level 1	Level 2	Level 3
Certificate of deposit	\$ 31,393	\$ 31,393	\$ -	\$ -
Corporate stocks	56,206,166	56,206,166	-	-
Corporate bonds	12,810,826	12,810,826	-	-
Tangible assets	15,931	-	15,931	-
Alternative investments	26,138,738	-	-	26,138,738
	<u>\$ 95,203,054</u>	<u>\$ 69,048,385</u>	<u>\$ 15,931</u>	<u>\$ 26,138,738</u>

	December 31, 2023			
	Total	Level 1	Level 2	Level 3
Certificate of deposit	\$ 31,352	\$ 31,352	\$ -	\$ -
Corporate stocks	53,201,302	53,201,302	-	-
Corporate bonds	10,458,622	10,458,622	-	-
Tangible assets	19,283	-	19,283	-
Alternative investments	23,994,033	-	-	23,994,033
	<u>\$ 87,704,592</u>	<u>\$ 63,691,276</u>	<u>\$ 19,283</u>	<u>\$ 23,994,033</u>

Changes in level 3 instruments

The table below summarizes the activity for investments in debt and equity securities classified as alternative investments measured at fair value on a recurring basis using significant Level 3 inputs for the years ended December 31, 2024 and 2023.

	December 31, 2024	December 31, 2023
Balance at beginning of year	\$ 23,994,033	\$ 18,265,320
Purchases	4,836,044	4,047,643
Withdrawals	(4,637,421)	(52,392)
Interest	75,465	485,124
Net realized/unrealized gains included in income	1,870,617	1,248,338
Balance at end of year	<u>\$ 26,138,738</u>	<u>\$ 23,994,033</u>

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NOTE 5 - EMPLOYEE BENEFIT PLANS

The Foundation employees are participants in a voluntary salary reduction plan pursuant to Sec. 403(B) of the Internal Revenue Code. Employer contributions are on a discretionary basis.

During 2003, the Foundation established a deferred compensation plan for certain key employees pursuant to Section 457 of the Internal Revenue Code. Under the plan, an employee may elect to defer up to \$18,000 of compensation per year. The Foundation shall fund the deferred compensation plan equal to 12% of the salary on behalf of the employees. The total liability of the deferred compensation plan as of December 31, 2024 and 2023 were \$977,558 and \$817,539, respectively, which was funded in its entirety.

The Foundation's employer contribution to all benefit plans during the years ended December 31, 2024 and 2023 were \$45,378 and \$45,477, respectively.

NOTE 6 - TERM LOAN PAYABLE

During December 2019, the Foundation entered into a loan payable agreement with a bank to refinance the prior outstanding debt. The Foundation borrowed \$4,326,000, bearing interest at 4%, and maturing January 1, 2030. The loan is payable in monthly principal and interest installments of \$43,909. The note is secured by all real property held by the Foundation. On December 31, 2024 and 2023, the balance of the term was \$2,419,367 and \$2,838,240, respectively.

The following maturities of the loan payable for the years ended:

Years ending <u>December 31,</u>	
2025	\$ 436,934
2026	454,987
2027	473,786
2028	493,250
2029	513,742
Thereafter	46,668
	<hr/> <u>\$ 2,419,367</u>

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NOTE 7 - OPERATING LEASE LIABILITY

The Foundation has obligations as a lessee for their corporate facilities with initial noncancelable terms in excess of one year. The Foundation classified these leases as operating leases. The Foundation's leases do not include restrictive financial or other covenants. Payments due under the lease contracts include fixed payments plus variable payments. Such variable payments are for the leased building's property taxes, insurance, and maintenance. These variable lease payments are not included in leases payments used to determine the lease liability and are recognized as variable costs when incurred.

The balance of the right of use asset is as follows as of:

	December 31, 2024	December 31, 2023
Right of use assets, beginning of year	\$ 254,974	\$ 676,493
Accumulated amortization	(113,790)	(421,519)
Right of use assets, end of year	<u>\$ 141,184</u>	<u>\$ 254,974</u>

The maturities of lease liabilities were as follows:

Years ending	
December 31,	
2025	\$ 101,324
2026	45,378
2027	<u>7,600</u>
Total remaining lease payments	154,302
Less: interest	<u>(4,527)</u>
Present value - operating lease liability	149,775
Less: current portion	<u>(97,907)</u>
Operating lease liability - long-term portion	<u><u>\$ 51,868</u></u>

The following summarizes the weighted average remaining lease term and discount rate for the Foundation's operating leases:

	December 31, 2024
Weighted average remaining lease term	1.55 years
Weighted average discount rate	4%

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NOTE 8 - GIFT ANNUITY FUND

During the fiscal year ended May 31, 1995, the Foundation established a gift annuity program as an additional means to increase contributions. Under this program, the Foundation received cash and investments from donors and provided the donors with an Annuity Contract that promised fixed payments to named beneficiaries at a future date. At the time a donation is received, the Foundation calculates the estimated future liability for annuity payments and records this amount. The State of California regulates such programs and requires a reserve amount to be separately invested for all annuity contracts; funds in this reserve account can only be used to reimburse the Foundation each year for the annuity payments made. Contribution revenue is recorded for that part of the donation that is in excess of the estimated future liability. There were no new annuitants added in 2024 or 2023. The Foundation's total beneficiary distributions during the years ended December 31, 2024 and 2023 were \$630 and \$630, respectively.

NOTE 9 - CONCENTRATIONS AND CREDIT RISK

Cash and cash equivalents

The Foundation maintains its cash balances at three financial institutions. Accounts at each institution are guaranteed by the Federal Deposit Insurance Corporation, (FDIC) up to \$250,000. At various times during the years ended December 31, 2024 and 2023, the Foundation's cash balances exceeded the FDIC insured limits. The Foundation has not experienced any losses in such accounts and believes it is not exposed to any significant credit risk on its cash.

Contributors and donors

Approximately 52% and 84% of the Foundation's accounts receivable at December 31, 2024 and 2023, respectively, were due from two significant contributors and donors. Approximately 16% and 38% of the Foundation's revenue at December 31, 2024 and 2023, respectively, were due from significant contributors and donors.

Vendors

Approximately 34% and 70% of the Foundation's accounts payable at December 31, 2024 and 2023, respectively, were due to significant vendors.

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NOTE 10 - LIQUIDITY AND AVAILABILITY OF RESOURCES

The Foundation's financial assets available within one year of the consolidated and combined statements of financial position date for general expenditure are as follows:

	December 31, 2024	December 31, 2023
Cash and cash equivalents	\$ 794,256	\$ 1,122,053
Investments	97,989,373	92,034,398
Accounts receivable, net of unearned revenue	693,875	648,582
Total financial assets available within one year	99,477,504	93,805,033
Less: amounts unavailable for general expenditures within one year due to:		
Board-designated endowment	95,086,613	87,401,047
Restricted by donors with purpose restrictions	1,652,686	2,283,651
Restricted by donors in perpetuity	31,393	31,352
Total amounts unavailable for general expenditures within one year	96,770,692	89,716,050
Total financial assets available to management for general expenditure within one year	\$ 2,706,812	\$ 4,088,983

The Organizations board-designated endowment of \$95,086,613 is subject to an annual spending rate of 5 percent as described in Note 2. Although the Organizations do not intend to spend from this board-designated endowment (other than amounts appropriated for general expenditure as part of the Board's annual budget approval and appropriation), these amounts could be made available if necessary.

NOTE 11 - NET ASSETS WITH DONOR RESTRICTIONS

Net assets with donor restrictions are restricted for the following purposes or periods:

	December 31, 2024	December 31, 2023
		(Restated)
Subject to expenditure for specified purposes:		
Stebler Fund	\$ 1,003,142	\$ 960,404
Other grants and programs	680,937	1,354,599
Total subject to expenditure for specified purposes	1,684,079	2,315,003
Total net assets with donor restrictions	\$ 1,684,079	\$ 2,315,003

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NOTE 12 - RESTATEMENT OF PREVIOUSLY ISSUED FINANCIAL STATEMENTS

During the year ended December 31, 2024, management identified that certain funds previously classified as donor-restricted net assets did not have documented donor-imposed restrictions and, in accordance with ASC 958-205 - *Not-for-Profit Entities—Presentation of Financial Statements*, should have been reported as unrestricted net assets. As a result, the financial statements for the year ended December 31, 2023, have been restated to reflect this reclassification.

The effect of this restatement is as follows:

<u>Statement of Financial Position</u>	As Previously Reported	Adjustment	As Restated
Net assets with donor restriction	\$ 88,876,856	\$ (86,561,853)	\$ 2,315,003
Net assets without donor restriction	<u>11,364,252</u>	<u>86,561,853</u>	<u>97,926,105</u>
Total net assets	<u><u>\$ 100,241,108</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 100,241,108</u></u>

This reclassification had no impact on total net assets, total change in net assets, or cash flows for the periods presented.

NOTE 13 - COMMITMENTS

Lease revenue

The Organizations lease land and buildings it owns in Riverside, California as operating leases under the adopted FASB ASC 842. The leases require various monthly payments that range from \$12,092 to \$33,112, through August 31, 2025. Rental income attributable to these properties for the years ended December 31, 2024 and 2023 was \$607,380 and \$607,230, respectively.

Future minimum rental commitments are as follows:

<u>Years ending December 31,</u>	
2025	\$ 497,095
	<u><u>\$ 497,095</u></u>

NOTE 14 - SUBSEQUENT EVENTS

Management has evaluated subsequent events through August 26, 2025, the date the financial statements were available to be issued, and concluded that there were no events that require recording or disclosure in the consolidated and combined financial statements as of December 31, 2024.

SUPPLEMENTARY INFORMATION

**RIVERSIDE COMMUNITY HEALTH FOUNDATION AND
COMMUNITY SETTLEMENT ASSOCIATION**

SCHEDULE I - COMBINING STATEMENT OF FINANCIAL POSITION

December 31, 2024					
	Riverside Community Health Foundation	Community Settlement Association		Eliminations	Total
Assets					
Current assets:					
Cash and cash equivalents	\$ 741,411	\$ 52,845	\$ -	\$ 794,256	
Investments	97,989,373	-	-	97,989,373	
Accounts receivable, net of unearned revenue	601,216	92,659	-	693,875	
Inventory	76,739	-	-	76,739	
Prepaid expenses	59,418	10,264	-	69,682	
Total current assets	99,468,157	155,768	-	99,623,925	
Property and equipment:					
Land	1,113,061	105,966	-	1,219,027	
Buildings and leasehold improvements	12,005,216	1,148,025	-	13,153,241	
Furniture and equipment	287,762	113,419	-	401,181	
Transportation equipment	134,281	-	-	134,281	
Construction in progress	181,725	-	-	181,725	
	13,722,045	1,367,410	-	15,089,455	
Accumulated depreciation	(4,109,860)	(627,210)	-	(4,737,070)	
Total property and equipment, net	9,612,185	740,200	-	10,352,385	
Other assets:					
Deferred rent receivable	92,275	-	-	92,275	
Right of use assets, net of amortization	89,326	51,858	-	141,184	
Total other assets	181,601	51,858	-	233,459	
Total assets	\$ 109,261,943	\$ 947,826	\$ -	\$ 110,209,769	

**RIVERSIDE COMMUNITY HEALTH FOUNDATION AND
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SCHEDULE I - COMBINING STATEMENT OF FINANCIAL POSITION

December 31, 2024					
	Riverside Community Health Foundation	Community Settlement Association		Eliminations	Total
Liabilities and net assets					
Current liabilities:					
Accounts payable	\$ 65,939	\$ 7,053	\$ -	\$ 72,992	
Accrued expenses	238,681	-	-	238,681	
Grants payable	45,000	-	-	45,000	
Term loan payable, current portion	436,934	-	-	436,934	
Operating lease liability, current portion	41,280	56,627	-	97,907	
Total current liabilities	<u>827,834</u>	<u>63,680</u>	<u>-</u>	<u>891,514</u>	
Long-term liabilities:					
Term loan payable, net of current portion	1,982,433	-	-	1,982,433	
Operating lease liability, net of current portion	51,868	-	-	51,868	
Total long-term liabilities	<u>2,034,301</u>	<u>-</u>	<u>-</u>	<u>2,034,301</u>	
Other liabilities:					
Estimated future liability for annuity payments	53,586	-	-	53,586	
Deferred compensation	977,558	-	-	977,558	
Total other liabilities	<u>1,031,144</u>	<u>-</u>	<u>-</u>	<u>1,031,144</u>	
Total liabilities	<u>3,893,279</u>	<u>63,680</u>	<u>-</u>	<u>3,956,959</u>	
Net Assets:					
Without donor restrictions	103,704,754	863,977	-	104,568,731	
With donor restrictions	1,663,910	20,169	-	1,684,079	
Total net assets	<u>105,368,664</u>	<u>884,146</u>	<u>-</u>	<u>106,252,810</u>	
Total liabilities and net assets	<u>\$ 109,261,943</u>	<u>\$ 947,826</u>	<u>\$ -</u>	<u>\$ 110,209,769</u>	

**RIVERSIDE COMMUNITY HEALTH FOUNDATION AND
COMMUNITY SETTLEMENT ASSOCIATION**

**SCHEDULE II - COMBINING STATEMENT OF ACTIVITIES AND
CHANGES IN NET ASSETS**

For the year ended December 31, 2024

	Riverside Community Health Foundation	Community Settlement Association	Eliminations	Total
Revenues:				
Grants and contributions	\$ 1,622,296	\$ 1,357,674	\$ (537,542)	\$ 2,442,428
Service fees	93,015	-	-	93,015
Rental income	607,230	150	-	607,380
Fundraising	86,689	-	-	86,689
Total revenues	<u>2,409,230</u>	<u>1,357,824</u>	<u>\$ (537,542)</u>	<u>3,229,512</u>
Other gains and losses:				
Interest and dividends, net	2,305,537	-	-	2,305,537
Loss on disposal of asset	(313)	-	-	(313)
Net unrealized and realized gain on investments	8,033,926	-	-	8,033,926
Total other gains and losses	<u>10,339,150</u>	<u>-</u>	<u>-</u>	<u>10,339,150</u>
Total revenues and gains and losses	<u>12,748,380</u>	<u>1,357,824</u>	<u>(537,542)</u>	<u>13,568,662</u>
Expenses:				
Grants/Program services	5,672,012	1,170,978	(537,542)	6,305,448
Management and general	993,770	179,523	-	1,173,293
Fundraising	78,219	-	-	78,219
Total expenses	<u>6,744,001</u>	<u>1,350,501</u>	<u>(537,542)</u>	<u>7,556,960</u>
Change in net assets	6,004,379	7,323	-	6,011,702
Net assets at beginning of period	99,364,285	876,823	-	100,241,108
Net assets at end of period	<u>\$ 105,368,664</u>	<u>\$ 884,146</u>	<u>\$ -</u>	<u>\$ 106,252,810</u>