

Eanes Education Foundation
Consolidated Financial Statements and
Independent Auditors' Report
June 30, 2019 and 2018

Eanes Education Foundation

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INDEPENDENT AUDITORS' REPORT

To the Board of Directors
Eanes Education Foundation

We have audited the accompanying consolidated financial statements of Eanes Education Foundation (a Texas nonprofit corporation), which comprise the consolidated statements of financial position as of June 30, 2019 and 2018, and the related consolidated statements of activities, functional expenses, and cash flows for the years then ended, and the related notes to the consolidated financial statements.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these consolidated financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of consolidated financial statements that are free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

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

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the consolidated financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the consolidated financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the consolidated financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the consolidated financial statements.

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

Opinion

In our opinion, the consolidated financial statements referred to above present fairly, in all material respects, the financial position of Eanes Education Foundation as of June 30, 2019 and 2018, 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.

Change in Accounting Principle

As discussed in Note A9 to the financial statements, Eanes Education Foundation adopted ASU No. 2016-14, *Not-for-Profit Entities (Topic 958): Presentation of Financial Statements of Not-for-Profit Entities*. Our opinion is not modified with respect to this matter.

Report on Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the consolidated financial statements as a whole. The consolidating schedules on pages 22 and 23 are presented for the purpose of additional analysis of the consolidated financial statements rather than to present the financial position and activities of the individual organizations, and are not a required part of the consolidated 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 consolidated financial statements. The consolidating schedules have been subjected to the auditing procedures applied in the audit of the consolidated financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the consolidated financial statements or to the consolidated financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the supplementary information is fairly stated in all material respects in relation to the consolidated financial statements as a whole.

A handwritten signature in black ink that reads "Jonathan Jack CPA". The signature is stylized with a large, looped "J" and "A".

Austin, Texas
April 24, 2020

CONSOLIDATED FINANCIAL STATEMENTS

Eanes Education Foundation

CONSOLIDATED STATEMENTS OF FINANCIAL POSITION

June 30,

	<u>2019</u>	<u>2018</u>
ASSETS		
Cash and cash equivalents	\$ 2,652,742	\$ 223,963
Investments	1,208,244	1,101,499
Contributions receivable	178,351	155,929
Prepaid expenses	<u>29,650</u>	<u>2,405</u>
Total assets	<u><u>\$ 4,068,987</u></u>	<u><u>\$ 1,483,796</u></u>
LIABILITIES AND NET ASSETS		
Liabilities		
Accounts payable and accrued expenses	\$ 5,628	\$ 26,784
Agency funds	60,000	67,888
Grants and scholarships payable	<u>2,595,949</u>	<u>53,159</u>
Total liabilities	<u>2,661,577</u>	<u>147,831</u>
Net assets		
Net assets without donor restrictions	1,088,471	1,057,274
Net assets with donor restrictions	<u>318,939</u>	<u>278,691</u>
Total net assets	<u>1,407,410</u>	<u>1,335,965</u>
Total liabilities and net assets	<u><u>\$ 4,068,987</u></u>	<u><u>\$ 1,483,796</u></u>

The accompanying notes are an integral part of these consolidated financial statements.

Eanes Education Foundation

CONSOLIDATED STATEMENT OF ACTIVITIES

For the year ended June 30, 2019

	Without Donor Restrictions	With Donor Restrictions	Total
Revenues			
Contributions	\$ 2,140,365	\$ 45,000	\$ 2,185,365
Special events (net of direct expenses of \$423,675)	793,448	-	793,448
Return on investments	46,525	17,653	64,178
Net assets released from restrictions	<u>22,405</u>	<u>(22,405)</u>	<u>-</u>
Total revenues	<u>3,002,743</u>	<u>40,248</u>	<u>3,042,991</u>
Expenses			
Program services	2,604,991	-	2,604,991
General and administrative	110,674	-	110,674
Fundraising	<u>255,881</u>	<u>-</u>	<u>255,881</u>
Total expenses	<u>2,971,546</u>	<u>-</u>	<u>2,971,546</u>
Change in net assets	31,197	40,248	71,445
Net assets, beginning of year	<u>1,057,274</u>	<u>278,691</u>	<u>1,335,965</u>
Net assets, end of year	<u>\$ 1,088,471</u>	<u>\$ 318,939</u>	<u>\$ 1,407,410</u>

The accompanying notes are an integral part of these consolidated financial statements.

Eanes Education Foundation

CONSOLIDATED STATEMENT OF ACTIVITIES

For the year ended June 30, 2018

	Without Donor Restrictions	With Donor Restrictions	Total
Revenues			
Contributions	\$ 2,089,695	\$ 27,699	\$ 2,117,394
Special events (net of direct expenses of \$465,419)	734,491	-	734,491
Return on investments	36,925	21,377	58,302
Net assets released from restrictions	<u>10,569</u>	<u>(10,569)</u>	<u>-</u>
Total revenues	<u>2,871,680</u>	<u>38,507</u>	<u>2,910,187</u>
Expenses			
Program services	2,554,994	-	2,554,994
General and administrative	101,514	-	101,514
Fundraising	<u>254,710</u>	<u>-</u>	<u>254,710</u>
Total expenses	<u>2,911,218</u>	<u>-</u>	<u>2,911,218</u>
Change in net assets	(39,538)	38,507	(1,031)
Net assets, beginning of year	<u>1,096,812</u>	<u>240,184</u>	<u>1,336,996</u>
Net assets, end of year	<u>\$ 1,057,274</u>	<u>\$ 278,691</u>	<u>\$ 1,335,965</u>

The accompanying notes are an integral part of these consolidated financial statements.

Eanes Education Foundation

CONSOLIDATED STATEMENTS OF FUNCTIONAL EXPENSES

For the years ended June 30,

	2019			
	Program Services	General and Administrative	Fundraising	Total
Grants and scholarships	\$ 2,580,067	\$ -	\$ -	\$ 2,580,067
Personnel	24,674	49,348	172,718	246,740
Bank and credit card fees	-	1,487	35,632	37,119
Marketing and public relations	-	4,238	14,397	18,635
Uncollectible contributions	-	15,617	-	15,617
Alumni Association	-	3,930	8,959	12,889
Professional fees	-	11,913	-	11,913
Occupancy	-	5,200	-	5,200
Insurance	-	4,478	-	4,478
Printing and publications	-	-	4,253	4,253
Postage and delivery	-	1,028	1,047	2,075
Miscellaneous	250	13,435	18,875	32,560
	<u>\$ 2,604,991</u>	<u>\$ 110,674</u>	<u>\$ 255,881</u>	<u>\$ 2,971,546</u>

	2018			
	Program Services	General and Administrative	Fundraising	Total
Grants and scholarships	\$ 2,528,750	\$ -	\$ -	\$ 2,528,750
Personnel	25,933	51,867	181,533	259,333
Bank and credit card fees	-	1,676	31,241	32,917
Marketing and public relations	-	5,868	8,329	14,197
Professional fees	-	13,919	-	13,919
Alumni Association	-	-	8,869	8,869
Printing and publications	-	4,428	3,405	7,833
Occupancy	-	4,800	-	4,800
Insurance	-	4,565	-	4,565
Postage and delivery	-	462	2,034	2,496
Miscellaneous	311	13,929	19,299	33,539
	<u>\$ 2,554,994</u>	<u>\$ 101,514</u>	<u>\$ 254,710</u>	<u>\$ 2,911,218</u>

The accompanying notes are an integral part of these consolidated financial statements.

Eanes Education Foundation

CONSOLIDATED STATEMENTS OF CASH FLOWS

For the years ended June 30,

	2019	2018
Cash flows from operating activities:		
Change in net assets	\$ 71,445	\$ (1,031)
Adjustments to reconcile change in net assets to cash provided (used) by operating activities:		
Realized and unrealized (gains) losses, net	(13,804)	(29,527)
Increase in contributions receivable	(22,422)	(31,841)
(Increase) decrease in prepaid expenses	(27,245)	17,658
Decrease in accounts payable and accrued expenses	(21,156)	(33,834)
Decrease in agency funds	(7,888)	(8,527)
Increase (decrease) in grants and scholarships payable	2,542,790	(3,863)
Contributions restricted for endowment	(5,000)	(10,000)
Net cash provided (used) by operating activities	<u>2,516,720</u>	<u>(100,965)</u>
Cash flows from investing activities:		
Proceeds from sales and maturities of investments	1,027,723	1,268,213
Purchases of investments	<u>(1,120,664)</u>	<u>(1,187,688)</u>
Net cash (used) provided by investing activities	<u>(92,941)</u>	<u>80,525</u>
Cash flows from financing activities:		
Investments in endowment	<u>5,000</u>	<u>10,000</u>
Net cash provided by financing activities	<u>5,000</u>	<u>10,000</u>
Increase (decrease) in cash and cash equivalents	2,428,779	(10,440)
Cash and cash equivalents, beginning of year	<u>223,963</u>	<u>234,403</u>
Cash and cash equivalents, end of year	<u><u>\$ 2,652,742</u></u>	<u><u>\$ 223,963</u></u>
Amounts paid during the year for:		
Income taxes	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>
Interest	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>

The accompanying notes are an integral part of these consolidated financial statements.

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

Eanes Education Foundation

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

June 30, 2019 and 2018

NOTE A - ACTIVITIES AND SIGNIFICANT ACCOUNTING POLICIES

1. Organization and Nature of Activities

Eanes Education Foundation (Foundation) is a Texas nonprofit corporation founded in 1991 to provide financial and in-kind support to the schools in the Eanes Independent School District (EISD). The Foundation's mission is to seek current and endowed financial support from the community and corporate donors to provide and sustain district-wide opportunities for educational excellence within EISD.

The accompanying consolidated financial statements include the accounts of EEF Endowment (Endowment), a supporting organization of the Foundation. All material intercompany accounts and transactions have been eliminated.

2. Basis of Accounting

The accompanying consolidated financial statements have been prepared on the accrual basis of accounting and, accordingly, reflect all significant receivables, payables, and other liabilities.

3. Basis of Presentation

The Foundation reports information regarding its financial position and activities according to two classes of net assets: net assets without donor restrictions and net assets with donor restrictions.

Net Assets Without Donor Restrictions - Net assets that are not subject to or are no longer subject to donor imposed stipulations.

Net Assets With Donor Restrictions - Net assets whose use is limited by donor imposed time and/or purpose restrictions.

Revenues are reported as increases in net assets without donor restriction unless use of the related assets is limited by donor imposed restrictions. Expenses are reported as decreases in net assets without donor restrictions. Gains and losses on investments and other assets or liabilities are reported as increases or decreases in net assets without donor restrictions unless their use is restricted by explicit donor stipulation. Expirations of donor restrictions on the net assets (i.e., the donor stipulated purpose has been fulfilled and/or the stipulated time period has elapsed) are reported as reclassifications between the applicable classes of net assets.

Eanes Education Foundation

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS - CONTINUED

June 30, 2019 and 2018

NOTE A - ACTIVITIES AND SIGNIFICANT ACCOUNTING POLICIES - CONTINUED

4. Cash Equivalents

The Foundation considers checking accounts, savings accounts, money market funds, and certificates of deposit with initial maturities of three months or less to be cash equivalents.

5. Investments

Investments are stated at their readily determinable fair values in the consolidated statements of financial position. Unrealized gains and losses are included in the change in net assets.

6. Contributions

Contributions received are recorded as increases in net assets without donor restrictions or as increases in net assets with donor restrictions, depending on the existence and/or nature of any donor restrictions. As donor or time restrictions are satisfied, net assets are reclassified to net assets without donor restrictions. If a restriction is fulfilled in the same period in which the contribution is received, that support is reported as an increase in net assets without donor restrictions.

7. Functional Expenses

Expenses are categorized by function as either (1) program services, (2) general and administrative, or (3) fundraising expenses. Expenses that are specifically identifiable to a function are charged to that function. Expenses that are not specifically identifiable to a function are allocated based upon management's estimate of time and resources devoted to the function. Expenses for program services include grants and contributions to EISD and its students.

8. Estimates

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

Eanes Education Foundation

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS - CONTINUED

June 30, 2019 and 2018

NOTE A - ACTIVITIES AND SIGNIFICANT ACCOUNTING POLICIES - CONTINUED

9. Recently Adopted Accounting Guidance

In 2016, the Financial Accounting Standards Board issued Accounting Standards Update No. 2016-14, *Not-for-Profit Entities (Topic 958): Presentation of Financial Statements of Not-for-Profit Entities*. The Foundation adopted the provisions of this new standard during the year ended June 30, 2019, with retroactive application to the prior year. In addition to changes in terminology used to describe net assets throughout the consolidated financial statements, new disclosures were added regarding liquidity and availability of resources.

NOTE B - TAX EXEMPT STATUSES

The Foundation is exempt from federal income tax under Internal Revenue Code (Code) Section 501(a) as an organization described in Section 501(c)(3). Furthermore, the Foundation is classified as a publicly supported organization described in Sections 509(a)(1) and 170(b)(1)(A)(vi). Therefore, no provision for income taxes has been included in these consolidated financial statements.

The Endowment is also exempt from federal income tax as an organization described in Section 501(c)(3). The Endowment has been determined to be a supporting organization described in Section 509(a)(3). The Endowment is a Type I supporting organization. No provision for income taxes has been included in these consolidated financial statements.

NOTE C - CONCENTRATIONS

During the year ended June 30, 2019, the Foundation's revenues included \$793,448 related to special events, primarily the annual Gala. During the year ended June 30, 2018, the Foundation's revenues included \$734,491 related to special events, primarily the annual Gala.

All of a depositor's accounts at an insured depository institution, including all noninterest-bearing transaction accounts, are insured by the FDIC up to the maximum deposit insurance amount (\$250,000). At June 30, 2019, the Foundation's uninsured cash balances totaled \$2,347,341.

Eanes Education Foundation

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS - CONTINUED

June 30, 2019 and 2018

NOTE D - INVESTMENTS

Investments comprised the following at June 30,

	2019	2018
Mutual funds:		
DFA Global Allocation 60/40 (DGSIX)	\$ 848,611	\$ 799,803
BBH Limited Duration (BBBIX)	326,918	265,449
DFA Global Equity (DGEIX)	16,599	16,185
AMG Managers DoubleLine (ADLIX)	16,116	20,062
Total investments	<u>\$ 1,208,244</u>	<u>\$ 1,101,499</u>

Generally accepted accounting principles establish a framework for measuring fair value. That framework provides a fair value hierarchy that prioritizes the inputs to valuation techniques that measure fair value. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (Level 1 measurements). All of the Foundation's investments are reported at fair value using Level 1 inputs.

Return on investments comprised the following for the years ended June 30,

	2019	2018
Interest and dividends	\$ 55,344	\$ 33,230
Realized and unrealized gains (losses)	13,804	29,527
Less investment expenses	(4,970)	(4,455)
Return on investments	<u>\$ 64,178</u>	<u>\$ 58,302</u>

NOTE E - CONTRIBUTIONS RECEIVABLE

The contributions receivable balances at June 30, 2019 and 2018 were considered fully collectible. Therefore, no allowances for uncollectible balances are reflected in these consolidated financial statements. Due to the immaterial amounts of discounts calculated as of June 30, 2019 and 2018, no discounts to present value are reflected in these consolidated financial statements. The June 30, 2019 balance was expected to be collected within one year.

Eanes Education Foundation

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS - CONTINUED

June 30, 2019 and 2018

NOTE F - NET ASSETS WITH DONOR RESTRICTIONS

Net assets with donor restrictions comprised balances restricted for the following purposes and periods at June 30,

	2019	2018
Subject to expenditure for specified purposes:		
Teacher's Excellence Fund	\$ 40,331	\$ 35,798
The Martha Shannen Reid Memorial Scholarship	14,789	16,760
Michael Frost, Jr. Memorial Scholarship	5,442	24,507
Kelly Ann Campbell Memorial Scholarship	3,637	5,006
Other purposes and/or future periods	52,667	2,088
Total subject to expenditure for specified purposes	116,866	84,159
Endowment:		
General Assistance Endowment Fund	133,734	128,655
Scholarship Endowment Fund	68,339	65,877
Total endowment	202,073	194,532
Net assets with donor restrictions	\$ 318,939	\$ 278,691

NOTE G - ENDOWMENT

The Foundation has interpreted the Uniform Prudent Management of Institutional Funds Act (UPMIFA) as requiring the preservation of the fair value of the original gift as of the gift date of the donor-restricted endowment funds absent explicit donor stipulations to the contrary. As a result of this interpretation, the Foundation classifies as endowment corpus (a) the original value of gifts donated to the permanent endowment, (b) the original value of subsequent gifts to the permanent endowment, and (c) accumulations to the permanent endowment made in accordance with the direction of the applicable donor gift instrument at the time the accumulation is added to the fund. The remaining portions of donor-restricted endowment funds that are not classified as endowment corpus are classified as accumulated earnings until those amounts are appropriated for expenditure in a manner consistent with the standard of prudence prescribed by UPMIFA.

Eanes Education Foundation

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS - CONTINUED

June 30, 2019 and 2018

NOTE G - ENDOWMENT - CONTINUED

In accordance with UPMIFA, the following factors are considered in making a determination to appropriate or accumulate donor-restricted endowment funds:

- The duration and preservation of the fund
- The purposes of the Foundation and the donor-restricted endowment fund
- General economic conditions
- The possible effect of inflation and deflation
- The expected total return from income and the appreciation of investments
- Other resources of the Foundation
- The investment policies of the Foundation

The General Assistance Endowment Fund and the Board Designated Endowment Fund are held by EEF Endowment. EEF Endowment has the following investment objectives, investing guidelines, and spending policy:

Investment Objectives and Guidelines for Investing

The long-term objective of EEF Endowment is to earn an average annual real total return of at least 5% per year over the long term, net of cost (Actual return - Consumer Price Index (CPI)). Attaining this objective will enable the Endowment to maintain the purchasing power of endowment assets and to meet its current spending policy.

EEF Endowment may invest in a combination of publicly traded common stocks, bonds, convertible securities, fixed income securities, money market instruments, exchange-traded funds, and mutual funds. The portfolio will be invested according to the following Target Strategic Asset Allocation:

	Strategic Target	Ranges
Cash and cash equivalents	5%	0%-25%
Fixed income	35%	20%-45%
Equities	60%	40%-70%

Eanes Education Foundation

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS - CONTINUED

June 30, 2019 and 2018

NOTE G - ENDOWMENT - CONTINUED

Spending Policy

EEF Endowment's spending policy is designed to meet several objectives:

- To provide a current source of funding for EEF.
- To provide year-to-year budget stability.
- To protect the future purchasing power of funds against the impact of inflation.

The Endowment's annual distribution calculation is as follows:

- EEF Endowment will make no payouts until a 6-quarter rolling average balance exceeds \$1,000,000.
- A 12-quarter rolling average of the endowment fund balance will be determined on March 31st each year. If the Fund does not have 12-quarters of history, the average will be determined by the number of quarters available.
- The amount available to be spent will be 4% - 6% of the calculated rolling average.

General economic conditions are considered in setting the spendable income rate.

Changes in endowment funds were as follows for the years ended June 30, 2019 and 2018:

	Board Designated	With Donor Restrictions Endowment Corpus	Accumulated Earnings	Total
Endowment, June 30, 2017	\$ 316,541	\$ 125,040	\$ 45,288	\$ 486,869
Contributions	-	10,000	-	10,000
Return on investments	21,797	-	9,204	31,001
Appropriations	-	-	-	-
Endowment, June 30, 2018	338,338	135,040	54,492	527,870
Contributions	-	5,000	-	5,000
Return on investments	13,062	-	7,541	20,603
Appropriations	-	-	-	-
Endowment, June 30, 2019	<u>\$ 351,400</u>	<u>\$ 140,040</u>	<u>\$ 62,033</u>	<u>\$ 553,473</u>

Eanes Education Foundation

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS - CONTINUED

June 30, 2019 and 2018

NOTE H - TRANSACTIONS WITH EANES INDEPENDENT SCHOOL DISTRICT

During the year ended June 30, 2019, grants totaling \$2,555,567 were awarded to EISD. Of this amount, \$2,550,000 was to fund teacher and staff positions at all nine campuses for the 2019-2020 school year.

During the year ended June 30, 2018, grants totaling \$2,525,000 were awarded to EISD. Of this amount, \$2,500,000 was to fund teacher and staff positions at all nine campuses for the 2018-2019 school year.

Included in grants and scholarships payable as of June 30, 2019 and 2018, were \$2,558,949 (\$2,550,000 paid in July 2019) and \$30,659, respectively, of grants payable to EISD.

NOTE I - LIQUIDITY AND AVAILABILITY OF FINANCIAL ASSETS

The Foundation structures its financial assets to be available as its general expenditures, liabilities, and other obligations come due. The following reflects the Foundation's financial assets, reduced by amounts not available for general use within one year because of Board designations and donor imposed restrictions, as of June 30,

	2019	2018
Cash and cash equivalents	\$ 2,652,742	\$ 223,963
Investments	1,208,244	1,101,499
Contributions receivable (due within one year)	178,351	155,929
Total financial assets	4,039,337	1,481,391
Board designations:		
Endowment fund	(351,400)	(338,338)
Donor restrictions:		
Specified purposes	(116,866)	(84,159)
Endowment funds	(202,073)	(194,532)
Financial assets available to meet cash needs for general expenditures within one year	<u>\$ 3,368,998</u>	<u>\$ 864,362</u>

Eanes Education Foundation

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS - CONTINUED

June 30, 2019 and 2018

NOTE J - DONATED SERVICES

The Foundation is the recipient of a substantial number of donated service hours by unpaid volunteers who helped to make the annual gala and other fundraising events a success. However, the value of these donated services has not been reflected in the accompanying consolidated financial statements because they do not meet the criteria for recognition.

NOTE K - SUBSEQUENT EVENTS

The COVID-19 outbreak in the United States has caused significant disruption of Foundation operations. While the disruption is currently expected to be temporary, there is considerable uncertainty around the duration. The extent of the impact of COVID-19 on the Foundation will depend on certain developments, including the duration and spread of the outbreak and the impact on its donors, employees and vendors, all of which are uncertain and cannot be reasonably estimated at this time.

Subsequent events have been evaluated through April 24, 2020, the date the consolidated financial statements were available to be issued.

SUPPLEMENTARY INFORMATION

Eanes Education Foundation

CONSOLIDATING SCHEDULE OF FINANCIAL POSITION

June 30, 2019

	EEF	EEF Endowment	Consolidated
ASSETS			
Cash and cash equivalents	\$ 2,652,637	\$ 105	\$ 2,652,742
Investments	723,215	485,029	1,208,244
Contributions receivable	178,351	-	178,351
Prepaid expenses	29,650	-	29,650
Total assets	<u>\$ 3,583,853</u>	<u>\$ 485,134</u>	<u>\$ 4,068,987</u>
LIABILITIES AND NET ASSETS			
Liabilities			
Accounts payable and accrued expenses	\$ 5,628	\$ -	\$ 5,628
Agency funds	60,000	-	60,000
Grants and scholarships payable	2,595,949	-	2,595,949
Inter-company due to (due from)	66,375	(66,375)	-
Total liabilities	<u>2,727,952</u>	<u>(66,375)</u>	<u>2,661,577</u>
Net assets			
Net assets without donor restrictions	670,696	417,775	1,088,471
Net assets with donor restrictions	185,205	133,734	318,939
Total net assets	<u>855,901</u>	<u>551,509</u>	<u>1,407,410</u>
Total liabilities and net assets	<u>\$ 3,583,853</u>	<u>\$ 485,134</u>	<u>\$ 4,068,987</u>

See Independent Auditors' Report on Supplementary Information.

Eanes Education Foundation

CONSOLIDATING SCHEDULE OF ACTIVITIES

For the year ended June 30, 2019

	EEF	EEF Endowment	Consolidated
Revenues			
Contributions	\$ 2,185,365	\$ -	\$ 2,185,365
Special events, net of direct expenses	793,448	-	793,448
Return on investments	46,037	18,141	64,178
Total revenues	3,024,850	18,141	3,042,991
Expenses			
Program services	2,604,991	-	2,604,991
General and administrative	110,674	-	110,674
Fundraising	255,881	-	255,881
Total expenses	2,971,546	-	2,971,546
Inter-company transfers	(45,375)	45,375	-
Changes in net assets	7,929	63,516	71,445
Net assets, beginning of year	847,972	487,993	1,335,965
Net assets, end of year	\$ 855,901	\$ 551,509	\$ 1,407,410

See Independent Auditors' Report on Supplementary Information.