



THE WHITLOCK CO.

CPAs and Consultants

**COMMUNITY FOUNDATION OF THE OZARKS, INC.
AND SUPPORTING ORGANIZATIONS**

**CONSOLIDATED FINANCIAL STATEMENTS
and
SUPPLEMENTARY INFORMATION
with
INDEPENDENT AUDITOR'S REPORT**

YEARS ENDED JUNE 30, 2023 AND 2022



INDEPENDENT AUDITOR'S REPORT

Audit Committee & Board of Directors
Community Foundation of the Ozarks, Inc.
Springfield, Missouri

Opinion

We have audited the consolidated financial statements of **Community Foundation of the Ozarks, Inc. and Supporting Organizations**, which comprise the consolidated statements of financial position as of June 30, 2023, and the related consolidated statements of activities, functional expenses, and cash flows for the year then ended, and the related notes to the consolidated financial statements.

In our opinion, the accompanying consolidated financial statements present fairly, in all material respects, the financial position of **Community Foundation of the Ozarks, Inc. and Supporting Organizations**, as of June 30, 2023, and the changes in its net assets and its cash flows for the year 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 (GAAS). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Consolidated Financial Statements section of our report. We are required to be independent of **Community Foundation of the Ozarks, Inc. and Supporting Organizations** 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 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.

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 **Community Foundation of the Ozarks, Inc. and Supporting Organizations'** ability to continue as a going concern for one year after the date that the financial statements are issued.

Auditor's Responsibility for the Audit of the Consolidated Financial Statements

Our objectives are to obtain reasonable assurance about whether the consolidated financial statements 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 consolidated 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 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 **Community Foundation of the Ozarks, Inc. and Supporting Organizations'** 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 **Community Foundation of the Ozarks, Inc. and Supporting Organizations'** 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 Summarized Comparative Information

We have previously audited **Community Foundation of the Ozarks, Inc. and Supporting Organizations'** June 30, 2022, consolidated financial statements, and we expressed an unmodified audit opinion on those audited consolidated financial statements in our report dated November 3, 2022. In our opinion, the summarized comparative information presented herein, as of and for the year ended June 30, 2022, is consistent, in all material respects, with the audited consolidated financial statements from which it has been derived.

Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the consolidated financial statements as a whole. The accompanying consolidating financial statements, accompanying schedule of consolidated foundation and agency funds activity, and accompanying schedule of affiliate foundations are presented for purposes of additional analysis and are not a required part of the basic 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 information has 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 information is fairly stated in all material respects in relation to the consolidated financial statements as a whole.

The image shows a handwritten signature in black ink that reads "THE WHITLOCK CO., LLP". The signature is written in a cursive, slightly slanted style with a horizontal line extending to the left of the word "THE".

Springfield, Missouri
October 31, 2023

**COMMUNITY FOUNDATION OF THE OZARKS, INC.
AND SUPPORTING ORGANIZATIONS
CONSOLIDATED STATEMENTS OF FINANCIAL POSITION**

<u>ASSETS</u>	June 30,	
	2023	2022
Assets		
Cash and cash equivalents	\$ 75,280,207	\$ 61,821,609
Contributions receivable	375,625	1,378,901
Prepaid expenses	192,533	97,617
	75,848,365	63,298,127
Investments		
Diversified investment pool	268,134,578	245,441,717
Advisor-managed funds	65,635,654	45,018,082
Balanced investment pool	2,277,158	1,728,351
Mission related investments	1,107,289	1,000,051
Program related investments	1,543,533	2,416,247
Other investments	1,467,923	1,681,939
Land and real estate	8,445,908	10,988,731
	348,612,043	308,275,118
Split interest agreements		
Charitable trusts	685,938	1,186,289
Cash surrender value of life insurance policies	459,982	518,177
	1,145,920	1,704,466
Property and equipment, net of accumulated depreciation	1,108,055	1,257,681
Total assets	\$ 426,714,383	\$ 374,535,392
<u>LIABILITIES AND NET ASSETS</u>		
Liabilities		
Accrued liabilities and expenses	\$ 246,992	\$ 208,485
Notes payable	48,114	66,158
Annuities payable	285,324	713,610
Agency funds	107,286,046	98,430,292
	107,866,476	99,418,545
Net assets		
Without donor restriction	18,503,519	19,800,413
With donor restriction	300,344,388	255,316,434
Total net assets	318,847,907	275,116,847
Total liabilities and net assets	\$ 426,714,383	\$ 374,535,392

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

**COMMUNITY FOUNDATION OF THE OZARKS, INC.
AND SUPPORTING ORGANIZATIONS
CONSOLIDATED STATEMENT OF ACTIVITIES
WITH SUMMARIZED PRIOR YEAR INFORMATION**

	Year Ended June 30, 2023			Year Ended
	Without donor restriction	With donor restriction	Total	June 30, 2022
Revenues				
Contributions	\$ 4,206,870	\$ 43,939,098	\$ 48,145,968	\$ 36,503,498
Contributions - nonfinancial	423,758	7,880	431,638	2,183,786
Net investment earnings	(429,692)	23,752,473	23,322,781	(30,289,206)
Management fees	941,209	-	941,209	765,541
Other revenues	120,198	51,628	171,826	112,146
Net assets released from restrictions	25,327,045	(25,327,045)	-	-
Total revenues	30,589,388	42,424,034	73,013,422	9,275,765
Expenses				
Grants and scholarships	24,337,612	-	24,337,612	20,629,658
Programs	1,580,852	-	1,580,852	1,304,238
Administrative	2,075,911	-	2,075,911	1,695,196
Development	1,249,668	-	1,249,668	945,631
Total expenses	29,244,043	-	29,244,043	24,574,723
Other changes				
Transfers (in) out	3,750,367	(3,781,195)	(30,828)	1,918,985
Split interest agreements	-	(193,348)	(193,348)	360,452
Total other changes	3,750,367	(3,974,543)	(224,176)	2,279,437
Increase (decrease) in net assets	(2,405,022)	46,398,577	43,993,555	(17,578,395)
Reclassifications	1,108,128	(1,370,623)	(262,495)	195,375
Net assets at beginning of year	19,800,413	255,316,434	275,116,847	292,499,867
Net assets at end of year	\$ 18,503,519	\$ 300,344,388	\$ 318,847,907	\$ 275,116,847

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

**COMMUNITY FOUNDATION OF THE OZARKS, INC.
AND SUPPORTING ORGANIZATIONS
CONSOLIDATED STATEMENT OF FUNCTIONAL EXPENSES
WITH SUMMARIZED PRIOR YEAR INFORMATION**

	Program services		Supporting services		Year Ended June 30, 2023 Total	Year Ended June 30, 2022 Total
	Grants and Scholarships	Community Foundation Programs	Management & General Administration	Fundraising and Development		
Functional expenses						
Grants and scholarships	\$ 24,337,612	\$ -	\$ -	\$ -	\$ 24,337,612	\$ 20,629,658
Personnel and benefits						
Salaries and wages	-	618,145	811,723	488,646	1,918,514	1,827,856
Retirement plan contributions	-	27,078	35,558	21,405	84,041	74,551
Other employee benefits	-	93,581	122,887	73,976	290,444	248,276
Payroll taxes	-	46,433	60,974	36,705	144,112	129,472
Occupancy expenses	-	39,042	51,267	30,862	121,171	116,852
Information technology	-	93,228	122,423	73,697	289,348	253,530
Collaboration and leadership	-	186,054	244,320	147,077	577,451	347,568
Office expenses	-	39,842	52,318	31,495	123,655	99,133
Professional services	-	181,186	237,925	143,227	562,338	300,716
Insurance	-	33,250	43,663	26,285	103,198	93,597
Printing and publications	-	30,874	40,543	24,406	95,823	76,754
Dues, subs, and membership	-	18,199	23,899	14,387	56,485	48,547
Professional development	-	26,672	35,025	21,085	82,782	49,513
Travel	-	11,687	15,346	9,238	36,271	18,044
Processing fees	-	20,959	27,523	16,568	65,050	54,408
Other expenses	-	46,842	61,512	37,029	145,383	86,939
Depr. and amort.	-	62,731	82,375	49,589	194,695	103,942
Interest expense	-	5,049	6,630	3,991	15,670	15,367
Total functional expenses	\$ 24,337,612	\$ 1,580,852	\$ 2,075,911	\$ 1,249,668	\$ 29,244,043	\$ 24,574,723

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

**COMMUNITY FOUNDATION OF THE OZARKS, INC.
AND SUPPORTING ORGANIZATIONS
CONSOLIDATED STATEMENTS OF CASH FLOWS**

	Years Ended June 30,	
	2023	2022
Cash flows from operating activities:		
Increase (decrease) in net assets	\$ 43,993,555	\$ (17,578,395)
Reclassifications	(262,495)	195,375
Adjustments to reconcile increase (decrease) in net assets to net cash provided by operating activities:		
Depreciation	194,695	103,942
Contributions restricted for long-term investment	(15,318,410)	(11,894,626)
Adjustment of actuarial liability	(428,286)	216,450
Net realized and unrealized (gains) losses on investments	(19,814,957)	43,400,473
Life insurance cash surrender value charges	40,037	30,200
Loss on disposal of property and equipment	321	-
Change in:		
Contribution receivable	1,003,276	4,266,568
Prepaid expenses	(94,916)	(70,918)
Accrued expenses	38,507	(9,196)
Annuities payable	166,709	77,537
Agency funds	8,855,754	(2,043,101)
Net cash provided by operating activities	18,373,790	16,694,309
Cash flows from investing activities:		
Purchases of property and equipment	(45,390)	(293,218)
Purchases of investments	(77,653,504)	(89,899,396)
Proceeds from sale of investments	57,131,536	63,326,038
Purchase of split interest agreements	(1,317,819)	-
Proceeds from split interest agreements	1,836,328	203,102
Net cash used in investing activities	(20,048,849)	(26,663,474)
Cash flows from financing activities:		
Payments on annuities	(166,709)	(77,537)
Payments of notes payable	(18,044)	(44,164)
Proceeds from contributions restricted for investments in endowment funds	15,318,410	11,894,626
Net cash provided by financing activities	15,133,657	11,772,925
Net increase in cash and cash equivalents	13,458,598	1,803,760
Cash at beginning of year	61,821,609	60,017,849
Cash at end of year	\$ 75,280,207	\$ 61,821,609

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

**COMMUNITY FOUNDATION OF THE OZARKS, INC.
AND SUPPORTING ORGANIZATIONS
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
JUNE 30, 2023 AND 2022**

1. History and purpose

The **Community Foundation of the Ozarks, Inc.** (the Foundation) (EIN 23-7290968) was incorporated in 1973 by a group of Greene County, Missouri citizens who were interested in providing a way for the charitable desires of people to be given permanent, useful expression in furthering the welfare of the community. The Foundation's mission is to enhance the quality of life through resource development, community grantmaking, collaboration, and public leadership. The Foundation receives, distributes, and administers component funds for charitable and public purposes for the Springfield Metropolitan area and its affiliated regional community foundations serving the southern tier of Missouri (see supplemental information for full list of affiliated community foundations).

In December 1999, the Lezah Stenger Foundation (Stenger) (EIN 43-1872019), a Type 1 supporting organization of the Community Foundation of the Ozarks, Inc., was established to promote education, amateur athletics, and various other charitable causes designed to meet the needs of the community.

In September 2002, the Ozarks Charitable Real Estate Foundation (OCREF) (EIN 41-2086647), a Type 1 supporting organization of the Community Foundation of the Ozarks, Inc., was established to accept gifts of land and real estate. Net proceeds of contributed assets are transferred to the Foundation.

In February 2006, the Community Foundation of the Ozarks Stock Trust (Stock Trust) (EIN 71-6225763), a Type 1 supporting organization of the Community Foundation of the Ozarks, Inc., was established to accept non-financial gifts. Net proceeds of contributed assets are transferred to the Foundation.

All three supporting organizations are affiliated charitable organizations that gained public charity status through their relationship with **Community Foundation of the Ozarks, Inc.** The Foundation exercises a substantial degree of direction over the policies, programs, and activities over these organizations, which meets the definition of a Type 1 organization.

2. Summary of significant accounting policies

This summary of significant accounting policies is presented to assist in understanding the Foundation's consolidated financial statements. The consolidated financial statements and notes are representations of the Foundation's management, which is responsible for their integrity and objectivity. These accounting policies conform to accounting principles generally accepted in the United States of America.

Use of estimates

In preparing consolidated financial statements in conformity with accounting principles generally accepted in the United States of America, management makes estimates and assumptions that affect the reported amounts of assets and liabilities and disclosures of contingent assets and liabilities at the date of the consolidated financial statements, as well as the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

**COMMUNITY FOUNDATION OF THE OZARKS, INC.
AND SUPPORTING ORGANIZATIONS
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
JUNE 30, 2023 AND 2022**

Principles of consolidation

The Foundation, in accordance with the provisions of *FASB Accounting Standards Codification Topic 958-810*, includes the Foundation, Lezah Stenger Foundation, Ozarks Charitable Real Estate Foundation, and the Community Foundation of the Ozarks Stock Trust in their consolidated financial statements in which they have economic interest arising from a contractual relationship, and are not-for-profit organizations controlled by the Foundation.

Basis of accounting

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

Basis of presentation

The Foundation prepares its consolidated financial statements in accordance with the provisions of the Financial Accounting Standards Board (FASB) Accounting Standards Codification (ASC) 958, *Not-for-Profit Entities*. Under ASC 958, the Foundation is required to report information regarding its consolidated financial position and activities according to two classes of net assets: with donor restrictions and without donor restrictions.

Donor support

Support that is restricted by the donor is reported as an increase in without donor restriction if the restriction expires in the reporting period in which the support is recognized. All other donor-restricted support is reported as an increase in with donor restriction net assets, depending on the nature of the restriction. When a restriction expires (that is, when a stipulated time restriction ends or purpose restriction is accomplished), with donor restriction net assets are reclassified to without donor restriction net assets and reported in the consolidated statement of activities as net assets released from restrictions.

Distribution policy

Distributions are guided by several factors; most important is the historic value of the portfolio. Unless specified by the fund agreement, the Board has approved annual grants from endowment funds at a spend-rate between 3% and 5%. The grant formula is based on the approved spend-rate times the average quarterly market values of the fund over the prior twelve (12) trailing quarters through the fiscal year-end proceeding the fiscal year in which the grant is planned.

Cash equivalents

Cash equivalents represent short-term investments with original maturities of three months or less. The Foundation participates in the Insured Cash Sweep (ICS) network program which allows the Foundation to insure its cash position. Cash deposits are sent to deposit accounts at other ICS network member institutions in the amounts under the standard FDIC insurance maximum of \$250,000.

**COMMUNITY FOUNDATION OF THE OZARKS, INC.
AND SUPPORTING ORGANIZATIONS
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
JUNE 30, 2023 AND 2022**

Contributions

Unconditional promises to give are recognized as revenues or gains in the period received and as assets, decreases of liabilities, or expenses depending on the form of the benefits received. Conditional promises to give are recognized when the conditions on which they depend are substantially met and the promises become unconditional.

Nonfinancial contributions consist of real property, tangible property and livestock, and may have donor-imposed restrictions until the asset(s) is sold and placed in the appropriate fund. The Foundation values real and tangible property based upon the most recent appraisal or comparable sales. Livestock is sold and valued according to the USDA valuation method. For the years ended June 30, nonfinancial contributions recognized within the statement of activities included:

	2023	2022
Real property	\$ 315,000	\$ 1,923,535
Tangible property	20,324	164,565
Livestock	67,389	95,686
In-kind	28,925	-
	\$ 431,638	\$ 2,183,786

Contributions receivable consisted of \$375,625 as of June 30, 2023, and \$1,378,901 as of June 30, 2022. Contributions receivable are expected to be received within one (1) year and management has determined the contributions and other receivables are fully collectible.

Concentration of credit risk

Financial instruments, which potentially subject the Foundation to concentration of credit risk, consist principally of temporary cash investments, receivables, and investments. The Foundation places its cash and other investments with high-credit quality financial institutions and investment managers.

The contributions receivable balance consisted of receivables from one party as of June 30, 2023, and three parties as of June 30, 2022.

Investments and net investment return

Investments are carried at market value. Investments in hedge funds and private equities are recorded at net asset value (NAV), as a practical expedient, to determine fair value of the investments. Most funds participate in either a diversified investment pool or a cash pool using the market value unit method to determine the number of shares issued. Interest, dividends, unrealized and realized gains and losses from the diversified investment pool are allocated based on each participating fund's pro-rata share. Funds not participating in the Foundation's diversified or cash pools are invested separately and are monitored by the investment committee and Foundation staff.

**COMMUNITY FOUNDATION OF THE OZARKS, INC.
AND SUPPORTING ORGANIZATIONS
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
JUNE 30, 2023 AND 2022**

Property and equipment

The Foundation records its property and equipment at cost and depreciates such assets over the estimated useful lives of the related assets. The Foundation capitalizes all property and equipment expenditures in excess of \$5,000. Contributed property and equipment is recorded at fair value at the date of donation. Depreciation is computed for financial reporting purposes using the straight-line method.

Revenue recognition

Revenue from contracts with customers is reported at the amount that reflects the consideration to which the Foundation expects to be entitled to in exchange for providing back-office accounting and grant making services. Contracts for back-office accounting services are generally considered a single performance obligation and generally are a flat contract fee that is billed annually. Revenue is recognized as the performance obligation is satisfied.

The Foundation also manages fund assets and investments on behalf of other entities and assesses the appropriate administrative fee. The fee is based on the average daily balance of the fund and revenue is recognized on a monthly basis, as the performance obligation of investment management and administrative services is met. Revenue from contracts with customers totaled \$941,209 and \$765,541 as of June 30, 2023 and 2022, respectively.

Functional expense classification

Functional expenses are those expenses incurred by the Foundation in the accomplishment of its stated mission. Functional expenses are summarized in the consolidated statements of activities as grants and scholarships, programs, administrative, and development. The consolidated financial statements report categories of costs attributable to programs and supporting activities. Direct costs are allocated to each program or activity. Indirect costs are allocated to each program based upon estimates of time spent on each of the activities for personnel expenses.

Income taxes

The Foundation is exempt from income taxes under the provisions of the Internal Revenue Code Section 501(c)(3). Further, **Community Foundation of the Ozarks, Inc.** is publicly supported as defined in Section 509(a)(1) and the support organizations meet the criteria as described in Section 509(a)(3). For the year ended June 30, 2023, the Foundation had no taxable income as a result of its unrelated business activities. Accordingly, the consolidated financial statements contain no provision for income tax.

**COMMUNITY FOUNDATION OF THE OZARKS, INC.
AND SUPPORTING ORGANIZATIONS
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
JUNE 30, 2023 AND 2022**

Generally Accepted Accounting Principles (GAAP) prescribes a recognition threshold and measurement attribute for financial statement recognition and measurement of a tax position taken or expected to be taken in a tax return and also provides guidance on various related matters such as the position the Foundation has taken that the organization is exempt from income taxes.

The Foundation's information return filings are subject to audit by various taxing authorities. The Foundation's open tax audit periods are 2020 through 2022. In evaluating the Foundation's tax positions, interpretations and tax planning strategies are considered. The Foundation believes their estimates are appropriate based on current facts and circumstances.

Reclassifications

Certain account and disclosures relating to the prior year have been reclassified to conform with the current year's presentation. Such reclassification had no effect on the change in net assets.

Adoption of new accounting standard

On July 1, 2021, due to ASU 2020-07, *Presentation and Disclosures by Not-for-Profit Entities for Contributed Nonfinancial Assets*, the Foundation adopted the new accounting standard for presentation using the retrospective method. This ASU requires a not-for-profit organization to present contributed nonfinancial assets as a separate line item in the statement of activities, apart from contributions of cash or other financial assets. The adoption of the new standard will have no change to its net assets on an ongoing basis.

On July 1, 2022, the Foundation adopted FASB Accounting Standards Codification (ASC) 842, *Leases*, which requires the recognition of right-of-use (ROU) assets and lease liabilities on the balance sheet. Under the standard, disclosures are required to meet the objective of enabling users of financial statements to assess the amount, timing, and uncertainty of cash flows arising from leases. There was no material impact on the Foundation's results of operations or financial condition upon adoption of the new standard.

**COMMUNITY FOUNDATION OF THE OZARKS, INC.
AND SUPPORTING ORGANIZATIONS
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
JUNE 30, 2023 AND 2022**

3. Investments

Investments are composed of the following classes of securities at June 30:

	<u>2023</u>	<u>2022</u>
Diversified investment pool		
Fiducient Advisors	\$ 261,908,303	\$ 230,174,052
Guaranty Bank	<u>6,226,275</u>	<u>15,267,665</u>
	<u>268,134,578</u>	<u>245,441,717</u>
Advisor-managed funds		
Central Trust Company	5,264,153	5,716,839
Commerce Trust Company	8,860,447	3,050,392
Edward Jones	8,371,644	8,550,089
FORVIS Wealth Advisors	13,202,540	11,911,971
Merrill Lynch Private Wealth Management	4,876,061	4,819,682
Morgan Stanley Private Wealth Management	2,125,095	2,057,738
Raymond James	219,621	171,053
Simmons Trust Bank Wealth Management	13,774,196	1,503,429
Strong Path Financial	1,196,638	-
US Bank Private Wealth Management	6,636,872	5,600,410
Wells Fargo	<u>1,108,387</u>	<u>1,636,479</u>
	<u>65,635,654</u>	<u>45,018,082</u>
Balanced investment pool		
FORVIS Wealth Advisors	<u>2,277,158</u>	<u>1,728,351</u>
Mission related investments		
Fiducient Advisors	<u>1,107,289</u>	<u>1,000,051</u>
Program related investments (see Note 4)	<u>1,543,533</u>	<u>2,416,247</u>
Other investments (see Note 10)	<u>1,467,923</u>	<u>1,681,939</u>
Land and real estate (see Note 10)	<u>8,445,908</u>	<u>10,988,731</u>
Total investments	<u>\$ 348,612,043</u>	<u>\$ 308,275,118</u>

**COMMUNITY FOUNDATION OF THE OZARKS, INC.
AND SUPPORTING ORGANIZATIONS
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
JUNE 30, 2023 AND 2022**

The Foundation holds most of its investments in a diversified investment pool which consists of various mutual fund companies. The remainder of its investments are held in separate accounts at various financial institutions.

The Foundation's primary investment objective is to preserve its purchasing power while providing a continuing and stable funding source to support the current and future mission. To accomplish this objective, the Foundation seeks to generate a total return that will exceed not only its operating expenses, but also all expenses associated with managing the fund and the eroding effects of inflation. It is the intention that all total return (interest income, dividends, realized gains, and unrealized gains) above and beyond the amount approved for expenditure or distribution will be reinvested. The Foundation's portfolio is managed on a total return basis, consistent with the applicable standard of conduct set forth in the Uniform Prudent Management of Institutional Funds Act (UPMIFA).

4. Program related investments

In 2009, the Foundation Board of Directors approved committing up to 2% of total assets to community investments through program related investments (PRI). PRI is a mission investing strategy that is made primarily to achieve a program objective, rather than a significant financial return. The PRI program represents the Foundation's commitment to the "double-bottom line" of investing in nonprofits that produce both financial and social returns for the Springfield metropolitan area and southern tier of Missouri, rather than investing assets solely in financial markets. PRIs are stated at cost, which approximates fair value. Management has reviewed collectability and has determined an allowance for impairment is not necessary.

Program related investments at June 30, consists of the following:

**COMMUNITY FOUNDATION OF THE OZARKS, INC.
AND SUPPORTING ORGANIZATIONS
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
JUNE 30, 2023 AND 2022**

Program Related Investments	Origination Date	Original Amount	Description	Rate	Maturity Date	June 30, 2023 Ending Balance	June 30, 2022 Ending Balance
Licking School District	June 5, 2015	\$ 205,672	Ground Source Heat Pumps	1.00%	June 5, 2025	\$ 45,422	\$ 63,873
Salem Memorial Hospital	March 23, 2020	\$ 865,240	MRI Machine	1.00%	August 1, 2030	\$ 636,167	\$ 720,308
Total Lease Purchase Agreements						\$ 681,589	\$ 784,181
Drew Lewis Foundation	January 6, 2016	\$ 72,000	Program Investment	7.50% *	March 6, 2022	\$ 12,937	\$ 24,095
Simmering Center	April 9, 2019	\$ 61,250	Program Investment	8.25% *	April 1, 2029	\$ 40,213	\$ 46,012
Watershed Committee of the Ozarks	January 21, 2020	\$ 75,000	Program Investment	7.00% *	April 1, 2026	\$ 42,264	\$ 55,459
Main Street Joplin	October 7, 2022	\$ 190,000	Program Investment	6.25% *	October 1, 2027	\$ 170,000	\$ -
Branson Regional Arts Council	February 10, 2021	\$ 50,000	Program Investment	2.00%	February 12, 2025	\$ 50,000	\$ 50,000
Springfield Little Theatre	February 10, 2021	\$ 50,000	Program Investment	2.00%	February 12, 2025	\$ 50,000	\$ 50,000
Gillioz Center for Arts & Entertainment	February 10, 2021	\$ 50,000	Program Investment	2.00%	February 12, 2025	\$ 46,530	\$ 46,500
Springfield Contemporary Theatre	February 10, 2021	\$ 50,000	Program Investment	2.00%	February 12, 2025	\$ 50,000	\$ 50,000
Council of Churches	November 1, 2021	\$ 1,250,000	Program Investment	2.25%	September 1, 2025	\$ 400,000	\$ 1,250,000
Geek Foundation	February 24, 2022	\$ 60,000	Program Investment	3.00%	August 26, 2022	\$ -	\$ 60,000
Total Loan Agreements						\$ 861,944	\$ 1,632,066
Total Program Related Investments						\$ 1,543,533	\$ 2,416,247

*Adjusted Annually Minus 1/2%

**COMMUNITY FOUNDATION OF THE OZARKS, INC.
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5. Split interest agreements

Charitable trusts: As of June 30, 2023, the Foundation is the trustee of six charitable trusts. Each charitable trust is a separate legal entity subject to federal and state filings. At the end of each trust term, the remainder is paid to the Foundation to establish a component fund. Assets held in charitable trusts are recorded at fair value and liabilities are revalued annually by calculating the present value of estimated future payments using factors and guidance provided by the IRS.

At June 30, 2023 and 2022, the charitable trust portfolio market value was \$685,938 and \$1,186,289, respectively with annuity payable liabilities of \$285,324 and \$713,610, respectively.

Life insurance policies: The Foundation purchased life insurance policies on the lives of specified donors under an agreement for which both parties mutually understand the nature and purpose of the planned gift. Life insurance policies are carried at their cash surrender value less any surrender charge. Net proceeds from life insurance distributions are used to establish component funds at the Foundation.

At June 30, 2023 and 2022, the cash surrender value was \$459,982 and \$518,177, respectively.

Charitable gift annuities: A charitable gift annuity is a planned gift which involves a contract between a donor and the Foundation, where the donor makes a contribution in exchange for partial tax deductions and lifetime stream of annual income from the Foundation. The market value and annuity obligations are not reflected on the consolidated statements of position due to the Foundation's practice of reinsuring charitable gift annuities.

6. Property and equipment

Property and equipment consisted of the following at June 30:

	<u>2023</u>	<u>2022</u>
Artwork	\$ 1,000	\$ 1,000
Company vehicles	73,049	52,955
Building	1,573,649	1,585,419
Equipment	99,637	105,554
Technology	<u>421,109</u>	<u>417,958</u>
Total property and equipment	<u>2,168,444</u>	<u>2,162,886</u>
Less: Accumulated depreciation and amortization	<u>1,060,389</u>	<u>905,205</u>
Total property and equipment, net	<u>\$ 1,108,055</u>	<u>\$ 1,257,681</u>

Depreciation and amortization expenses were \$194,695 and \$103,942 for the years ended June 30, 2023 and 2022, respectively.

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On March 24, 2005, the Foundation entered into a 24-month lease agreement with Great Southern Community Development Corporation (GSCDC) for the construction of a 10,000 square foot leasehold improvement to house the administrative offices of the Foundation. The Foundation financed approximately \$1.5 million for the construction of the facility. On June 14, 2006, the Foundation paid its outstanding debt obligation.

On July 1, 2006, the Foundation entered into a leasehold assignment agreement with GSCDC upon construction completion of the leasehold improvement. The leasehold assignment included an option to purchase the premises at the end of the lease term on June 30, 2046. The leasehold assignment also included a parking agreement whereby the Foundation was required to provide parking for United Way of the Ozarks staff.

7. Notes payable

Notes payable at June 30, consist of the following:

	2023	2022
Note payable to Intercounty Electric Coop Assoc. dated October 1, 2015, in the original amount of \$206,000 with funds used to assist the Licking School District with the purchase of ground source heat pumps. Note is payable in monthly installments of \$1,717, including no interest. Note is scheduled to mature on October 1, 2025.	48,114	66,158
Total notes payable	\$ 48,114	\$ 66,158

The maturities of the notes payable during future fiscal years are as follows:

2024	\$	20,600
2025		20,600
2026		6,914
2027		-
	\$	48,114

8. Agency funds

Agency funds represent funds held by the Foundation on behalf of other non-profit entities that have retained the right to designate the recipients of the earnings and principal of funds. See the accompanying supplemental information for changes in agency funds for the years ended June 30, 2023 and 2022. As of June 30, 2023 and 2022, the Foundation maintained 811 and 787 active agency revocable funds, respectively.

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9. Retirement plans

The Foundation has a 403(b) defined contribution plan covering the participating employees who make contributions to the Plan. The Foundation contributes to the plan bi-weekly, equal to the amount of the participants' contributions, not to exceed an annual contribution of 5% of the participants' annual compensation. Total expense for the years ended June 30, 2023 and 2022, were approximately \$84,041 and \$74,551, respectively.

10. Disclosure about fair value of assets and liabilities

Financial Accounting Standards Board (FASB) Accounting Standards Codification (ASC) 820, "Fair Value Measurements and Disclosures," establishes a framework for measuring fair value and expands disclosures about fair value measurements.

ASC 820 defines fair value as the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. ASC 820 also establishes a fair value hierarchy which requires an entity to maximize the use of observable inputs and minimize the use of unobservable inputs when measuring fair value. The standard describes three levels of inputs that may be used to measure fair value:

Level 1 - Quoted prices in active markets for identical assets or liabilities.

Level 2 - Observable inputs other than Level 1 prices, such as quoted prices for similar assets or liabilities; quoted prices for identical or similar assets in markets that are not active; or other inputs that are observable or can be corroborated by observable market data for substantially the full term of the assets or liabilities.

Level 3 - Unobservable inputs that are supported by little or no market activity and that are significant to the fair value of the assets or liabilities.

The following tables present the fair value measurements of assets and liabilities recognized in the accompanying consolidated statement of financial position measured at fair value on a recurring basis, and the level within the ASC 820 fair value hierarchy in which the fair value measurements fall at June 30, 2023:

	Fair Value Measurements Using				Net Asset Value (NAV)
	Quoted prices in active markets for identical assets (Level 1)	Significant other observable inputs (Level 2)	Significant unobservable inputs (Level 3)		
Cash and equivalents					
Cash and equivalents	\$ 75,280,207	\$ 75,280,207	\$ -	\$ -	\$ -
	<u>\$ 75,280,207</u>	<u>\$ 75,280,207</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

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	Fair Value Measurements Using				Net Asset Value (NAV)
	06/30/23 Fair value	Quoted prices in active markets for identical assets (Level 1)	Significant other observable inputs (Level 2)	Significant unobservable inputs (Level 3)	
Investments					
Diversified investment pool					
Money market funds	\$ 13,249,953	\$ 13,249,953	\$ -	\$ -	\$ -
Equities - domestic and international	158,468,520	158,468,520	-	-	-
Fixed income - domestic and international	46,072,010	46,072,010	-	-	-
Real assets	22,061,790	22,061,790	-	-	-
Alternative investments	28,282,305	-	-	-	28,282,305
	<u>268,134,578</u>	<u>239,852,273</u>	<u>-</u>	<u>-</u>	<u>28,282,305</u>
Advisor-managed funds					
Money market funds	2,206,999	2,206,999	-	-	-
Equities - domestic and international	41,547,736	41,547,736	-	-	-
Fixed income - domestic and international	16,529,205	16,529,205	-	-	-
Real assets	1,902,529	1,902,529	-	-	-
Liquid alternatives	3,449,185	3,449,185	-	-	-
	<u>65,635,654</u>	<u>65,635,654</u>	<u>-</u>	<u>-</u>	<u>-</u>
Balanced investment pool					
Money market funds	96,361	96,361	-	-	-
Equities - domestic and international	743,509	743,509	-	-	-
Fixed income - domestic and international	1,243,573	1,243,573	-	-	-
Liquid alternatives	193,715	193,715	-	-	-
	<u>2,277,158</u>	<u>2,277,158</u>	<u>-</u>	<u>-</u>	<u>-</u>
Mission related investments					
Money market funds	1,615	1,615	-	-	-
Equities - domestic and international	739,543	739,543	-	-	-
Fixed income - domestic and international	319,437	319,437	-	-	-
Real assets	46,694	46,694	-	-	-
	<u>1,107,289</u>	<u>1,107,289</u>	<u>-</u>	<u>-</u>	<u>-</u>
Program related investments					
Lease purchase agreements	681,589	-	-	681,589	-
Loans	861,944	-	-	861,944	-
	<u>1,543,533</u>	<u>-</u>	<u>-</u>	<u>1,543,533</u>	<u>-</u>

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	Fair Value Measurements Using				Net Asset Value (NAV)
	06/30/23	Quoted prices in active markets for identical assets (Level 1)	Significant other observable inputs (Level 2)	Significant unobservable inputs (Level 3)	
Other investments					
Notes receivable	86,250	-	-	86,250	-
Closely held stock	1,381,673	-	-	1,381,673	-
	<u>1,467,923</u>	<u>-</u>	<u>-</u>	<u>1,467,923</u>	<u>-</u>
Land and real estate					
Land	8,445,908	-	-	8,445,908	-
	<u>8,445,908</u>	<u>-</u>	<u>-</u>	<u>8,445,908</u>	<u>-</u>
	<u>\$348,612,043</u>	<u>\$308,872,374</u>	<u>\$ -</u>	<u>\$ 11,457,364</u>	<u>\$ 28,282,305</u>

The following tables present the fair value measurements of assets and liabilities recognized in the accompanying consolidated statement of financial position measured at fair value on a recurring basis, and the level within the ASC 820 fair value hierarchy in which the fair value measurements fall at June 30, 2022:

	Fair Value Measurements Using				Net Asset Value (NAV)
	06/30/22	Quoted prices in active markets for identical assets (Level 1)	Significant other observable inputs (Level 2)	Significant unobservable inputs (Level 3)	
Cash and equivalents					
Cash and equivalents	\$ 61,821,609	\$ 61,821,609	\$ -	\$ -	\$ -
	<u>\$ 61,821,609</u>	<u>\$ 61,821,609</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

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	Fair Value Measurements Using				Net Asset Value (NAV)
	06/30/22 Fair value	Quoted prices in active markets for identical assets (Level 1)	Significant other observable inputs (Level 2)	Significant unobservable inputs (Level 3)	
Investments					
Diversified investment pool					
Money market funds	\$ 22,913,412	\$ 22,913,412	\$ -	\$ -	\$ -
Equities - domestic and international	132,323,078	132,323,078	-	-	-
Fixed income - domestic and international	42,868,016	42,868,016	-	-	-
Real assets	19,322,381	19,322,381	-	-	-
Alternative investments	28,014,830	-	-	-	28,014,830
	<u>245,441,717</u>	<u>217,426,887</u>	<u>-</u>	<u>-</u>	<u>28,014,830</u>
Advisor-managed funds					
Money market funds	1,506,892	1,506,892	-	-	-
Equities - domestic and international	31,190,347	31,190,347	-	-	-
Fixed income - domestic and international	11,065,317	11,065,317	-	-	-
Real assets	1,255,526	1,255,526	-	-	-
	<u>45,018,082</u>	<u>45,018,082</u>	<u>-</u>	<u>-</u>	<u>-</u>
Balanced investment pool					
Money market funds	939,097	939,097	-	-	-
Equities - domestic and international	622,412	622,412	-	-	-
Fixed income - domestic and international	166,842	166,842	-	-	-
	<u>1,728,351</u>	<u>1,728,351</u>	<u>-</u>	<u>-</u>	<u>-</u>
Mission related investments					
Money market funds	384	384	-	-	-
Equities - domestic and international	684,775	684,775	-	-	-
Fixed income - domestic and international	314,892	314,892	-	-	-
	<u>1,000,051</u>	<u>1,000,051</u>	<u>-</u>	<u>-</u>	<u>-</u>
Program related investments					
Lease purchase agreements	784,181	-	-	784,181	-
Loans	1,632,066	-	-	1,632,066	-
	<u>2,416,247</u>	<u>-</u>	<u>-</u>	<u>2,416,247</u>	<u>-</u>

**COMMUNITY FOUNDATION OF THE OZARKS, INC.
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	Fair Value Measurements Using				Net Asset Value (NAV)
	06/30/22 Fair value	Quoted prices in active markets for identical assets (Level 1)	Significant other observable inputs (Level 2)	Significant unobservable inputs (Level 3)	
Other investments					
Tangible property	164,565	-	164,565	-	-
Notes receivable	154,694	-	-	154,694	-
Closely held stock	1,362,680	-	-	1,362,680	-
	<u>1,681,939</u>	-	<u>164,565</u>	<u>1,517,374</u>	-
Land and real estate					
Land	8,718,731	-	-	8,718,731	-
Real estate	2,270,000	-	2,270,000	-	-
	<u>10,988,731</u>	-	<u>2,270,000</u>	<u>8,718,731</u>	-
	<u>\$308,275,118</u>	<u>\$265,173,371</u>	<u>\$ 2,434,565</u>	<u>\$ 12,652,352</u>	<u>\$ 28,014,830</u>

The following is a reconciliation of the beginning and ending balances of recurring fair value measurements recognized in the accompanying consolidated statement of financial position using significant unobservable (Level 3) inputs:

	Program Related Investments	Other Investments	Land and Real Estate	Total
Balance, beginning of year	\$ 2,416,247	\$ 1,517,374	\$8,718,731	\$ 12,652,352
Total realized and unrealized gains and (losses) and interest included in change in net assets	(75,776)	(34,351)	(102,638)	(212,765)
Purchases, issues, sales, and settlements:				
Purchases	571,993	-	-	571,993
Sales and proceeds	<u>(1,368,931)</u>	<u>(15,100)</u>	<u>(170,185)</u>	<u>(1,554,216)</u>
Balance, end of year	<u>\$ 1,543,533</u>	<u>\$ 1,467,923</u>	<u>\$8,445,908</u>	<u>\$ 11,457,364</u>
Change in unrealized gains or losses for the period included in changes in net assets for assets held at the end of the reporting period	\$ -	\$ -	\$ -	\$ -

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Quantitative information about significant unobservable inputs used in the measurement of fair value for Level 3 investments is not developed by the Foundation and is not considered reasonably available. Therefore, the Foundation is not subject to the disclosure requirements under FASB Codification Topic 820 *Fair Value Measurement* regarding quantitative information about significant unobservable inputs used in Level 3 fair value measurement.

Additional disclosures as required per FASB Codification Topic 820 set forth in the following table are certain hedge funds and private equity markets redemption frequency and redemption notice periods as of June 30, 2023:

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	<u>Fair value</u>	<u>Unfunded commitments</u>	<u>Fund strategy</u>	<u>Redemption frequency</u>	<u>Redemption notice period</u>
Hedge Funds					
Anchorage Capital Partners Offshore, Ltd.	\$ 908,139	\$ -	Long/short credit	Quarterly	90 days
Capstone Vol (Offshore) Limited	3,230,920	-	Relative value	Quarterly	60 days
Hudson Bay International Fund Ltd.	3,352,616	-	Event driven	Quarterly	65 days
Laurion Capital Ltd.	2,063,674	-	Global macro	Quarterly	45 days
Oasis Investments II Offshore Feeder Ltd.	2,074,671	-	Multi-strategy	Quarterly	60 days
Senator Global Opportunities Offshore, Ltd.	2,077,801	-	Event driven	Quarterly	60 days
Southpoint Qualified Offshore Fund, LTD.	3,682,711	-	Long/short equity	Quarterly	60 days
TCIM Offshore Fund Ltd.	2,556,247	-	Long/short equity	Quarterly	30 days
Trend Capital Macro	2,666,246	-	Global macro	Quarterly	30 days
Valinor Capital Partners Offshore, Ltd.	128,077	-	Long/short equity	Quarterly	60 days
Wolverine Flagship RV	<u>3,239,826</u>	<u>-</u>	Relative value	Quarterly	60 days
	25,980,928	-			
Private Markets					
Cornell Capital Partners II LP	737,869	1,300,000	Buyout	Illiquid	N/A
Kingswood Capital Opportunities Fund II	305,639	1,605,755	Distressed	Illiquid	N/A
NexPhase Capital Fund V-A, LP	-	2,000,000	Buyout	Illiquid	N/A
Seaside Equity Partners II-B, LP	-	2,000,000	Buyout	Illiquid	N/A
TrueBridge Capital Fund VII	578,279	1,376,000	Venture capital fund of funds	Illiquid	N/A
Windrose Health Investors VI, L.P.	<u>679,590</u>	<u>1,331,424</u>	Buyout	Illiquid	N/A
	<u>2,301,377</u>	<u>9,613,179</u>			
Total alternative investments	<u>\$ 28,282,305</u>	<u>\$ 9,613,179</u>			

**COMMUNITY FOUNDATION OF THE OZARKS, INC.
AND SUPPORTING ORGANIZATIONS
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JUNE 30, 2023 AND 2022**

11. Endowments

The Foundation's endowment consists of approximately 1,450 individual funds. Most are donor-restricted endowments. As required by GAAP, net assets associated with endowment funds, including funds designated by the Board of Directors to function as endowments, are classified and reported based on the existence or absence of donor-imposed restrictions.

The Board of Directors of 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 with donor restriction net assets (1) the original value of gifts donated to the permanent endowment, (2) subsequent gifts to the endowment, and (3) 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. In accordance with UPMIFA, the Foundation considers the following factors in making a determination to appropriate or accumulate donor-restricted endowment funds:

Interpretation of relevant law

- The duration and preservation of funds
- The purposes of the donor-restricted endowment funds
- 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

Endowment net asset activity is as follows for the year ended June 30, 2023:

Beginning balance	\$ 187,156,563
Contributions	15,318,410
Other income	434,368
Investment earnings:	
Interest and dividends	5,957,445
Net realized and unrealized gains	12,573,202
Transfers	6,497,605
Released from restrictions	<u>(10,980,645)</u>
Ending balance	<u>\$ 216,956,948</u>

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Due to investment performance, some of the individual donor restricted endowment funds may have fair values that are cumulatively less than the amount of the corpus. Corpus includes the aggregate of gift additions to the funds and investment return required to be retained. Such endowments are commonly referred to as “underwater” endowments. The Foundation intends to continue to invest its endowment funds prudently so that these funds are restored to their historical corpus amounts and subsequently produce positive earnings that can be used consistent with the purpose of the funds.

12. Liquidity and availability of resources

The Foundation’s financial assets available within one year of the statement of financial position for general expenditure are as follows:

	2023	2022
Financial assets:		
Cash and cash equivalents	\$ 75,280,207	\$ 61,821,609
Contributions receivable	375,625	1,378,901
Investments	348,612,043	308,275,118
	424,267,875	371,475,628
Less those unavailable for general expenditure:		
Accrued liabilities and expenses	246,992	208,485
Agency funds	107,286,046	98,430,292
Assets that are restricted by donor	300,344,388	255,316,434
	407,877,426	353,955,211
Financial assets available to meet cash needs for general expenditure within one year	\$ 16,390,449	\$ 17,520,417

The Foundation’s financial assets are supported by contributions and investment returns. A portion of the Foundation’s investments are donor restricted for future needs of the Foundation. Notes receivable and notes payable are unique in that the debt is passed through the Foundation to community organizations.

13. Reclassifications

From time to time, the Foundation reviews its classifications of donor restricted net assets. As part of the review process, funds are analyzed and reclassified if needed. This year, the Foundation identified funds where the donor had switched their intention, or earnings had previously been allocated to a different fund. These reclassifications had no effect on net assets as previously reported.

**COMMUNITY FOUNDATION OF THE OZARKS, INC.
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14. Subsequent events

In preparing these consolidated financial statements, the Foundation has evaluated events and transactions for potential recognition or disclosure through October 31, 2023, the date the consolidated financial statements were available to be issued.

CONSOLIDATING FINANCIAL STATEMENTS

COMMUNITY FOUNDATION OF THE OZARKS, INC. AND SUPPORTING ORGANIZATIONS
CONSOLIDATING STATEMENT OF FINANCIAL POSITION
JUNE 30, 2023

ASSETS

	<u>Community Foundation</u>	<u>Stenger Foundation</u>	<u>OCREF</u>	<u>Stock Trust</u>	<u>Eliminations</u>	<u>Consolidated</u>
Assets						
Cash and cash equivalents	\$ 75,280,207	\$ 4,249	\$ 14,549	\$ -	\$ (18,798)	\$ 75,280,207
Contributions receivable	375,625	-	-	-	-	375,625
Prepaid expenses	192,533	-	-	-	-	192,533
	<u>75,848,365</u>	<u>4,249</u>	<u>14,549</u>	<u>-</u>	<u>(18,798)</u>	<u>75,848,365</u>
Investments						
Diversified investment pool	268,134,578	-	-	-	-	268,134,578
Advisor-managed funds	65,635,654	-	-	-	-	65,635,654
Balanced investment pool	2,277,158	-	-	-	-	2,277,158
Mission related investments	1,107,289	-	-	-	-	1,107,289
Program related investments	1,543,533	-	-	-	-	1,543,533
Other investments	1,467,923	86,250	-	1,381,573	(1,467,823)	1,467,923
Land and real estate	8,445,908	8,401,908	44,000	-	(8,445,908)	8,445,908
	<u>348,612,043</u>	<u>8,488,158</u>	<u>44,000</u>	<u>1,381,573</u>	<u>(9,913,731)</u>	<u>348,612,043</u>
Split interest agreements						
Charitable trusts	685,938	-	-	-	-	685,938
Cash surrender value of life insurance	459,982	-	-	-	-	459,982
	<u>1,145,920</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,145,920</u>
Property and equipment, net	<u>1,108,055</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,108,055</u>
Total assets	<u>\$ 426,714,383</u>	<u>\$ 8,492,407</u>	<u>\$ 58,549</u>	<u>\$ 1,381,573</u>	<u>\$ (9,932,529)</u>	<u>\$ 426,714,383</u>

See Independent Auditor's Report

COMMUNITY FOUNDATION OF THE OZARKS, INC. AND SUPPORTING ORGANIZATIONS
CONSOLIDATING STATEMENT OF FINANCIAL POSITION, CONTINUED
JUNE 30, 2023

LIABILITIES AND NET ASSETS

	<u>Community Foundation</u>	<u>Stenger Foundation</u>	<u>OCREF</u>	<u>Stock Trust</u>	<u>Eliminations</u>	<u>Consolidated</u>
Liabilities						
Accrued liabilities and expenses	\$ 246,992	\$ -	\$ -	\$ -	\$ -	\$ 246,992
Notes payable	48,114	-	-	-	-	48,114
Annuities payable	285,324	-	-	-	-	285,324
Agency funds	<u>107,286,046</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>107,286,046</u>
	<u>107,866,476</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>107,866,476</u>
Net assets						
Without donor restriction	18,503,519	-	-	-	-	18,503,519
With donor restrictions	<u>300,344,388</u>	<u>8,492,407</u>	<u>58,549</u>	<u>1,381,573</u>	<u>(9,932,529)</u>	<u>300,344,388</u>
Total net assets	<u>318,847,907</u>	<u>8,492,407</u>	<u>58,549</u>	<u>1,381,573</u>	<u>(9,932,529)</u>	<u>318,847,907</u>
Total liabilities and net assets	<u>\$ 426,714,383</u>	<u>\$ 8,492,407</u>	<u>\$ 58,549</u>	<u>\$ 1,381,573</u>	<u>\$ (9,932,529)</u>	<u>\$ 426,714,383</u>

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COMMUNITY FOUNDATION OF THE OZARKS, INC. AND SUPPORTING ORGANIZATIONS
CONSOLIDATING STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2023

	<u>Community Foundation</u>	<u>Stenger Foundation</u>	<u>OCREF</u>	<u>Stock Trust</u>	<u>Eliminations</u>	<u>Consolidated</u>
Revenues						
Contributions	\$ 48,145,968	\$ 37,303	\$ 9	\$ 1,423,564	\$ (1,460,876)	\$ 48,145,968
Contributions - nonfinancial	431,638	-	315,000	87,583	(402,583)	431,638
Net investment earnings	23,322,781	(155,982)	(722,256)	13,863	864,375	23,322,781
Management fees and services	941,209	-	(87)	-	87	941,209
Other revenues	<u>171,826</u>	<u>-</u>	<u>813</u>	<u>-</u>	<u>(813)</u>	<u>171,826</u>
Total revenues	<u>73,013,422</u>	<u>(118,679)</u>	<u>(406,521)</u>	<u>1,525,010</u>	<u>(999,810)</u>	<u>73,013,422</u>
Expenses						
Grants and scholarships	24,337,612	-	437,572	-	(437,572)	24,337,612
Programs	1,580,852	-	-	-	-	1,580,852
Administrative	2,075,911	39,518	42,435	15,176	(97,129)	2,075,911
Development	<u>1,249,668</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,249,668</u>
Total expenses	<u>29,244,043</u>	<u>39,518</u>	<u>480,007</u>	<u>15,176</u>	<u>(534,701)</u>	<u>29,244,043</u>
Other changes						
Transfers (in) out	(30,828)	167,000	1,554,985	1,490,941	(3,212,926)	(30,828)
Split interest agreements	<u>(193,348)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(193,348)</u>
Total other changes	<u>(224,176)</u>	<u>167,000</u>	<u>1,554,985</u>	<u>1,490,941</u>	<u>(3,212,926)</u>	<u>(224,176)</u>
Increase (decrease) in net assets	43,993,555	(325,197)	(2,441,513)	18,893	2,747,817	43,993,555
Reclassifications	(262,495)	-	-	-	-	(262,495)
Net assets at beginning of year	<u>275,116,847</u>	<u>8,817,604</u>	<u>2,500,062</u>	<u>1,362,680</u>	<u>(12,680,346)</u>	<u>275,116,847</u>
Net assets at end of year	<u>\$ 318,847,907</u>	<u>\$ 8,492,407</u>	<u>\$ 58,549</u>	<u>\$ 1,381,573</u>	<u>\$ (9,932,529)</u>	<u>\$ 318,847,907</u>

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SUPPLEMENTAL INFORMATION

COMMUNITY FOUNDATION OF THE OZARKS, INC. AND SUPPORTING ORGANIZATIONS
SCHEDULE OF CONSOLIDATED FOUNDATION AND AGENCY FUNDS ACTIVITY

	<u>Year Ended June 30, 2023</u>			<u>Year Ended June 30, 2022</u>		
	<u>Foundation Funds</u>	<u>Agency Funds</u>	<u>Total</u>	<u>Foundation Funds</u>	<u>Agency Funds</u>	<u>Total</u>
Revenues						
Contributions	\$ 48,145,968	\$ 29,591,335	\$ 77,737,303	\$ 36,503,498	\$ 23,622,138	\$ 60,125,636
Contributions - nonfinancial	431,638	-	431,638	2,183,786	-	2,183,786
Net investment earnings	23,322,781	7,306,704	30,629,485	(30,289,206)	(6,847,909)	(37,137,115)
Management fees received	941,209	-	941,209	765,541	-	765,541
Other revenues	171,826	-	171,826	112,146	-	112,146
Total revenues	<u>73,013,422</u>	<u>36,898,039</u>	<u>109,911,461</u>	<u>9,275,765</u>	<u>16,774,229</u>	<u>26,049,994</u>
Expenses						
Grants and scholarships	24,337,612	27,315,014	51,652,626	20,629,658	19,664,792	40,294,450
Programs	1,580,852	-	1,580,852	1,304,238	-	1,304,238
Administrative	2,075,911	17,729	2,093,640	1,695,196	110,607	1,805,803
Development	1,249,668	-	1,249,668	945,631	-	945,631
Total expenses	<u>29,244,043</u>	<u>27,332,743</u>	<u>56,576,786</u>	<u>24,574,723</u>	<u>19,775,399</u>	<u>44,350,122</u>
Other changes						
Transfers (in) out	(30,828)	30,828	-	1,918,985	(1,918,985)	-
Split interest agreements	(193,348)	-	(193,348)	360,452	-	360,452
Management fees paid	-	941,209	941,209	-	765,541	765,541
Total other changes	<u>(224,176)</u>	<u>972,037</u>	<u>747,861</u>	<u>2,279,437</u>	<u>(1,153,444)</u>	<u>1,125,993</u>
Increase (decrease) in available funds	43,993,555	8,593,259	52,586,814	(17,578,395)	(1,847,726)	(19,426,121)
Reclassifications	(262,495)	262,495	-	195,375	(195,375)	-
Total - beginning of year	<u>275,116,847</u>	<u>98,430,292</u>	<u>373,547,139</u>	<u>292,499,867</u>	<u>100,473,393</u>	<u>392,973,260</u>
Total - end of year	<u>\$ 318,847,907</u>	<u>\$ 107,286,046</u>	<u>\$ 426,133,953</u>	<u>\$ 275,116,847</u>	<u>\$ 98,430,292</u>	<u>\$ 373,547,139</u>

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**COMMUNITY FOUNDATION OF THE OZARKS, INC. AND SUPPORTING ORGANIZATIONS
SCHEDULE OF AFFILIATE FOUNDATIONS
FOR THE YEAR ENDED JUNE 30, 2023**

#	<u>Affiliate name</u>	<u>Year Est.</u>	#	<u>Affiliate name</u>	<u>Year Est.</u>
1	Alton Community Foundation	August 2007	28	Hickory County Community Wellness Foundation	December 1999
2	Ash Grove Area Community Foundation	May 2020	29	Houston Community Foundation	April 2006
3	Aurora Area Community Foundation	September 2006	30	Jacks Fork Community Foundation	June 2004
4	Barton County Community Foundation	May 2015	31	Joplin Regional Community Foundation	December 2006
5	Benton County Community Foundation	August 1999	32	Lockwood Community Foundation	February 1998
6	Bolivar Area Community Foundation	April 2003	33	Marshfield Area Community Foundation	June 2005
7	Bootheel Regional Community Foundation*	April 2019	34	Meramec Regional Community Foundation	June 2010
8	Bourbon Community Foundation	October 2003	35	Monett Area Community Foundation	September 1998
9	Cabool Community Foundation	December 2020	36	Mountain Grove Area Community Foundation	February 2004
10	Cape Area Community Foundation	August 2015	37	Mt. Vernon Area Community Foundation	March 2005
11	Carthage Community Foundation	May 1999	38	Neosho Community Foundation	March 2011
12	Cassville Community Foundation	November 2004	39	Nevada/Vernon County Community Foundation	October 2020
13	Community Foundation of Rogersville	November 2015	40	Nixa Community Foundation	November 1993
14	Community Foundation of Taney County	April 2002	41	Owensville Area Community Foundation	March 2015
15	Community Foundation of the Hermann Area, Inc. (86-1873555) **	June 2005	42	Ozark County Community Foundation	January 2003
16	Community Foundation of the Lake (82-3298970) **	August 2009	43	Ozark Foothills Regional Community Foundation	November 2011
17	Community Foundation of West Plains, Inc. (43-1930380) **	March 2004	44	Perry County Community Foundation	December 2014
18	Crawford County Foundation, Inc. (43-1941534) **	August 2005	45	Republic Community Foundation	November 2004
19	DACO Community Foundation	August 2006	46	Ripley County Community Foundation	June 2003
20	Dallas County Community Foundation	October 1998	47	Sarcoxi Community Foundation	September 2011
21	Dent County Community Foundation	December 1999	48	St. James Area Community Foundation	May 2003
22	Douglas County Community Foundation	July 2003	49	Ste. Genevieve County Community Foundation	April 2003
23	El Dorado Springs Community Foundation	May 2001	50	Stockton Community Foundation	May 2002
24	Eldon Community Foundation	February 2005	51	Table Rock Lake Community Foundation	March 2004
25	Fair Grove Area Community Foundation	April 2021	52	Truman Lake Community Foundation (43-1728406) **	May 2000
26	Finley River Community Foundation	May 2001	53	Willard Children's Charitable Foundation (84-4969392) **	August 2005
27	Greater Seymour Area Community Foundation	August 1998	54	Willow Springs Community Foundation (43-1622500) **	March 2001

* New affiliate community foundation

** Has own EIN Number

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