

College of Eastern Idaho Foundation, Inc.
(a Component Unit of the College of Eastern Idaho)

Financial Statements

Years Ended June 30, 2022 and 2021



WIPFLI

College of Eastern Idaho Foundation, Inc.

Financial Statements

Years Ended June 30, 2022 and 2021

Independent Auditor's Report	1-2
---	-----

Financial Statements

Statements of Financial Position.....	3
Statements of Activities.....	4
Statements of Functional Expenses.....	5
Statements of Cash Flows.....	6-7
Notes to Financial Statements.....	8-17

Independent Auditor's Report

Board of Directors
College of Eastern Idaho Foundation, Inc.
Idaho Falls, Idaho

Opinion

We have audited the accompanying financial statements of College of Eastern Idaho Foundation, Inc. (the "Foundation"), a component unit of the College of Eastern Idaho, a nonprofit organization, which comprise the statements of financial position as of June 30, 2022 and 2021, and the related statements of activities, 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 referred to above present fairly, in all material respects, the financial position of College of Eastern Idaho Foundation, Inc. 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 ("GAAP").

Basis for Opinion

We conducted our audits in accordance with auditing standards generally accepted in the United States of America ("GAAS"). 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 College of Eastern Idaho Foundation, Inc. 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.

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 College of Eastern Idaho Foundation, Inc.'s ability to continue as a going concern for one year after the date the financial statements are available to be issued.

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:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- 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.
- 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 College of Eastern Idaho Foundation, Inc.'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 financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about College of Eastern Idaho Foundation, Inc.'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.

Wipfli LLP

Wipfli LLP

Idaho Falls, Idaho
October 19, 2022

College of Eastern Idaho Foundation, Inc.

Statements of Financial Position

<i>Years Ended June 30,</i>	2022	2021
ASSETS		
CURRENT ASSETS		
Cash and cash equivalents	\$ 2,097,730	\$ 688,873
Investments	3,075,127	4,410,726
Pledges receivable, current portion	923,250	-
Total current assets	6,096,107	5,099,599
PERMANENTLY RESTRICTED ASSETS		
Investments	2,883,088	2,686,352
EQUIPMENT		
Equipment	6,164	6,164
Accumulated depreciation	6,164	6,164
Net equipment	-	-
OTHER ASSETS		
Pledges receivable, long-term portion	558,760	-
Total assets	\$ 9,537,955	\$ 7,785,951
LIABILITIES AND NET ASSETS		
CURRENT LIABILITIES		
Accounts payable	\$ 1,086	\$ 647
Total current liabilities	1,086	647
LONG-TERM LIABILITIES		
Total liabilities	1,086	647
NET ASSETS		
Without donor restrictions	948,212	1,128,017
With donor restrictions	8,588,657	6,657,287
Total net assets	9,536,869	7,785,304
Total liabilities and net assets	\$ 9,537,955	\$ 7,785,951

See Independent Auditor's Report and accompanying notes to financial statements.

College of Eastern Idaho Foundation, Inc.

Statements of Activities

<i>Years Ended June 30,</i>	2022			2021		
	Without donor restrictions	With donor restrictions	Total	Without donor restrictions	With donor restrictions	Total
Support and Revenue:						
Public Support						
Contributions	\$ 26,646	\$ 3,221,030	\$ 3,247,676	\$ 22,658	\$ 485,132	\$ 507,790
Fund raising events, net of expenses	35,421	-	35,421	23,222	-	23,222
Donated services	166,391	-	166,391	193,876	-	193,876
Donated property and equipment	72,440	-	72,440	77,128	-	77,128
Unrealized gain (loss) on investments	(239,092)	(1,371,483)	(1,610,575)	39,630	267,875	307,505
Gain on sale of investments	12,923	41,425	54,348	199,373	870,412	1,069,785
Interest and dividends, net of expenses	69,691	376,040	445,731	39,964	191,282	231,246
Net assets released from restriction	335,642	(335,642)	-	372,432	(372,432)	-
Total support and revenue	480,062	1,931,370	2,411,432	968,283	1,442,269	2,410,552
Expenses:						
Distributions for charitable purposes	441,282	-	441,282	526,806	-	526,806
Direct program services	50,469	-	50,469	65,582	-	65,582
Fund-raising	47,546	-	47,546	41,278	-	41,278
Management & general	120,570	-	120,570	143,240	-	143,240
Total expenses	659,867	-	659,867	776,906	-	776,906
Change in net assets	(179,805)	1,931,370	1,751,565	191,377	1,442,269	1,633,646
Net assets - beginning	1,128,017	6,657,287	7,785,304	936,640	5,215,018	6,151,658
Net assets - ending	\$ 948,212	\$ 8,588,657	\$ 9,536,869	\$ 1,128,017	\$ 6,657,287	\$ 7,785,304

See Independent Auditor's Report and accompanying notes to financial statements.

College of Eastern Idaho Foundation, Inc.

Statements of Functional Expenses

<i>For the year ended June 30, 2022</i>	Program expenses	Fund-raising	Management & general	Total
Scholarships	\$ 328,529	\$ -	\$ -	\$ 328,529
College support	112,753	-	-	112,753
Total charitable distributions	441,282	-	-	441,282
Advertising and solicitation	-	14,819	-	14,819
Legal and professional	-	-	22,286	22,286
Telephone	-	-	603	603
Office expense	-	-	1,631	1,631
Miscellaneous	-	-	5,045	5,045
Travel	-	-	1,269	1,269
Website	-	-	4,821	4,821
Salary and benefits	50,469	32,727	83,195	166,391
Dues & subscriptions	-	-	1,720	1,720
Subtotal	491,751	\$ 47,546	\$ 120,570	\$ 659,867
Fundraising expenses netted with fundraising income	-	\$ 24,591	\$ -	\$ 24,591
Total expenditures	\$ 491,751	\$ 72,137	\$ 120,570	\$ 684,458

<i>For the year ended June 30, 2021</i>	Program expenses	Fund-raising	Management & general	Total
Scholarships	\$ 265,263	\$ -	\$ -	\$ 265,263
College support	261,543	-	-	261,543
Total charitable distributions	526,806	-	-	526,806
Advertising and solicitations	-	9,922	-	9,922
Legal and professional	-	-	25,848	25,848
Telephone	-	-	1,096	1,096
Office expense	-	-	2,599	2,599
Miscellaneous	-	-	3,400	3,400
Travel	-	-	1,190	1,190
Postage	-	-	11	11
Website	-	-	6,536	6,536
Salary and benefits	65,582	31,356	96,938	193,876
Dues & subscriptions	-	-	5,622	5,622
Subtotal	592,388	\$ 41,278	\$ 143,240	\$ 776,906
Fundraising expenses netted with fundraising income	-	\$ 8,104	\$ -	\$ 8,104
Total expenditures	\$ 592,388	\$ 49,382	\$ 143,240	\$ 785,010

See Independent Auditor's Report and accompanying notes to financial statements.

College of Eastern Idaho Foundation, Inc.

Statements of Cash Flows

<i>Years Ended June 30,</i>	2022	2021
CASH FLOWS FROM OPERATING ACTIVITIES		
Cash received from contributors	\$ 1,725,685	\$ 464,602
Cash received from fund raising events	60,012	31,326
Cash paid for fund raising events	(24,591)	(8,104)
Cash paid toward fund-raising	(14,819)	(9,922)
Cash paid for program services	(368,842)	(449,680)
Cash paid for operating activities	(36,937)	(74,368)
	1,340,508	(46,146)
CASH FLOWS FROM INVESTING ACTIVITIES		
Interest and dividends received	445,731	231,246
Net proceeds (purchases) of investments	(377,383)	(919,308)
	68,348	(688,062)
CASH FLOWS FROM FINANCING ACTIVITIES	-	-
Net increase (decrease) in cash	1,408,856	(734,208)
Cash and cash equivalents at beginning of year	688,873	1,423,081
Cash and cash equivalents at end of year	\$ 2,097,729	\$ 688,873

See Independent Auditor's Report and accompanying notes to financial statements.

College of Eastern Idaho Foundation, Inc.

Statements of Cash Flows (Continued)

<i>Years Ended June 30,</i>	2022	2021
RECONCILIATION OF CHANGE IN NET ASSETS TO NET CASH FROM OPERATING ACTIVITIES		
Change in net assets	\$ 1,751,565	\$ 1,633,646
ADJUSTMENTS TO RECONCILE CHANGE IN NET ASSETS TO NET CASH FROM OPERATING ACTIVITIES		
Loss (gain) on sale of investments	(54,348)	(1,069,785)
(Increase) decrease in pledges receivable	(1,482,010)	-
Unrealized loss (gain) on investments	1,610,575	(307,505)
Noncash stock donations received	(39,982)	(43,189)
Change in accounts payable	439	(28,067)
Interest and dividends	(445,731)	(231,246)
Total adjustments	(411,057)	(1,679,792)
Net cash flows from operating activities	\$ 1,340,508	\$ (46,146)

SUPPLEMENTARY SCHEDULE OF NON-CASH INVESTING

Donated wages and benefits of \$166,391 and \$193,876 were received during the years ended June 30, 2022 and 2021, respectively. Donated materials of \$72,440 and \$77,128 were received and given to the Foundation during the years ended June 30, 2022 and 2021, respectively. There was also non-cash donations of stock in the amount of \$39,982 and \$43,189 for the years ended June 30, 2021 and 2020, respectively.

See Independent Auditor's Report and accompanying notes to financial statements.

College of Eastern Idaho Foundation, Inc.

Notes to Financial Statements

Note 1: Summary of Significant Accounting Policies

Nature of Operations

The College of Eastern Idaho Foundation, Inc. (the Foundation) was established in 1992 as the Eastern Idaho Technical College Foundation, Inc. to solicit gifts, devises, monies, or properties to be held and managed for the exclusive benefit as a component unit of the College of Eastern Idaho - formerly known as Eastern Idaho Technical College (the College). The Foundation's name was changed in 2017 in anticipation of the change in the name of the College. The Foundation is a tax-exempt organization under Section 501(c)(3) of the Internal Revenue Code, and a publicly supported charitable organization as described in sections 509(a)(1) and 170(b)(A)(vi).

The financial statements presented are only for the Foundation, and do not include the assets, liabilities, and fund balances, or the revenues, expenditures, and capital additions of the College of Eastern Idaho as a whole. Accordingly, the financial statements are not intended to present the financial position of College of Eastern Idaho or its results of operations in conformity with accounting principles generally accepted in the United States. The Foundation is a component unit of the College of Eastern Idaho and therefore, the financials are included in the financial statements that are issued by the College.

Basis of Accounting

The financial statements of the Foundation have been prepared in accordance with generally accepted accounting principles for Not-for-Profit Organizations.

Cash and Cash Equivalents

The Foundation considers all highly liquid debt instruments with an original maturity of three months or less to be cash equivalents.

Investments

The Foundation carries investments in marketable securities with readily determined fair values and all investments in debt securities at their fair values in the statements of financial position. Quoted market prices in active markets are used as the basis of measurement. Unrealized gains and losses are included in the change in net assets in the accompanying statements of activities.

Investment income and gains restricted by donors are reported as increases in net assets without donor restrictions if the restrictions are met (either a stipulated time period ends, or a purpose restriction is accomplished) in the reporting period in which the income and gains are recognized.

College of Eastern Idaho Foundation, Inc.

Notes to Financial Statements

Note 1: Summary of Significant Accounting Policies (Continued)

Investments (Continued)

Investments are generally recorded at fair value based upon quoted market prices, when available, or estimates of fair value. Donated assets are recorded at fair value at the date of donation, or, if sold immediately after receipt, at the amount of sales proceeds received (which are considered a fair measure of the value at the date of donation). Those investments for which fair value is not readily determinable are carried at cost or, if donated, at fair value at the date of donation, or if no value can be estimated, at a nominal value. Investment income or loss and unrealized gains or losses are included in the statements of activities as increases or decreases in net assets without donor restrictions unless the income or loss is restricted by donor or law.

Fair Value Measurements

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an ordinary transaction between market participants at the measurement date. A three-tier hierarchy prioritizes the inputs used in measuring fair value. These tiers include Level 1, defined as observable inputs such as quoted market prices in active markets; Level 2, defined as inputs other than quoted market prices in active markets that are either directly or indirectly observable; and Level 3, defined as unobservable inputs in which little or no market data exists, therefore, requiring an entity to develop its own assumptions. The asset's or liability's fair value measurement within the hierarchy is based on the lowest level of any input that is significant to the fair value measurement.

Revenues Recognition and Support

The Foundation reports 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, 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.

The Foundation reports contributed property and equipment at fair value at the date of donation. Contributions with donor-imposed stipulations regarding how long the contributed assets must be used are recorded as net assets with donor restrictions; otherwise, the contributions are recorded as net assets without donor restrictions when placed in service.

Revenue from special events contains an exchange element based on the value or benefits provided and a contribution element for the difference between the total amount paid and the exchange element. The Foundation has determined that there is no material difference between recording the full balance as received, and separating these elements to be recognized at the time of the event, and therefore records both exchange and contribution portions at the time of receipt.

College of Eastern Idaho Foundation, Inc.

Notes to Financial Statements

Note 1: Summary of Significant Accounting Policies (Continued)

Promises to Give

Unconditional promises to give are recorded as receivables in the year pledged. Conditional promises to give are recognized only when the conditions on which they depend are substantially met. Promises to give whose eventual uses are restricted by the donors are recorded as increases in temporarily restricted net assets. Unrestricted promises to give to be collected in future periods are also recorded as an increase to temporarily restricted net assets and reclassified to unrestricted net assets when received, unless the donor's intention is to support current-period activities.

Promises to give expected to be collected in less than one year are reported at net realizable value. Promises to give that are expected to be collected in future years are recorded at the present value of estimated future cash flows on a discounted basis applicable to the years in which the promises were received. The amortization of the discount is recognized as contribution income over the duration of the pledge.

Management individually reviews all past due promises to give balances and estimates the portion, if any, of the balance that will not be collected. The carrying amounts of promises to give are reduced by allowances that reflect management's estimate of uncollectible amounts.

Donated Property and Equipment

The Foundation has recorded donations of property and equipment as support at their estimated fair value at the date of donation. Such donations are reported as support increasing net assets without donor restrictions unless the donor has restricted the donated assets for a specific purpose or period of time. Assets with explicit restrictions regarding their use are reported as restricted support. The donated property and equipment was passed through to the College.

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. Personnel costs donated by the College are allocated between program and management and general. Program costs include distributions for charitable purposes, which are scholarships and college support, and direct program services that are expenses incurred to operate the program.

Advertising and Promotion

Advertising and promotion costs are charged to operations when incurred. Advertising and promotion expense were \$4,462 and \$4,096 for the years ended June 30, 2022 and 2021, respectively.

College of Eastern Idaho Foundation, Inc.

Notes to Financial Statements

Note 1: Summary of Significant Accounting Policies (Continued)

Estimates

Preparing the Foundation's financial statements in conformity with accounting principles generally accepted in the United States ("GAAP") require management to make estimates and assumptions. 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 during the reporting period. Actual results could differ from those estimates.

Income Taxes

The Foundation is organized as a nonprofit and is exempt from federal income taxes under Section 501(c)(3) of the Internal Revenue Code and, therefore, no provision for income taxes has been made in these statements. The Foundation is subject to examination of its federal income tax filing in the United States generally for the three preceding tax years. There were no uncertain tax positions taken by the Foundation. In the event that the Foundation is assessed penalties and/or interest, penalties will be charged to other operating expense and interest will be charged to interest expense.

Net Assets

Net assets and revenues, expenses, gains, and losses are classified based on the existence or absence of donor-imposed restrictions. Accordingly, net assets of the Foundation 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.

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. Donor-imposed restrictions are released when a restriction expires, that is, when the stipulated time has elapsed, when the stipulated purpose for which the resource was restricted has been fulfilled, or both.

Note 2: Cash and Cash Equivalents

At June 30, 2022 and 2021, the carrying amount of the Foundation's cash and cash equivalents was \$2,097,730 and \$688,873 respectively. The cash balance was comprised of the following:

<i>Years Ended June 30,</i>	2022	2021
Cash on hand and demand deposits at banking institutions	\$ 1,020,384	\$ 658,857
Cash held in certificates of deposit	1,077,346	30,016
Total	\$ 2,097,730	\$ 688,873

College of Eastern Idaho Foundation, Inc.

Notes to Financial Statements

Note 2: Cash and Cash Equivalents (Continued)

The Foundation maintains cash balances at financial institutions where the accounts are insured by the FDIC for up to \$250,000. At certain times during the year, cash balances may exceed FDIC-insured levels. The Foundation has not experienced any losses in such accounts and believes it is not exposed to any significant credit risk on cash.

Note 3: Investments

Investments and related returns for the years ended at June 30, 2022 and 2021 consisted of the following:

	2022	2021
Mutual funds	\$ 5,958,215	\$ 7,097,078
Totals	\$ 5,958,215	\$ 7,097,078

<i>Years Ended June 30,</i>	2022	2021
Net unrealized and realized gains (losses)	\$ (1,556,227)	\$ 1,377,290
Investment income	445,731	243,359
Investment fees	-	(12,113)
Totals	\$ (1,110,496)	\$ 1,608,536

Investments are held through Edward Jones and are insured by the Securities Investor Protection Corporation.

Investments, in general, are exposed to various risks, such as interest rate, credit and overall market volatility. Due to the level of risk associated with various investments, it is reasonably possible that changes in the values of certain investments will occur in the near term and that such changes could materially affect the amounts reported on the financial statements.

Note 4: Donated Services

The College donated 100% of the total Director of Operation's and the Scholarship Coordinator's salary and benefits, which has been recorded in these financial statements as a donation and expenditure at June 30, 2022 and 2021, of \$166,391 and \$193,876, respectively. The College also provides office space and other services to the Foundation. The value of the office space and other services is not reflected in these statements.

A substantial number of unpaid volunteers have made significant contributions of their time to the operations of the Foundation. The value of these donated services and time is not recognized in the accompanying financial statements because they do not meet the criteria for recognition.

College of Eastern Idaho Foundation, Inc.

Notes to Financial Statements

Note 5: Pledges Receivable

Pledges receivable are due as follows:

<i>Years Ended June 30,</i>	2022	2021
FutureTech	\$ 1,476,500	\$ -
Fundraising sponsorships	5,510	-
Total	\$ 1,482,010	\$ -

Pledges receivable in more than one year have not been discounted as the discounted value is not significantly different from the full value. A reserve for uncollectible amounts was deemed not necessary by management.

Note 6: Net Assets

The total amount of donor restricted net assets temporary in nature as of June 30, 2022 and 2021, was available for the following purposes:

<i>Years Ended June 30,</i>	2022	2021
GOALS/Library expansion	\$ 1,500	\$ 1,500
Future Tech	2,552,586	25,000
Scholarships and college support	3,151,483	3,944,435
Total	\$ 5,705,569	\$ 3,970,935

Donor restricted net assets permanent in nature at June 30, 2022 and 2021, are restricted to investment in perpetuity, the income from which is expendable to support:

<i>Years Ended June 30,</i>	2022	2021
Scholarships to Idaho Steel employees and related individuals	\$ 50,000	\$ 50,000
Health related program scholarships	148,100	148,000
Activities of the Foundation	10,000	10,000
Other scholarships	2,620,988	2,424,352
Mechanical trade program scholarships	54,000	54,000
Total	\$ 2,883,088	\$ 2,686,352

College of Eastern Idaho Foundation, Inc.

Notes to Financial Statements

Note 6: Net Assets (Continued)

Net assets at June 30, 2022 and 2021, were released from donor restrictions by incurring expenses satisfying the restricted purposes specified by donors as follows:

<i>Years Ended June 30,</i>	2022	2021
Scholarships and college support	\$ 335,642	\$ 372,432
Total	\$ 335,642	\$ 372,432

Note 7: Donor Restricted Assets

At June 30, 2022 and 2021, the Foundation had donor-restricted endowments for the purposes of supporting the College and providing student scholarships. The Board of Directors has interpreted the Idaho Uniform Prudent Management of Institution Funds Act (UPMIFA) as requiring the preservation of the fair value of the original gift as of the date of the donor-restricted endowment funds, unless there are explicit donor stipulations to the contrary. At June 30, 2022 and 2021, there were no such donor stipulations. As a result of this interpretation, the Foundation retains in perpetuity (a) the original value of initial and subsequent gift amounts donated to the Endowment and (b) accumulations to the endowment made in accordance with the direction of the applicable donor gift instrument at the time the accumulation is added. Donor-restricted amounts not retained in perpetuity are subject to appropriation for expenditure by the Foundation in a manner consistent with the standard of prudence prescribed by UPMIFA. The Foundation considers the following factors when deciding to appropriate or accumulate donor-restricted endowment funds:

- Duration and preservation of the fund
- Purposes of the organization and the donor-restricted endowment fund
- General economic conditions
- Possible effect of inflation and deflation
- Expected total return from income and the appreciation of investments
- Other resources of the Foundation
- Investment policies of the Foundation

The primary long-term financial objective for the Foundation's endowments is to preserve the real purchasing power of endowment assets and income after accounting for endowment spending and costs of portfolio management. The endowments are held at the Foundation and subject to the Foundation's approved investment policy statements.

The amount permanently restricted by donors was \$2,883,088 and \$2,686,352 respectively. The Foundation determines the amount to be paid out as scholarships and college support on an annual basis.

The endowment funds consist of donor-restricted endowments and funds by the board as endowments. Income from donor-restricted endowments is restricted for specific purposes, with the exception of the amounts available for general use. Donor-restricted endowment funds are not available for general expenditure.

College of Eastern Idaho Foundation, Inc.

Notes to Financial Statements

Note 8: 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:

<i>Years Ended June 30,</i>	2022	2021
Financial assets at year-end:		
Cash and cash equivalents	\$ 2,097,730	\$ 688,873
Investment securities	5,958,215	7,097,078
Pledges receivable, current portion	923,250	-
Total liquid financial assets available	8,979,195	7,785,951
Less amounts not available to be used within one year		
Net assets with donor restrictions	8,588,657	6,657,287
Financial assets available (unavailable) to meet general expenditures within 12 months	\$ 390,538	\$ 1,128,664

The Foundation strives to maintain liquid financial assets sufficient to cover 180 days of general expenditures. Financial assets in excess of daily cash requirements are invested in certificates of deposit, money market funds and other short-term investments.

Note 9: Endowment Funds

In July 1999, the Rogers and Hazel Rose Fund for the College of Eastern Idaho Foundation, Inc. was set up with the Idaho Community Foundation (ICF), an Idaho nonprofit corporation, in the amount of \$100,000. The assets of the fund are held by ICF as a permanent endowment. The purpose of the fund is to make charitable distributions to the College of Eastern Idaho Foundation, Inc. and/or maintenance needs and student scholarships. The maximum distribution from the fund is restricted to 50% of the prior year's net earnings. The Foundation received \$16,880 during the current year and \$24,881 during the prior year and had no receivable at June 30, 2022 and 2021. These assets are not reflected on these financial statements, as they are the assets of ICF.

Note 10: Funds Held by Idaho Community Foundation

The Daugherty Foundation – EITC Scholarship Fund was established in 1991 with the Idaho Community Foundation (ICF), an Idaho nonprofit corporation. The purpose of the fund is to make charitable distributions to the College of Eastern Idaho in the form of student scholarships and college improvements. The ICF has discretionary authority to distribute principal, any additions thereto, and income earned in making the donations. The Foundation received \$15,000 during the current year and \$5,421 during the prior year and had no receivable at June 30, 2022 and 2021. These assets are not reflected on these financial statements, as they are the assets of ICF.

College of Eastern Idaho Foundation, Inc.

Notes to Financial Statements

Note 11: Fair Value Measurements

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

- Quoted market prices are used to determine the fair value of investments in publicly traded equity securities (common and preferred stock). Money market funds are valued using \$1 as the net asset value. Mutual funds are valued at the daily closing price as reported by the fund. Mutual funds held are open-end mutual funds that are registered with the U.S. Securities and Exchange Commission. These funds are required to publish their daily net asset value (NAV) and to transact at that price. The mutual funds held are deemed to be actively traded.

The methodologies described above may produce a fair value calculation that may not be indicative of net realizable value or reflective of future fair value. Furthermore, while the Foundation believes its valuation methods are appropriate and consistent with other market participants, the use of different methodologies or assumptions to determine the fair value of certain financial instruments could result in a different fair value.

The following tables present the balances of assets at fair value on a recurring basis by level within the fair value hierarchy at June 30:

	Assets at Fair Value as of June 30, 2022			
	Level 1	Level 2	Level 3	Total
Mutual funds	\$ 5,958,215	\$ -	\$ -	\$ 5,958,215
Total investment assets at fair value	\$ 5,958,215	\$ -	\$ -	\$ 5,958,215

	Assets at Fair Value as of June 30, 2021			
	Level 1	Level 2	Level 3	Total
Mutual funds	\$ 7,097,078	\$ -	\$ -	\$ 7,097,078
Total investment assets at fair value	\$ 7,097,078	\$ -	\$ -	\$ 7,097,078

There were no assets or liabilities measured at fair value on a nonrecurring basis as of June 30, 2022 and 2021.

Note 12: Concentration of Contributions or Grants

The Foundation relies primarily on contributions. Contributions generally come from donors in south east Idaho for the years ending June 30, 2022 and 2021.

Note 13: Subsequent Events

The Foundation has evaluated events and transaction for potential recognition or disclosure in the financial statements through October 19, 2022, which is the date the financial statements were available to be issued. There were no subsequent type events, identified by management of the Foundation, that are required to be disclosed.