SOUTHERN PARTNERS FUND, INC.

FINANCIAL STATEMENTS

DECEMBER 31, 2022 AND 2021

With Independent Auditor's Report Thereon

SOUTHERN PARTNERS FUND, INC.
DECEMBER 31, 2022 AND 2021

TABLE OF CONTENTS

Independent Auditor's Report	1-2
Financial Statements	
Statements of Financial Position	3
Statements of Activities	4-5
Statements of Functional Expenses	6-7
Statements of Cash Flows	8
Notes to the Financial Statements	9-18

INDEPENDENT AUDITOR'S REPORT

To the Board of Directors of
Southern Partners Fund, Inc.

Opinion

We have audited the accompanying financial statements of Southern Partners Fund, Inc., (a nonprofit organization) (the "Fund"), which comprise the statements of financial position as of December 31, 2022 and 2021, and the related statements of activities, functional expenses and cash flows for the years then ended, and the related notes to the financial statements.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Southern Partners Fund, Inc. as of December 31, 2022 and 2021, and the changes in its net assets and its cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the Fund and to meet our other ethical responsibilities in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Responsibilities of Management for the Financial Statements

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

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

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with 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 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 financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Fund's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the Fund'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.

Morrow, Georgia
November 28, 2023

SOUTHERN PARTNERS FUND, INC.
STATEMENTS OF FINANCIAL POSITION
DECEMBER 31, 2022 AND 2021

ASSETS

	2022	2021
CURRENT ASSETS		
Cash and cash equivalents	$ 3,896,112	$ 4,365,615
Cash – donor advised	6,357	11,182
Marketable securities	9,597,966	12,617,248
Contributions receivable	216	155
Pledges receivable	190,000	430,000
Prepaid expenses	21,591	25,771
TOTAL CURRENT ASSETS	13,712,242	17,449,971
MARKETABLE SECURITIES – ENDOWMENT	6,230,341	6,230,341
PLEDGES RECEIVABLE – LONG-TERM, NET	-	148,515
FIXED ASSETS, NET	17,945	19,655
OPERATING RIGHT OF USE ASSET	133,568	-
SECURITY DEPOSIT	3,779	3,779
TOTAL ASSETS	$ 20,097,875	$ 23,852,261

LIABILITIES AND NET ASSETS

CURRENT LIABILITIES		
Accounts payable	$ 60,659	$ 6,637
Grants payable	172,500	80,000
Payroll liabilities	42,625	34,414
Deferred rent	-	28,298
Lease liability	50,082	-
TOTAL CURRENT LIABILITIES	325,866	149,349
LEASE LIABILITY – LONG TERM	107,026	-
TOTAL LIABILITIES	432,892	149,349
NET ASSETS		
Without donor restrictions	12,395,274	14,999,707
With donor restrictions		
Restricted by purpose or time	1,039,368	2,472,864
Restricted for endowment	6,230,341	6,230,341
Total net assets with donor restrictions	7,269,709	8,703,205
TOTAL NET ASSETS	19,664,983	23,702,912
TOTAL LIABILITIES AND NET ASSETS	$ 20,097,875	$ 23,852,261

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

SOUTHERN PARTNERS FUND, INC.
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED DECEMBER 31, 2022

	Without Donor Restrictions	With Donor Restrictions	Total
SUPPORT AND REVENUES			
Contributions and grants	$ 1,055,813	$ 633,315	$ 1,689,128
Net assets released from restrictions due to satisfaction of donor-imposed restrictions	2,066,811	(2,066,811)	-
TOTAL SUPPORT AND REVENUES	3,122,624	(1,433,496)	1,689,128
EXPENSES			
Program services	2,618,814	-	2,618,814
Supporting services			
Management and general expenses	234,320	-	234,320
Fundraising expenses	325,673	-	325,673
Total supporting services	559,993	-	559,993
TOTAL EXPENSES	3,178,807	-	3,178,807
OPERATING DEFICIT	(56,183)	(1,433,496)	(1,489,679)
NONOPERATING CHANGES			
Realized and unrealized gains	(2,857,982)	-	(2,857,982)
Investment revenue	309,732	-	309,732
CHANGES IN NET ASSETS	(2,604,433)	(1,433,496)	(4,037,929)
NET ASSETS:			
AT BEGINNING OF YEAR	14,999,707	8,703,205	23,702,912
AT END OF YEAR	$ 12,395,274	$ 7,269,709	$19,664,983

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

SOUTHERN PARTNERS FUND, INC.
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED DECEMBER 31, 2021

	Without Donor Restrictions	With Donor Restrictions	Total
SUPPORT AND REVENUES			
Contributions and grants	$ 877,092	$ 1,576,481	$ 2,453,573
Net assets released from restrictions due to satisfaction of donor-imposed restrictions	1,536,044	(1,536,044)	-
TOTAL SUPPORT AND REVENUES	2,413,136	40,437	2,453,573
EXPENSES			
Program services	2,460,503	-	2,460,503
Supporting services			
Management and general expenses	206,733	-	206,733
Fundraising expenses	374,330	-	374,330
Total supporting services	581,063	-	581,063
TOTAL EXPENSES	3,041,566	-	3,041,566
OPERATING (DEFICIT) EXCESS	(628,430)	40,437	(587,993)
NONOPERATING CHANGES			
Realized and unrealized gains	1,491,542	-	1,491,542
Investment revenue	264,312	-	264,312
CHANGES IN NET ASSETS	1,127,424	40,437	1,167,861
NET ASSETS:			
AT BEGINNING OF YEAR	13,872,283	8,662,768	22,535,051
AT END OF YEAR	$14,999,707	$ 8,703,205	$23,702,912

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

SOUTHERN PARTNERS FUND, INC.
STATEMENT OF FUNCTIONAL EXPENSES
FOR THE YEAR ENDED DECEMBER 31, 2022

	Program activities	Management and general	Fundraising	Total
Grantmaking	$ 1,816,411	$ -	$ -	$ 1,816,411
Personnel	476,138	191,759	267,776	935,673
Office	100,087	37,753	51,407	189,247
Board and committee development	133,197	-	-	133,197
Program development	64,932	-	-	64,932
Professional development	9,021	3,404	4,595	17,020
Leadership development	15,308	-	-	15,308
Conferences	3,720	1,404	1,895	7,019
TOTAL EXPENSES	$ 2,618,814	$ 234,320	$ 325,673	$ 3,178,807

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

SOUTHERN PARTNERS FUND, INC.
STATEMENT OF FUNCTIONAL EXPENSES
FOR THE YEAR ENDED DECEMBER 31, 2021

	Program activities	Management and general	Fundraising	Total
Grantmaking	$ 1,844,793	$ -	$ -	$ 1,844,793
Personnel	340,312	180,049	273,543	793,904
Office	66,490	25,059	34,675	126,224
Board and committee development	150,692	-	64,000	214,692
Program development	51,001	-	-	51,001
Professional development	4,386	1,625	2,112	8,123
Leadership development	2,829	-	-	2,829
TOTAL EXPENSES	$ 2,460,503	$ 206,733	$ 374,330	$ 3,041,566

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

SOUTHERN PARTNERS FUND, INC.
STATEMENTS OF CASH FLOWS
FOR THE YEARS ENDED DECEMBER 31, 2022 AND 2021

	2022	2021
CASH FLOWS FROM OPERATING ACTIVITIES		
Change in net assets	$(4,037,929)	$ 1,167,861
Adjustments to reconcile change in net assets to net cash used in operating activities		
Depreciation	8,968	11,629
Unrealized loss (gain) on marketable securities	2,881,868	(1,277,048)
Amortization of right of use asset	43,377	-
(Increase)/Decrease in operating assets:		
Contributions receivable	(61)	345
Pledges receivable	240,000	(111,800)
Prepaid expenses	4,180	(8,093)
Pledges receivable – long-term	148,515	(69,913)
Increase/(Decrease) in operating liabilities:		
Accounts payable	54,022	(5,589)
Grants payable	92,500	58,000
Payroll liabilities	8,211	14,134
Deferred rent	-	(3,317)
Lease liability	(48,135)	-
NET CASH USED IN OPERATING ACTIVITIES	(604,484)	(223,791)
CASH FLOWS FROM INVESTING ACTIVITIES		
Proceeds from investments, net	6,513,021	2,629,627
Purchase of investments, net	(5,962,101)	(11,547,360)
Interest and dividends, reinvested	(413,506)	(367,100)
Property and equipment purchases	(7,258)	(16,122)
NET CASH PROVIDED BY (USED IN) INVESTING ACTIVITIES	130,156	(9,300,955)
NET CASH PROVIDED BY FINANCING ACTIVITIES	-	-
NET CHANGE IN CASH AND CASH EQUIVALENTS	(474,328)	(9,524,746)
CASH AND CASH EQUIVALENTS: AT THE BEGINNING OF THE YEARS	4,376,797	13,901,543
AT THE END OF THE YEARS	$ 3,902,469	$ 4,376,797

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

SOUTHERN PARTNERS FUND, INC.
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2022 AND 2021

1. ORGANIZATION

Southern Partners Fund, Inc. (the "Fund") was incorporated as a not-for-profit Georgia corporation in August 1998. The Fund provides financial resources, technical assistance and training, and access to systems of information to southern communities and organizations seeking social, economic, and environmental justice.

The Fund is funded by private donations from individuals, corporations, and foundations.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A summary of the significant accounting policies consistently applied in the preparation of the accompanying financial statements follows.

Basis of accounting
The accompanying financial statements have been prepared on the accrual basis of accounting in accordance with accounting principles generally accepted in the United States of America ("GAAP").

The Fund's net assets and its revenues, expenses, gains and losses are classified based on the existence or absence of donor-imposed restrictions. Accordingly, the net assets of the Fund and changes therein are classified and reported as follows:

Net assets without donor restrictions – Net assets that are not subject to donor-imposed restrictions and may be expended for any purpose in performing the primary objective of the organization. These net assets may be used at the discretion of the Fund's management and the board of directors.

Board designated net assets – Net assets subject to board-imposed restrictions.

Net assets with donor restrictions – Net assets subject to donor-imposed stipulations that may or will be met by actions of the Fund and/or passage of time. Some donor-imposed restrictions are perpetual in nature, where the donor stipulates that resources be maintained in perpetuity.

Contributions received are recorded as net assets without donor restrictions or net assets with donor restrictions, depending on the existence and/or nature of any donor-imposed restrictions. Contributions that are restricted by the donor are reported as an increase in net assets without donor restrictions if the restriction expires in the reporting period in which the contribution is recognized. All other donor restricted contributions are reported as an increase in net assets with donor restrictions, depending on the nature of restriction. When a restriction expires (that is, when a stipulated time restriction ends or purpose restriction is

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

accomplished), net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the statements of activities as net assets released from restrictions.

Cash and cash equivalents

The Fund considers all highly liquid investments with an original maturity of three months or less when purchased to be cash equivalents. Cash and cash equivalents for purposes of the statement of cash flows exclude permanently restricted cash and cash equivalents. The Fund had cash equivalents of $2,929,638 and $4,249,210 for years ended December 31, 2022 and 2021, respectively.

Contributions and pledges receivable

Unconditional promises to give that are expected to be collected within one year are recorded at net realizable value. Unconditional promises to give that are expected to be collected in future years are recorded at the present value of their estimated future cash flows. The discounts on those amounts are computed using risk-free interest rates applicable to the years in which the promises are received. Discount amortization is included in contribution revenue.

A discount rate of 1% was used for discounting long-term pledges receivable to give balances as of December 31, 2022 and 2021, respectively. The amount of discount associated with long-term pledges receivable was $0 and $1,485, respectively.

Revenue recognition

The Fund recognizes contributions when cash, securities or other assets; an unconditional promise to give; or a notification of a beneficial interest is received. Conditional promises to give - that is, those with a measurable performance or other barrier and a right of return - are not recognized until the conditions on which they depend have been met.

Property and equipment

Fixed assets are stated on the basis of cost. Depreciation is computed over the estimated useful lives (3-7 years) of the assets using the double-declining method. Acquisition of furniture and equipment or repairs, maintenance or betterments that materially prolong useful lives of assets are capitalized. The client uses a threshold of $500 to capitalize fixed assets.

Investments

The Fund's investments consist of various marketable securities held at financial institutions. Investment earnings, including interest and dividend income and realized and unrealized gains and losses, are recorded in net assets without donor restriction unless their use is restricted by explicit donor stipulation. Investment revenue is presented in the statements of activities net of investment expense.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Fair value measurements

Fair value is defined as the price that would be received to sell an asset in the principal or most advantageous market for the asset in an orderly transaction between market participants on the measurement date. Fair value should be based on the assumptions market participants would use when pricing an asset. US GAAP establishes a fair value hierarchy that prioritizes investments based on those assumptions. The fair value hierarchy gives the highest priority to quoted prices in active markets (observable inputs) and the lowest priority to an entity's assumptions (unobservable inputs). The Fund groups assets at fair value in three levels, based on the markets in which the assets and liabilities are traded and the reliability of the assumptions used to determine fair value. These levels are:

> Level 1: Quoted prices in active markets for identical assets or liabilities.
> Level 2: Unobservable prices that are based on inputs not quoted on active markets, but corroborated by market data.
> Level 3: Inputs are unobservable inputs for the asset that are supported by little or no market activity and that are significant to the fair value of the underlying asset.

As of December 31, 2022 and 2021, all investments were considered level 1 investments.

Functional allocation of expenses

The Fund allocates its expenses on a functional basis among its various programs and support services. Expenses that can be identified with a specific program and support services are allocated directly according to their natural expenditure classification. Indirect expenses have been allocated based primarily on salary expenditures.

Income taxes

The Fund qualifies as a tax-exempt organization under Section 501(c)(3) of the Internal Revenue Code and, accordingly, is only subject to federal or state income taxes on specific types of income from activities that are unrelated to its exempt purpose. The Fund had no income from unrelated activities and has no income taxes due as of December 31, 2022 and 2021.

The Fund's application of ASC 740 regarding uncertain tax positions had no effect on its financial position as management believes the Fund has no material unrecognized income tax benefits, including any potential risk of loss of its not-for-profit tax status. The Fund would account for any potential interest or penalties related to possible future liabilities for unrecognized income tax benefits as income tax expense. The Fund is no longer subject to examination by federal, state or local tax authorities for periods before 2019.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Estimates

Management of the Fund makes estimates and assumptions related to the reporting of assets and liabilities and the disclosure of contingent assets and liabilities to prepare the financial statements in conformity with GAAP. Actual results could differ from these estimates.

Recently adopted accounting guidance

ASU No. 2016-02 Leases (Topic 842)

In February 2016, the Financial Accounting Standards Board (FASB) issued guidance (Accounting Standards Codification [ASC] 842, *Leases*) to increase transparency and comparability among organizations by requiring the recognition of right-of-use (ROU) assets and lease liabilities on the statement of financial position. Most prominent among the changes in the standard is the recognition of ROU assets and lease liabilities by lessees for those leases classified as operating leases. 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.

The Fund adopted the standard effective January 1, 2022 and recognized and measured leases existing at January 1, 2022 (the beginning of the period of adoption) with certain practical expedients available. Lease disclosures for the year ended December 31, 2021 are made under prior lease guidance in FASB ASC 840.

The Fund elected the available practical expedients to account for their operating leases under the new guidance, without reassessing (a) whether the contracts contain leases under the new standard, (b) whether classification of operating leases would be different in accordance with the new guidance, or (c) whether the unamortized initial direct costs before transition adjustments would have met the definition of initial direct costs in the new guidance at lease commencement.

As a result of the adoption of the new lease accounting guidance, the Fund recognized on January 1, 2022 a lease liability of $205,242, which represents the present value of the remaining operating lease payments of $210,911, discounted using a risk-free rate of 1.37%, and a right-of-use asset of $176,945, which represents the operating lease liability of $205,242 adjusted for accrued rent of $28,297. The adoption had a material impact on the Fund's statements of financial position but did not have a material impact on the statements of activities or statements of cash flows. The most significant impact was the recognition of ROU assets and lease liabilities for operating leases.

Subsequent events

Subsequent events have been evaluated through November 28, 2023, which is the date the financial statements were available to be issued.

3. AVAILABILITY AND LIQUIDITY

The following represents the Fund's financial assets at December 31, 2022, reduced by amounts not available for expenditure within one year. Financial assets are considered unavailable when illiquid or not convertible to cash within one year.

Financial assets:	
Cash and cash equivalents	$ 3,896,112
Cash – donor advised	6,357
Marketable securities	15,828,307
Contributions receivable	216
Pledges receivable	190,000
Financial assets at year-end	19,920,992
Less amounts not available to be used within one year:	
Net assets with donor restrictions	(7,269,709)
Financial assets available to meet general expenditures for general expenditures within one year	$ 12,651,283

As part of the Fund's liquidity management it has a policy to structure its financial assets to be available as general expenditures, liabilities, and other obligations come due. Although the Fund does not intend to spend from its board designated endowment other than amounts appropriated for general expenditures as part of its annual budget approval and appropriation process, amounts from its board designated endowment could be made available if necessary.

4. FIXED ASSETS, NET

Property and equipment at December 31, 2022 and 2021 consisted of the following:

	2022	2021
Property and equipment	$ 115,930	$ 108,672
Less accumulated depreciation	(97,985)	(89,017)
Total fixed assets, net	$ 17,945	$ 19,655

Depreciation expense for the years ended December 31, 2022 and 2021 was $8,968 and $11,629, respectively.

5. INVESTMENTS

The following is a summary of investments at December 31, 2022 and 2021:

	2022	2021
Cash and equivalents	$ 1,565,146	$ 1,852,148
Equity funds	6,708,489	3,974,386
Equities	3,954,881	8,972,613
Fixed income	3,459,779	3,670,308
Bond funds	1,589,174	2,131,087
Other assets	115,985	99,195
	$17,393,454	$20,699,737

Investment revenue for the year ended December 31, 2022 and 2021 is comprised of the following:

	2022	2021
Interest and dividends	$ 421,540	$ 369,280
Management fees	(111,808)	(104,968)
Total investment revenue	$ 309,732	$ 264,312

6. OPERATING LEASE ACTIVITIES

The Fund has an operating lease for office space. They assess whether an arrangement qualifies as a lease (i.e., conveys the right to control the use of an identified asset for a period of time in exchange for consideration) at inception and only reassesses its determination if the terms and conditions of the arrangement are changed. Leases with an initial term of 12 months or less are not recorded on the statement of financial position. Lease expense is recognized for these leases on a straight-line basis over the lease term. This lease did include 2 options to renew, however, the Fund has decided not to exercise these options.

Operating lease right-of-use asset and liability are recognized based on the present value of the future minimum lease payments over the lease term at commencement date. The lease did not provide an implicit rate. They made an election to use the risk-free rate as the discount rate for the purpose of lease calculations. The operating lease right-of-use asset is adjusted for any prepaid or accrued lease payments.

6. OPERATING LEASE ACTIVITIES (Continued)

Supplemental Cash Flows Information for the year ended December 31, 2022:

Cash paid for amounts included in the measurement of lease liabilities:	
Operating cash flows from operating leases	$ 50,412
Right-of-use assets obtained in exchange for lease obligations:	
Operating leases	$ 205,242
Weighted Average Remaining Lease Term	
Operating leases	36 months
Weighted Average Discount Rate	
Operating leases	1.37%

Future minimum lease payments under operating leases are as follows:

Year ended December 31,	Amount
2023	$ 51,923
2024	53,487
2025	55,089
Total lease payments	160,499
Less: interest	(3,391)
Present value of lease liabilities	$ 157,108

7. RELATED PARTY TRANSACTIONS

For the year ended December 31, 2022 and 2021, the Fund provided monies to Board members and Board member companies for compensation of services and unconditional grants. They are as follows:

John Littles, Board Member, was compensated $0 and $1,350, respectively, for performing services for the Fund. Their company, McIntosh S.E.E.D, was paid $40,650 and $70,345, respectively, for various consulting services and also received total grant contributions of $0 and $25,000, respectively.

Gardenia White, Vice Chair, was compensated $6,750 and $1,350, respectively, for performing services for the Fund.

Carolyn Ford, Board Treasurer, was compensated $6,750 and $1,600, respectively, for performing services for the Fund. Their company, North Florida Educational Development Corporation, was paid $0 and $30,000, respectively, for various consulting services and also received total grant contributions of $67,555 and $40,000, respectively.

7. RELATED PARTY TRANSACTIONS (Continued)

Tirso Moreno, Board Member, was compensated $7,000 and $1,350, respectively, for performing services for the Fund.

Rose Johnson, Board Member, was compensated $30,350 and $1,350, respectively, for performing services for the Fund. Their company, Newtown Florist Club, was paid $0 and $13,125, respectively, for various consulting services and also received total grant contributions of $104,610 and $111,875, respectively.

Karen Watson, Board Chair, was compensated $6,750 and $1,350, respectively, for performing services for the Fund. Their company, Positive Action Committee, was paid $0 and $15,000, respectively, for various consulting services and also received total grant contributions of $23,500 and $0, respectively.

Brett Bursey, Board Member, was compensated $5,000 and $0, respectively, for performing services for the Fund. Their company, South Carolina Progressive Network, received total grant contributions of $41,055 and $0, respectively.

Margarita Romo, Board Secretary, was compensated $5,000 and $0, respectively, for performing services for the Fund. Their company, Farmworkers Self-Help received total grant contributions of $53,000 and $0, respectively.

The Chief Financial Officer of the Fund has a related company, Alph Holdings, LLC, that was paid $0 and $9,500, respectively, for performing services for the Fund.

8. NET ASSETS

Net assets with donor restrictions were as follows for the years ended December 31, 2022 and 2021:

	2022	2021
Subject to expenditures for specific purpose:		
Restricted for voter rights and civic engagement	$ 705,768	$ 648,933
Restricted for passage of time	238,782	378,515
Restricted for disaster relief	82,989	723,739
Restricted for grantmaking	5,000	700,000
Restricted for Wilburn-Sapp	3,711	3,711
Restricted for Barbara Meyer	2,118	16,966
Restricted for digital story telling	1,000	1,000
Total net assets with donor restrictions	$ 1,039,368	$ 2,472,864

8. NET ASSETS (Continued)

Net assets with donor restrictions released from restrictions were as follows for the years ended December 31, 2022 and 2021:

	2022	2021
Restricted for voter rights and civic engagement	$ 480,580	$ 312,067
Restricted for passage of time	228,515	136,802
Restricted for disaster relief	640,750	1,079,864
Restricted for grantmaking	700,000	-
Restricted for Barbara Meyer	16,966	7,311
Total released from restrictions	$ 2,066,811	$ 1,536,044

9. CONCENTRATIONS OF CREDIT RISK

Concentration of Cash Balances
The Fund maintains its funds with a financial institution that insures cash balances up to $250,000 as of December 31, 2022, through the Federal Deposit Insurance Corporation (FDIC). The Fund maintains cash balances that may exceed insured limits as of December 31, 2022. As of December 31, 2022, the Fund held funds of $2,649,893 that are not covered by the FDIC. The Fund performs on-going evaluations of the financial institution to limit its concentration of credit risk exposure. The Fund has not experienced any losses in such accounts and management believes the Fund is not exposed to any significant credit risk related to cash.

Major Donors
For the year ended December 31, 2022, the Fund received a total of $1,275,000 from 2 donors which represents approximately 75% of total revenue and support. For the year ended December 31, 2021, the Fund received a total of $1,900,000 from 3 donors which represents approximately 44% of total revenue and support.

10. ENDOWMENT FUND

The Fund's endowment fund has been setup with donor-imposed restrictions and the funds are considered to be restricted permanently. The investment is to be held indefinitely, and the income generated by the investment is to be used for unrestricted purposes, at the board's discretion. The endowment's corpus grows via contributions designated for the endowment by donors. The long-term asset allocation ranges are as follows:

A. Fixed Income and Cash Securities - 15% to 40% with a goal of 25%

10. ENDOWMENT FUND (Continued)

B. Equities - 60% to 85% with a goal of 75%

Equity Allocation

Domestic Equities = 50% to 90%
- Large Cap = 10% to 30%
- Small Cap = 10% to 30%

International Equities = 10% to 30%
- Developed Markets = 10% to 30%
- Emerging Markets = 0% to 15%

The following is a reconciliation of the endowment funds for the years ended December 31, 2022 and 2021:

Endowment Fund December 31, 2020	$ 6,230,341
Contributions/withdrawals	-
Endowment Fund December 31, 2021	6,230,341
Contributions/withdrawals	-
Endowment Fund December 31, 2022	$ 6,230,341