

**Eanes Education Foundation**  
Consolidated Financial Statements and  
Independent Auditors' Report  
June 30, 2021 and 2020

Eanes Education Foundation

TABLE OF CONTENTS

	PAGE
Independent Auditors' Report	3
Consolidated Financial Statements	
Consolidated Statements of Financial Position	6
Consolidated Statement of Activities ( <i>For the year ended June 30, 2021</i> )	7
Consolidated Statement of Activities ( <i>For the year ended June 30, 2020</i> )	8
Consolidated Statements of Functional Expenses	9
Consolidated Statements of Cash Flows	10
Notes to Consolidated Financial Statements	12
Supplementary Information	
Consolidating Schedule of Financial Position	22
Consolidating Schedule of Activities	23

**Dunagan★Jack LLP**  
Certified Public Accountants

**INDEPENDENT AUDITORS' REPORT**

To the Board of Directors  
Eanes Education Foundation

**Opinion**

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, 2021 and 2020, 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.

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, 2021 and 2020, and the changes in its net assets and its cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

**Basis for Opinion**

We conducted our 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 Consolidated Financial Statements section of our report. We are required to be independent of Eanes Education Foundation 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 Consolidated Financial Statements**

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

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

**Auditors' Responsibilities for the Audit of the Consolidated Financial Statements**

Our objectives are to obtain reasonable assurance about whether the consolidated 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, including omissions, 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 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 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 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 Eanes Education Foundation'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 financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about Eanes Education Foundation'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.

### **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 purposes of additional analysis, 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 "DUNAGAN JACK LLC". The signature is stylized and written in all caps.

Austin, Texas  
March 23, 2022

## **CONSOLIDATED FINANCIAL STATEMENTS**

Eanes Education Foundation

CONSOLIDATED STATEMENTS OF FINANCIAL POSITION

June 30, 2021 and 2020

	<u>2021</u>	<u>2020</u>
<b>ASSETS</b>		
Cash and cash equivalents	\$ 220,391	\$ 2,919,839
Contributions receivable	88,035	100,263
Prepaid expenses	24,095	2,595
Investments	<u>1,883,968</u>	<u>1,345,427</u>
Total assets	<u>\$ 2,216,489</u>	<u>\$ 4,368,124</u>
<b>LIABILITIES AND NET ASSETS</b>		
<b>Liabilities</b>		
Accounts payable and accrued expenses	\$ 19,250	\$ 6,800
Agency funds	856	156
Grants and scholarships payable	<u>39,710</u>	<u>2,701,354</u>
Total liabilities	<u>59,816</u>	<u>2,708,310</u>
<b>Net assets</b>		
Without donor restrictions	1,849,406	1,384,945
With donor restrictions	<u>307,267</u>	<u>274,869</u>
Total net assets	<u>2,156,673</u>	<u>1,659,814</u>
Total liabilities and net assets	<u>\$ 2,216,489</u>	<u>\$ 4,368,124</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, 2021

	Without Donor Restrictions	With Donor Restrictions	Total
Revenues			
Contributions	\$ 2,308,905	\$ -	\$ 2,308,905
Special events (net of direct expenses of \$327,703)	689,285	-	689,285
Return on investments	317,800	66,956	384,756
PPP grant	49,177	-	49,177
Other revenues	125	-	125
Net assets released from restrictions	<u>34,558</u>	<u>(34,558)</u>	<u>-</u>
Total revenues	<u>3,399,850</u>	<u>32,398</u>	<u>3,432,248</u>
Expenses			
Program services	2,605,207	-	2,605,207
General and administrative	146,538	-	146,538
Fundraising	<u>183,644</u>	<u>-</u>	<u>183,644</u>
Total expenses	<u>2,935,389</u>	<u>-</u>	<u>2,935,389</u>
Change in net assets	464,461	32,398	496,859
Net assets, beginning of year	<u>1,384,945</u>	<u>274,869</u>	<u>1,659,814</u>
Net assets, end of year	<u>\$ 1,849,406</u>	<u>\$ 307,267</u>	<u>\$ 2,156,673</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, 2020

	Without Donor Restrictions	With Donor Restrictions	Total
Revenues			
Contributions	\$ 2,387,944	\$ 16,495	\$ 2,404,439
Special events (net of direct expenses of \$464,104)	804,894	-	804,894
PPP grant	49,177	-	49,177
Return on investments	35,528	(6,050)	29,478
Other revenues	4,671	-	4,671
Net assets released from restrictions	<u>54,515</u>	<u>(54,515)</u>	<u>-</u>
Total revenues	<u>3,336,729</u>	<u>(44,070)</u>	<u>3,292,659</u>
Expenses			
Program services	2,693,058	-	2,693,058
General and administrative	110,757	-	110,757
Fundraising	<u>236,440</u>	<u>-</u>	<u>236,440</u>
Total expenses	<u>3,040,255</u>	<u>-</u>	<u>3,040,255</u>
Change in net assets	296,474	(44,070)	252,404
Net assets, beginning of year	<u>1,088,471</u>	<u>318,939</u>	<u>1,407,410</u>
Net assets, end of year	<u>\$ 1,384,945</u>	<u>\$ 274,869</u>	<u>\$ 1,659,814</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, 2021 and 2020

	2021			
	Program Services	General and Administrative	Fundraising	Total
Grants and scholarships	\$ 2,581,710	\$ -	\$ -	\$ 2,581,710
Personnel	23,247	46,496	162,735	232,478
Bank and credit card fees	-	46,164	-	46,164
Marketing and public relations	-	6,855	8,775	15,630
Professional fees	-	11,800	-	11,800
Printing and publications	-	8,310	1,353	9,663
Occupancy	-	4,800	-	4,800
Insurance	-	4,228	-	4,228
Postage and delivery	-	2,550	-	2,550
Alumni Association	-	594	1,652	2,246
Miscellaneous	250	14,741	9,129	24,120
	<u>\$ 2,605,207</u>	<u>\$ 146,538</u>	<u>\$ 183,644</u>	<u>\$ 2,935,389</u>

  

	2020			
	Program Services	General and Administrative	Fundraising	Total
Grants and scholarships	\$ 2,668,355	\$ -	\$ -	\$ 2,668,355
Personnel	24,454	48,907	171,175	244,536
Bank and credit card fees	-	23,074	21,719	44,793
Alumni Association	-	300	20,495	20,795
Marketing and public relations	-	1,034	10,468	11,502
Professional fees	-	11,500	-	11,500
Printing and publications	-	2,546	6,332	8,878
Occupancy	-	4,800	-	4,800
Insurance	-	4,497	-	4,497
Postage and delivery	-	1,988	582	2,570
Miscellaneous	249	12,111	5,669	18,029
	<u>\$ 2,693,058</u>	<u>\$ 110,757</u>	<u>\$ 236,440</u>	<u>\$ 3,040,255</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, 2021 and 2020

	<u>2021</u>	<u>2020</u>
Cash flows from operating activities:		
Change in net assets	\$ 496,859	\$ 252,404
Adjustments to reconcile change in net assets to net cash (used) provided by operating activities:		
Donated securities	(133,926)	(122,359)
Realized and unrealized (gains) losses, net	(333,906)	7,871
Decrease in contributions receivable	12,228	78,088
(Increase) decrease in prepaid expenses	(21,500)	27,055
Increase in accounts payable and accrued expenses	12,450	1,172
Increase (decrease) in agency funds	700	(59,844)
(Decrease) increase in grants and scholarships payable	(2,661,644)	105,405
Contributions restricted for endowment	<u>-</u>	<u>(15,495)</u>
Net cash (used) provided by operating activities	<u>(2,628,739)</u>	<u>274,297</u>
Cash flows from investing activities:		
Proceeds from sales and maturities of investments	530,057	435,014
Purchases of investments	<u>(600,766)</u>	<u>(457,709)</u>
Net cash used by investing activities	<u>(70,709)</u>	<u>(22,695)</u>
Cash flows from financing activities:		
Investments in endowment	<u>-</u>	<u>15,495</u>
Net cash provided by financing activities	<u>-</u>	<u>15,495</u>
(Decrease) increase in cash and cash equivalents	(2,699,448)	267,097
Cash and cash equivalents, beginning of year	<u>2,919,839</u>	<u>2,652,742</u>
Cash and cash equivalents, end of year	<u>\$ 220,391</u>	<u>\$ 2,919,839</u>
Amounts paid during the year for:		
Income taxes	<u>\$ -</u>	<u>\$ -</u>
Interest	<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, 2021 and 2020

**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, 2021 and 2020

**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, 2021 and 2020

**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). The Foundation is classified as a publicly supported organization described in Sections 509(a)(1) and 170(b)(1)(A)(vi). 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, 2021, the Foundation's revenues included \$689,285 related to special events, primarily the annual Gala. During the year ended June 30, 2020, the Foundation's revenues included \$804,894 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, 2020, the Foundation's uninsured cash balances totaled \$2,326,306.

**NOTE D - CONTRIBUTIONS RECEIVABLE**

The contributions receivable balances at June 30, 2021 and 2020 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, 2021 and 2020, no discounts to present value are reflected in these consolidated financial statements. The June 30, 2021 balance was expected to be collected within one year.

Eanes Education Foundation

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS - CONTINUED

June 30, 2021 and 2020

**NOTE E - INVESTMENTS**

Investments comprised the following at June 30, 2021 and 2020:

	<u>2021</u>	<u>2020</u>
Mutual funds:		
DFA Global Allocation 60/40 (DGSIX)	\$ 1,773,695	\$ 1,095,973
BBH Limited Duration (BBBIX)	69,725	134,514
DFA Global Equity (DGEIX)	14,708	98,612
Vanguard Total Bond Mark (VBTLX)	9,831	8,055
DoubleLine Core Fixed Income (DBLFX)	8,489	-
AMG Managers DoubleLine (ADLIX)	-	8,273
Equities:		
Alphabet Inc. (GOOG)	<u>7,520</u>	<u>-</u>
Total investments	<u>\$ 1,883,968</u>	<u>\$ 1,345,427</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, 2021 and 2020:

	<u>2021</u>	<u>2020</u>
Interest and dividends	\$ 58,351	\$ 42,971
Realized and unrealized gains (losses)	333,906	(7,871)
Less investment expenses	<u>(7,501)</u>	<u>(5,622)</u>
Return on investments	<u>\$ 384,756</u>	<u>\$ 29,478</u>

Eanes Education Foundation

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS - CONTINUED

June 30, 2021 and 2020

**NOTE F - BOARD DESIGNATED NET ASSETS**

Net assets without donor restrictions were Board designated for the following purposes at June 30, 2021 and 2020:

	<u>2021</u>	<u>2020</u>
Endowment	\$ 1,173,949	\$ 729,821
Institute for Excellence	216,840	85,282
Reserves	<u>161,613</u>	<u>213,100</u>
	<u>\$ 1,552,402</u>	<u>\$ 1,028,203</u>

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

Net assets with donor restrictions comprised balances restricted for the following purposes and periods at June 30, 2021 and 2020:

	<u>2021</u>	<u>2020</u>
Subject to expenditure for specified purposes:		
The Martha Shannen Reid Memorial Scholarship	\$ 16,808	\$ 14,980
Michael Frost, Jr. Memorial Scholarship	7,748	5,338
Kelly Ann Campbell Memorial Scholarship	973	2,141
Teacher's Excellence Fund	-	26,042
Other purposes and/or future periods	<u>-</u>	<u>4,348</u>
Total subject to expenditure for specified purposes	<u>25,529</u>	<u>52,849</u>
Endowment:		
General Assistance Endowment Fund	196,201	153,719
Scholarship Endowment Fund	<u>85,537</u>	<u>68,301</u>
Total endowment	<u>281,738</u>	<u>222,020</u>
Net assets with donor restrictions	<u>\$ 307,267</u>	<u>\$ 274,869</u>



Eanes Education Foundation

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS - CONTINUED

June 30, 2021 and 2020

**NOTE H - 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.

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.

Eanes Education Foundation

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS - CONTINUED

June 30, 2021 and 2020

**NOTE H - ENDOWMENT - CONTINUED**

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%

***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 31<sup>st</sup> 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.

Eanes Education Foundation

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS - CONTINUED

June 30, 2021 and 2020

**NOTE H - ENDOWMENT - CONTINUED**

Changes in endowment funds were as follows for the years ended June 30, 2021 and 2020:

	Board Designated	With Donor Restrictions		Total
		Endowment Corpus	Accumulated Earnings	
Endowment, June 30, 2019	\$ 351,400	\$ 140,040	\$ 62,033	\$ 553,473
Contributions	366,875	15,495	-	382,370
Return on investments	11,546	-	7,452	18,998
Appropriations	-	-	(3,000)	(3,000)
Endowment, June 30, 2020	729,821	155,535	66,485	951,841
Contributions	213,000	-	-	213,000
Return on investments	231,128	-	62,718	293,846
Appropriations	-	-	(3,000)	(3,000)
Endowment, June 30, 2021	<u>\$ 1,173,949</u>	<u>\$ 155,535</u>	<u>\$ 126,203</u>	<u>\$ 1,455,687</u>

**NOTE I - TRANSACTIONS WITH EANES INDEPENDENT SCHOOL DISTRICT**

During the years ended June 30, 2021 and 2020, grants totaling \$2,556,000 and \$2,650,000, were awarded to EISD to fund teacher and staff positions at all nine campuses for the 2021-2022 and 2020-2021 school years, respectively.

Included in grants and scholarships payable as of June 30, 2021 and 2020, were \$19,710 and \$2,671,354 (\$2,650,000 paid in July 2020), respectively, of grants payable to EISD.

**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.

Eanes Education Foundation

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS - CONTINUED

June 30, 2021 and 2020

**NOTE K - 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, 2021 and 2020:

	<u>2021</u>	<u>2020</u>
Cash and cash equivalents	\$ 220,391	\$ 2,919,839
Contributions receivable (due within one year)	88,035	100,263
Investments	<u>1,883,968</u>	<u>1,345,427</u>
Total financial assets	2,192,394	4,365,529
Board designations:		
Endowment fund	(1,173,949)	(729,821)
Institute for Excellence	(216,840)	(85,282)
Reserves	(161,613)	(213,100)
Donor restrictions:		
Specified purposes	(25,529)	(52,849)
Endowment funds	<u>(281,738)</u>	<u>(222,020)</u>
Financial assets available to meet cash needs for general expenditures within one year	<u>\$ 332,725</u>	<u>\$ 3,062,457</u>

**NOTE L - SUBSEQUENT EVENTS**

Subsequent events have been evaluated through March 23, 2022, the date the consolidated financial statements were available to be issued.

**SUPPLEMENTARY INFORMATION**

Eanes Education Foundation

CONSOLIDATING SCHEDULE OF FINANCIAL POSITION

June 30, 2021

	<u>EEF</u>	<u>EEF Endowment</u>	<u>Consolidated</u>
<b>ASSETS</b>			
Cash and cash equivalents	\$ 162,623	\$ 57,768	\$ 220,391
Contributions receivable	88,035	-	88,035
Prepaid expenses	24,095	-	24,095
Investments	<u>571,586</u>	<u>1,312,382</u>	<u>1,883,968</u>
Total assets	<u>\$ 846,339</u>	<u>\$ 1,370,150</u>	<u>\$ 2,216,489</u>
<b>LIABILITIES AND NET ASSETS</b>			
<b>Liabilities</b>			
Accounts payable and accrued expenses	\$ 19,250	\$ -	\$ 19,250
Agency funds	856	-	856
Grants and scholarships payable	<u>39,710</u>	<u>-</u>	<u>39,710</u>
Total liabilities	<u>59,816</u>	<u>-</u>	<u>59,816</u>
<b>Net assets</b>			
Without donor restrictions	675,457	1,173,949	1,849,406
With donor restrictions	<u>111,066</u>	<u>196,201</u>	<u>307,267</u>
Total net assets	<u>786,523</u>	<u>1,370,150</u>	<u>2,156,673</u>
Total liabilities and net assets	<u>\$ 846,339</u>	<u>\$ 1,370,150</u>	<u>\$ 2,216,489</u>

See Independent Auditors' Report on Supplementary Information.

Eanes Education Foundation

CONSOLIDATING SCHEDULE OF ACTIVITIES

For the year ended June 30, 2021

	<u>EEF</u>	<u>EEF Endowment</u>	<u>Consolidated</u>
Revenues			
Contributions	\$ 2,308,905	\$ -	\$ 2,308,905
Special events, net of direct expenses	689,285	-	689,285
Return on investments	111,146	273,610	384,756
PPP grant	49,177	-	49,177
Other revenues	<u>125</u>	<u>-</u>	<u>125</u>
Total revenues	<u>3,158,638</u>	<u>273,610</u>	<u>3,432,248</u>
Expenses			
Program services	2,605,207	-	2,605,207
General and administrative	146,538	-	146,538
Fundraising	<u>183,644</u>	<u>-</u>	<u>183,644</u>
Total expenses	<u>2,935,389</u>	<u>-</u>	<u>2,935,389</u>
Inter-organization transfers	<u>(63,000)</u>	<u>63,000</u>	<u>-</u>
Changes in net assets	160,249	336,610	496,859
Net assets, beginning of year	<u>626,274</u>	<u>1,033,540</u>	<u>1,659,814</u>
Net assets, end of year	<u>\$ 786,523</u>	<u>\$ 1,370,150</u>	<u>\$ 2,156,673</u>

See Independent Auditors' Report on Supplementary Information.