

**Chaffee County Community Foundation
(A Colorado Non-Profit Corporation)**

Financial Report

December 31, 2022

(Unaudited)



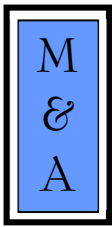
Chaffee County
Community Foundation

**Chaffee County Community Foundation
(A Colorado Non-Profit Corporation)**

**December 31, 2022
(Unaudited)**

Table of Contents

	Page(s)
INDEPENDENT ACCOUNTANT'S REVIEW REPORT	1 – 2
Statement of Financial Position	3
Statement of Activities	4
Statement of Functional Expenses	5
Statement of Cash Flows	6
Notes to the Financial Statements	7 – 10



MCMAHAN AND ASSOCIATES, L.L.C.

Certified Public Accountants and Consultants

CHAPEL SQUARE, BLDG C
245 CHAPEL PLACE, SUITE 300
P.O. Box 5850, AVON, CO 81620

WEB SITE: WWW.MCMAHANCPA.COM
MAIN OFFICE: (970) 845-8800
FACSIMILE: (970) 845-8108
E-MAIL: MCMAHAN@MCMAHANCPA.COM

INDEPENDENT ACCOUNTANT'S REVIEW REPORT

**To the Board of Directors
Chaffee County Community Foundation
Buena Vista, CO**

We have reviewed the accompanying financial statements of Chaffee County Community Foundation (the "Foundation"), a Colorado non-profit corporation, which comprise the statement of financial position as of December 31, 2022, and the related statements of activities, functional expenses, and cash flows for the year then ended, and the related notes to the financial statements. A review includes primarily applying analytical procedures to management's financial data and making inquiries of entity management. A review is substantially less in scope than an audit, the objective of which is the expression of an opinion regarding the financial statements as a whole. Accordingly, we do not express such an opinion.

Management's Responsibility for the Financial Statements

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

Accountant's Responsibility

Our responsibility is to conduct the review engagement in accordance with Statements on Standards for Accounting and Review Services promulgated by the Accounting and Review Services Committee of the American Institute of Certified Public Accountants. Those standards require us to perform procedures to obtain limited assurance as a basis for reporting whether we are aware of any material modifications that should be made to the financial statements for them to be in accordance with accounting principles generally accepted in the United States of America. We believe that the results of our procedures provide a reasonable basis for our conclusion.

We are required to be independent of the Foundation and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements related to our review.

Member: American Institute of Certified Public Accountants

PAUL J. BACKES, CPA, CGMA
MICHAEL N. JENKINS, CA, CPA, CGMA
MATTHEW D. MILLER, CPA

AVON: (970) 845-8800
ASPEN: (970) 544-3996
FRISCO: (970) 668-3481

INDEPENDENT ACCOUNTANT'S REVIEW REPORT
To the Board of Directors
Chaffee County Community Foundation
Buena Vista, CO

Accountant's Conclusion

Based on our review, we are not aware of any material modifications that should be made to the accompanying financial statements in order for them to be in conformity with accounting principles generally accepted in the United States of America.

Summarized Comparative Information

We previously reviewed Foundation's 2021 December 31, 2021 financial statements and in our report dated February 22, 2022 stated that based on our procedures, we were not aware of any material modifications that should be made to the December 31, 2021 financial statements in order for them to be in accordance with accounting principles generally accepted in the United States of America. We are not aware of any material modifications that should be made to the summarized comparative information presented herein as of and for the year ended December 31, 2021 for it to be consistent with the reviewed financial statements from which it has been derived.

McMahan and Associates, L.L.C.

McMahan and Associates, L.L.C.
Avon, Colorado
February 24, 2023

Chaffee County Community Foundation
(A Colorado Non-Profit Corporation)
Statement of Financial Position
December 31, 2022
(With Comparative Amounts For December 31, 2021)
(Unaudited)

	<u>2022</u>	<u>2021</u>
Assets:		
Cash	944,022	1,254,593
Contributions receivable	70,792	3,488
Property	-	250,000
	<u>1,014,814</u>	<u>1,508,081</u>
Total Assets		
Liabilities and Net Assets:		
Accounts payable and accrued expenses	17,084	39,634
Grants payable	17,147	6,565
	<u>34,231</u>	<u>46,199</u>
Total Liabilities		
Net Assets:		
Without donor restriction:		
Donor advised	63,632	55,383
Field-of-interest	448,385	352,774
Donor designated	83,625	785,401
Unrestricted	256,723	215,176
	<u>852,365</u>	<u>1,408,734</u>
Total without donor restriction		
With donor restriction:		
Fiscal sponsor	128,218	53,148
	<u>128,218</u>	<u>53,148</u>
Total with donor restriction		
	<u>980,583</u>	<u>1,461,882</u>
Total Net Assets		
	<u>1,014,814</u>	<u>1,508,081</u>
Total Liabilities and Net Assets		

See accompanying notes and Independent Accountant's Review Report.

Chaffee County Community Foundation
(A Colorado Non-Profit Corporation)
Statement of Activities
For the Year Ended December 31, 2022
(With Comparative Totals For the Year Ended December 31, 2021)
(Unaudited)

	<u>2022</u>			<u>2021</u>
	<u>Without Donor Restriction</u>	<u>With Donor Restriction</u>	<u>Total</u>	<u>Totals</u>
Revenue, Gains and Support				
Contributions	598,672	49,954	648,626	877,599
Grant contributions	160,466	294,956	455,422	556,243
Other program services	15,078	500	15,578	22,195
Investment income (loss), net of investment fees	4,102	-	4,102	1,165
Contributed nonfinancial assets	49,470	-	49,470	42,571
Other income	6,596	-	6,596	200
Net assets released from restrictions:				
Program approved grants	270,340	(270,340)	-	-
Total revenue, gains, and support	<u>1,104,724</u>	<u>75,070</u>	<u>1,179,794</u>	<u>1,499,973</u>
Expenses:				
Program services:				
Grants	1,083,991	-	1,083,991	281,083
Other program expenses	497,123	-	497,123	213,706
	<u>1,581,114</u>	<u>-</u>	<u>1,581,114</u>	<u>494,789</u>
Supporting services:				
Management and general	39,338	-	39,338	278,113
Fundraising	40,640	-	40,640	22,177
	<u>79,979</u>	<u>-</u>	<u>79,979</u>	<u>300,290</u>
Total Expenses	<u>1,661,093</u>	<u>-</u>	<u>1,661,093</u>	<u>795,079</u>
Change in Net Assets	(556,369)	75,070	(481,299)	704,894
Net Assets - January 1	<u>1,408,734</u>	<u>53,148</u>	<u>1,461,882</u>	<u>756,988</u>
Net Assets - December 31	<u><u>852,365</u></u>	<u><u>128,218</u></u>	<u><u>980,583</u></u>	<u><u>1,461,882</u></u>

See accompanying notes and Independent Accountant's Review Report.

Chaffee County Community Foundation
(A Colorado Non-Profit Corporation)
Statement of Functional Expenses
For the Year Ended December 31, 2022
(With Comparative Totals For the Year Ended December 31, 2021)
(Unaudited)

	2022			2021
	Program Services	Management and General	Development Expenses	Total
Expenses:				Totals
Grants and other assistance	1,083,991	-	-	1,083,991
Fiscal sponsor programs	400	-	-	400
Other direct program expenses	76,529	-	-	76,529
Wages and benefits	110,139	23,601	23,601	157,342
Software and licenses	15,095	-	-	15,095
Workshops and events	10,626	-	-	10,626
Professional fees	235,153	-	-	235,153
Office supplies	-	1,590	-	1,590
Insurance	-	1,283	-	1,283
Internet and web hosting	-	4,482	-	4,482
Other management and general expenses	-	8,382	-	8,382
Printing and postage	-	-	10,157	10,157
Payment processing	-	-	1,809	1,809
Travel	-	-	4,673	4,673
Other fundraising expenses	-	-	400	400
Contributed nonfinancial assets	49,181	-	-	49,181
	<u>1,581,114</u>	<u>39,338</u>	<u>40,640</u>	<u>1,661,093</u>
				<u>795,079</u>

See accompanying notes and Independent Accountant's Review Report.

Chaffee County Community Foundation
(A Colorado Non-Profit Corporation)
Statement of Cash Flows
For the Year Ended December 31, 2022
(With Comparative Amounts For the Year Ended December 31, 2021)
(Unaudited)

	<u>2022</u>	<u>2021</u>
Cash Flows From Operating Activities:		
Cash received from contributions and grants	1,086,214	1,520,953
Cash received from program fees	22,174	22,395
Cash received from interest	4,102	1,165
Cash paid for goods and services	(599,652)	(470,011)
Cash paid for grants	<u>(823,409)</u>	<u>(318,351)</u>
Net Cash Provided (Used) by Operating Activities	<u>(310,571)</u>	<u>756,151</u>
Cash Flows From Investing Activities:		
Purchase of fixed assets	-	(250,000)
Net (purchases) sale of non-cash investments	<u>-</u>	<u>25,202</u>
Net Cash Provided (Used) by Investing Activities	<u>-</u>	<u>(224,798)</u>
Cash Flows From Financing Activities:		
Note proceeds	-	35,000
Principal payments on note	<u>-</u>	<u>(35,000)</u>
Net Cash Provided (Used) by Financing Activities	<u>-</u>	<u>-</u>
Net Change in Cash and Cash Equivalents	(310,571)	531,353
Cash and Cash Equivalents - Beginning of year	<u>1,254,593</u>	<u>723,240</u>
Cash and Cash Equivalents - End of year	<u><u>944,022</u></u>	<u><u>1,254,593</u></u>
Reconciliation of Change in Net Assets to Net Cash Provided (Used) by Operating Activities:		
Change in net assets	<u>(481,299)</u>	<u>704,894</u>
Adjustments to reconcile:		
Donated fixed assets	250,000	-
Forgiveness of PPP Loan	-	(8,990)
(Increase) decrease in prepaid expenses	-	5,000
(Increase) decrease in contributions receivable	(67,304)	53,530
Increase (decrease) in accounts payable	(22,550)	38,985
Increase (decrease) in grants payable	<u>10,582</u>	<u>(37,268)</u>
Total Adjustments	<u>170,728</u>	<u>51,257</u>
Net Cash Provided (Used) by Operating Activities	<u><u>(310,571)</u></u>	<u><u>756,151</u></u>
Schedule of Non-Cash Investing Activities		
Donated fixed assets	<u><u>(250,000)</u></u>	<u><u>-</u></u>

See accompanying notes and Independent Accountant's Review Report.

Chaffee County Community Foundation
(A Colorado Non-Profit Corporation)
Notes to the Financial Statements
December 31, 2022

1. Organization

The Chaffee County Community Foundation (the "Foundation") was incorporated in the State of Colorado as a non-profit corporation in 2006 to act as a catalyst to inspire positive change through the power of philanthropy to enrich the lives of all people in Chaffee County.

2. Summary of Significant Accounting Policies

A. Basis of Accounting

The financial statements of the Foundation have been prepared on the accrual basis of accounting, which recognizes revenues when earned and expenses when incurred.

B. Basis of Presentation

Net assets, revenues, gains, and losses are classified based on the existence or absence of donor or grantor imposed restrictions. Accordingly, net assets and changes therein are classified and reported as follows:

Net Assets Without Donor Restrictions – Net assets available for use in general operations and not subject to donor (or certain grantor) restrictions.

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.

C. Cash and Cash Equivalents

The Foundation considers all unrestricted highly liquid investments with an initial maturity of three months or less, and which are not held by investment managers as part of an investment portfolio, to be cash equivalents.

D. Contributions Receivable

Unconditional pledges are recognized as revenues in the period the pledge is received. Pledges are recorded at net realizable value if expected to be collected in one year and at fair value if expected to be collected in more than one year. Conditional pledges are recognized when the conditions on which they depend are substantially met.

E. Property

Property is stated at cost, or if donated, at the fair value at the date of donation. Property and equipment is depreciated using the straight-line method over the estimated useful lives of the asset's ranging from three to thirty nine years. The Foundation capitalizes all fixed asset purchases over \$5,000 with an estimated useful life of three years or more.

Chaffee County Community Foundation
(A Colorado Non-Profit Corporation)
Notes to the Financial Statements
December 31, 2022
(continued)

2. Summary of Significant Accounting Policies (continued)

F. Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amount of revenues and expenses during the reporting period. Actual results could differ from those estimates.

G. Support Revenue and Revenue Recognition

The Foundation recognizes contributions when cash, securities, or other assets are received. Contribution revenue is recorded as unrestricted support unless donor stipulations impose restrictions on the contribution, whether by time, period, or purpose. Donor-restricted support, including pledges, is recorded as an increase in net assets with donor restrictions. When a donor restriction expires, 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.

Non-monetary contributions of goods and services are recorded at their fair values in the period received. Donated services are recorded at their fair values in the period received, provided that such services either create or enhance non-financial assets or the services are considered “professional” services which the Foundation would otherwise be required to purchase. Donated fixed assets are recorded at fair value when received and reflected in these financial statements as contribution revenue and an addition to fixed assets. Nonmonetary donations are recognized as revenue and offsetting expense or asset, depending on the nature of such support received.

The Foundation also derives revenues from program events within the fiscal year in which the related services are provided. The Foundation may receive program funding from various governmental or corporate sources in exchange for an equivalent benefit in return. Revenues from such exchange transactions are recognized as related costs or services to the program are incurred.

H. Functional Allocation of Expenses

The costs of providing grants, programs and other activities have been summarized on a functional basis in the accompanying financial statements. 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.

I. Comparative Information

The financial statements include certain prior year comparative information in total but not by net asset class. Accordingly, such information should be read in conjunction with the Foundation’s financial statements for the year ended December 31, 2021, from which the comparative totals were derived.

J. Subsequent Events

Management has evaluated subsequent events through date of the Accountant’s review report, the date the financial statements were available to be issued. Management does not believe there are any material subsequent events to report.

Chaffee County Community Foundation
(A Colorado Non-Profit Corporation)
Notes to the Financial Statements
December 31, 2022
(continued)

3. Property and Equipment

In June 2021, the Foundation purchased land for the purpose of affordable housing development. During 2022, the land was sold to Chaffee Housing Authority. The Foundation has no other property or equipment.

4. Net Assets

Net assets without donor restrictions are the portion of net assets that are not restricted by the donor stipulations on their use. Net assets with donor restrictions are the portion of net assets resulting from contributions or other inflows of assets whose use is limited by donor imposed stipulations. 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. If a restriction is fulfilled in the same time period in which the contribution is received, the Foundation reports the contribution as unrestricted. Net assets consist of the following types of internally developed funds:

Donor Advised Funds – The Foundation maintains donor advised funds in which donors are given the opportunity to make recommendations for grants to charities to be paid from the fund. The Foundation keeps control over these funds and makes grants at its sole discretion.

Field-of-interest Funds – The Foundation maintains field-of-interest funds to support a broad array of interests, such as the arts, education, or health. The donor specifies their interests at the time the fund is created. The Foundation then makes grants from these funds to the most appropriate organizations. Field-of-interest funds can also be established to be advised by the donor. The Foundation keeps control over these funds and makes grants at its sole discretion.

Donor Designated Funds – The Foundation maintains donor designated funds to ensure long-term support for one or more specific nonprofit organizations identified by the donor at the time the fund is established. The named organizations receive an annual contribution from the fund. The Foundation keeps control over these funds and makes grants at its sole discretion.

Fiscal Sponsor Funds – The Foundation maintains fiscal sponsor funds to confer its 501(c)(3) tax-exempt status to groups that are engaged in charitable activities that support the mission of the Foundation. Donations to the project are made to the Foundation as the fiscal sponsor; the Foundation then restricts those funds to the support the activities of the project. The Foundation keeps control over these funds and makes grants at its sole discretion.

Unrestricted Funds – Discretionary funds are unrestricted assets which the Foundation keeps control over and makes grants at its sole discretion.

Chaffee County Community Foundation
(A Colorado Non-Profit Corporation)
Notes to the Financial Statements
December 31, 2022
(continued)

5. Liquidity and Availability

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

Cash	944,022
Contributions receivable	<u>70,792</u>
	<u><u>1,014,814</u></u>

6. Revenue from Contracts with Customers

For the year ended 2022, there were \$15,578 revenues recognized for goods transferred or performance obligations met at a point in time. There were no revenues recognized for goods transferred or performance obligations met over time. Revenues may be affected by general economic conditions and inflationary pressures.

7. Contributed Nonfinancial Assets

The Foundation received the following contributions of nonfinancial assets for the year ending December 31, 2022:

Radio and advertising	36,200
Advertising	2,500
Other miscellaneous items	<u>10,770</u>
	<u><u>49,470</u></u>