

FOUR CORNERS MINISTRIES, INC.

Financial Statements

For the Year Ended December 31, 2022

(With Independent Accountant's Review Report Thereon)

FOUR CORNERS MINISTRIES, INC.

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For the Year Ended December 31, 2022

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BORLAND BENEFIELD

INDEPENDENT ACCOUNTANT'S REVIEW REPORT

To the Board of Directors
Four Corners Ministries, Inc.
Opelika, Alabama

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

Management's Responsibility for the Financial Statements

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

Accountant's Responsibility

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

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

Accountant's Conclusion

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

Borland Benefield P.C.

Auburn, AL
December 12, 2023

FOUR CORNERS MINISTRIES, INC.

Statement of Financial Position
December 31, 2022

ASSETS

Current Assets

Cash and cash equivalents	\$ 1,349,841
Investments	1,853,236
Accrued interest receivable	7,828
Other receivable	9,373
Inventory	187,636
Prepaid expenses	12,782
Total Current Assets	<u>3,420,696</u>

Fixed Assets

Buildings and improvements	1,070,037
Furniture, fixtures and equipment	94,620
Land and improvements	46,030
Vehicles	233,872
Construction in progress	23,771
Operating lease right-of-use asset	99,866
Total fixed assets	<u>1,568,196</u>
Less accumulated depreciation	<u>(435,778)</u>
Total Fixed Assets, net	<u>1,132,418</u>

TOTAL ASSETS

\$ 4,553,114

LIABILITIES AND NET ASSETS

Current Liabilities

Accounts payable	\$ 15,188
Credit card payable	41,436
Payroll tax liabilities	2,446
Sales tax payable	9,999
Operating lease liability (short-term)	47,762
Total Current Liabilities	<u>116,831</u>

Long-Term Liabilities

Operating lease liability (long-term)	<u>54,746</u>
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Total Liabilities

171,577

Net Assets

Without donor restriction	
Board designated reserves	791,707
Undesignated	2,843,091
Total without donor restriction	<u>3,634,798</u>

With donor restriction	746,739
Total Net Assets	<u>4,381,537</u>

TOTAL LIABILITIES AND NET ASSETS

\$ 4,553,114

See accompanying notes and independent accountant's review report.

FOUR CORNERS MINISTRIES, INC.

Statement of Activities
For the Year Ended December 31, 2022

	Without Donor Restrictions	With Donor Restrictions	Total
Revenues and Other Support:			
Abaana's Hope	\$ 314,601	\$ -	\$ 314,601
Dividened income	13,385	-	13,385
Educate Africa	3,100	-	3,100
FCM partners	55,602	-	55,602
Fundraising	265,496	42,983	308,479
Gain on sale of investments	16,108	-	16,108
General fund contributions <i>(net of cost of goods sold \$2,321)</i>	259,531	-	259,531
In-kind donations	127,954	-	127,954
Interest income	8,259	-	8,259
Intern financial support	9,579	9,985	19,564
Life beads sales <i>(net of cost of goods sold \$26,948)</i>	171,606	-	171,606
Miscellaneous	322	-	322
Missionary financial support	339,422	200,393	539,815
Missions	59,620	72,369	131,989
Net gain on sale of assets	5,021	-	5,021
Thrift store sales <i>(net of cost of goods sold \$49,409)</i>	792,929	-	792,929
Unrealized loss on investments	(173,700)	-	(173,700)
	<u>2,268,835</u>	<u>325,730</u>	<u>2,594,565</u>
 Net Assets Released from Restrictions:	 <u>341,552</u>	 <u>(341,552)</u>	 <u>-</u>
 Total Revenues and Other Support	 2,610,387	 (15,822)	 2,594,565
 Expenses:			
Supporting	247,117	-	247,117
Programs	1,751,389	-	1,751,389
Fundraising	29,856	-	29,856
	<u>2,028,362</u>	<u>-</u>	<u>2,028,362</u>
 Total Expenses	 2,028,362	 -	 2,028,362
 Changes in Net Assets	 582,025	 (15,822)	 566,203
 Net Assets, Beginning of Year	 3,052,773	 762,561	 3,815,334
 Net Assets, End of Year	 <u>\$ 3,634,798</u>	 <u>\$ 746,739</u>	 <u>\$ 4,381,537</u>

See accompanying notes and independent accountant's review report.

FOUR CORNERS MINISTRIES, INC.

Statement of Functional Expenses
For the Year Ended December 31, 2022

	ABAANA'S HOPE	MISSIONARIES	THRIFT STORE	OTHER PROGRAMS	TOTAL	MANAGEMENT & GENERAL	FUNDRAISING	TOTAL
Accounting fees	\$ 7,105	\$ -	\$ 3,667	\$ -	\$ 10,772	\$ 3,678	\$ -	\$ 14,450
Advertising	225	-	85	1,217	1,527	-	-	1,527
Allowance	-	73,838	-	-	73,838	-	-	73,838
Contract labor	1,575	787	3,594	47,993	53,949	1,163	263	55,375
Facility and equipment	61,056	-	10,519	-	71,575	-	-	71,575
Fees	40,760	8,430	15,234	12,304	76,728	5,357	2,238	84,323
Hospitality/benevolence	33,337	-	249	-	33,586	278	250	34,114
Information technology	540	-	2,891	7,188	10,619	10,031	-	20,650
Insurance	21	72	9,082	28	9,203	3,511	15	12,729
Lease expense	-	-	52,566	-	52,566	-	-	52,566
Livestock	3,965	-	-	-	3,965	-	-	3,965
Meals	56,757	-	1,234	-	57,991	4,756	12,443	75,190
Medical	18,157	1,914	-	358	20,429	-	-	20,429
Payroll taxes	998	13,213	28,159	2,555	44,925	13,139	711	58,775
Postage and shipping	736	93	71	4,028	4,928	1,406	104	6,438
Professional fees	2,208	-	-	-	2,208	-	-	2,208
Rent	816	-	7,259	5,113	13,188	13,888	3,308	30,384
Repairs and maintenance	29,155	-	4,595	-	33,750	-	-	33,750
Salaries and wages	13,052	172,723	368,088	33,385	587,248	171,752	9,290	768,290
School fees	5,850	-	-	-	5,850	-	-	5,850
Simple IRA	367	3,195	2,307	346	6,215	5,050	218	11,483
Supplies	55,088	13,494	12,178	11,498	92,258	5,089	374	97,721
Travel	63,631	51,233	7,152	53,679	175,695	4,112	642	180,449
Ugandan personnel	95,911	431	-	-	96,342	-	-	96,342
Utilities	3,465	-	45,718	-	49,183	1,756	-	50,939
Vehicle expense	67,921	-	21,200	-	89,121	862	-	89,983
Total Expenses Before Depreciation	562,696	339,423	595,848	179,692	1,677,659	245,828	29,856	1,953,343
Depreciation	54,772	-	18,958	-	73,730	1,289	-	75,019
Total Expenses	<u>\$ 617,468</u>	<u>\$ 339,423</u>	<u>\$ 614,806</u>	<u>\$ 179,692</u>	<u>\$ 1,751,389</u>	<u>\$ 247,117</u>	<u>\$ 29,856</u>	<u>\$ 2,028,362</u>

See accompanying notes and independent accountant's review report.

FOUR CORNERS MINISTRIES, INC.

Statement of Cash Flows
For the Year Ended December 31, 2022

Cash flows from operating activities

Increase in Net Assets	\$ 566,203
Adjustments to reconcile change in net assets to net cash provided (used) by operating activities:	
Depreciation	75,019
Gain on sale of equipment	(4,870)
Net change in operating lease	2,642
(Increase) decrease in accrued interest receivable	(7,828)
(Increase) decrease in other receivables	(1,734)
(Increase) decrease in inventory	(43,760)
(Increase) decrease in prepaid expenses	451
(Increase) decrease in investments	(1,733,547)
Increase (decrease) in accounts payable	474
Increase (decrease) in credit card payable	38,779
Increase (decrease) in other payable	(15,047)
Increase (decrease) in payroll tax liabilities	(1,626)
Increase (decrease) in sales tax payable	(1,175)
Net cash used by operating activities	<u>(1,126,019)</u>

Cash used by investing activities:

Purchase of property and equipment	(154,346)
Proceeds from sale of property and equipment	19,847

Net cash used by investing activities	<u>(134,499)</u>
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Net decrease in cash and cash equivalents	(1,260,518)
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Cash and cash equivalents at beginning of year	<u>2,610,359</u>
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Cash and cash equivalents at end of year	<u><u>\$ 1,349,841</u></u>
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See accompanying notes and independent accountant's review report.

FOUR CORNERS MINISTRIES, INC.

Notes to Financial Statements For the Year Ended December 31, 2022

Note 1 – Nature of Activities

Four Corners Ministries, Inc. (“the Organization”) is a nonprofit organization established in 2003. Its mission is to communicate and demonstrate the gospel of Jesus Christ to unreached and under equipped people groups and is funded through private donations. The Organization is a tax-exempt organization under Section 501(c)(3) of the Internal Revenue Code.

Note 2 - Summary of Significant Accounting Policies

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

Financial statement presentation – The Organization reports information regarding its financial position and activities according to two classes of net assets: net assets without donor restrictions and net assets with donor restrictions. The Organization records all revenues which are spent in the same fiscal year as revenue without donor restrictions. Any amounts that are not spent are recorded as revenue with donor restrictions if donor restrictions exist. In addition, the Organization is required to present a statement of functional expenses and cash flows. At December 31, 2022, net assets consist of the following:

Net assets without donor restrictions are those currently available for use in the Organization under the direction of the Board, those designed for specific uses, and those resources invested in land, buildings and equipment.

Net assets with donor restrictions represent gifts of cash and other assets restricted by donor imposed stipulations that limit the use of the donated assets.

Cash and cash equivalents – The Organization considers all highly liquid investments with an initial maturity of three months or less to be cash equivalents. Restricted cash and cash equivalents are related to funds raised by the various programs of the Organization to fund their respective activities.

Use of estimates – The preparation of financial statements in conformity with *Generally Accepted Accounting Principles* requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosures or contingent assets and liabilities at the date of the financial statements and reported amounts of revenues and expenses during the reporting period. Accordingly, actual results could differ from those estimates.

Income taxes – The Organization is a nonprofit agency exempt from Federal and State income taxes under Internal Revenue Code Section 501(c)(3), except to the extent it has taxable income from businesses that are not related to its exempt purpose. No income taxes resulted from unrelated business income for 2022. The Organization has been designated as an organization which is not a private foundation. This code section enables the Organization to accept donations that qualify as charitable contributions to the donors.

The Organization has implemented the provisions of FASB ASC Topic 740, *Accounting for Uncertainty in Income Taxes*. As of December 31, 2022, the Organization had no uncertain tax positions that qualify for disclosure in the financial statements. The Organization files an annual Form 990 with the Internal Revenue Service, and its tax return for the year 2019 and subsequent years remain subject to examination by tax authorities.

FOUR CORNERS MINISTRIES, INC.

Notes to Financial Statements For the Year Ended December 31, 2022

Contributions – Contributions are recognized when the donor makes an unconditional commitment to give to the Organization. Contributions that are restricted by the donor are reported as increases in net assets with donor restrictions and transferred to net assets without donor restrictions when the restriction expires, or the condition is met.

Contributed services – During 2022, the value of contributed services meeting the requirements for recognition in the financial statements was not material and has not been recorded.

Inventories – Inventories, which consist of a variety of donated items for the Thrift Stores, are recorded at estimated fair value at the date of donation. Inventories also include life beads where an annual inventory count is done at each partner location. Life beads inventory is valued at estimated cost of production at Abaana's Hope including labor and all direct materials.

Functional expenses – The costs of providing the various programs and activities have been summarized on a functional basis in the statement of functional expenses. Accordingly, certain costs have been allocated based on the programs and supporting services directly benefited.

Property and equipment – Purchased property and equipment is capitalized at cost, with the exception of donated property and equipment, which is recorded at fair market value at the date of donation. In absence of donor stipulations, contributions of property and equipment are recorded as unrestricted support. Depreciation is calculated using the straight-line method over each asset's estimated useful life of 5 to 39 years. When assets are retired or otherwise disposed of, the cost and related accumulated depreciation are removed from the accounts, and any resulting gain or loss is recognized. Routine repairs and maintenance are expensed as incurred; significant renewals and betterment are capitalized. Depreciation expense for the year ended December 31, 2022 totaled \$75,019.

Investments – Investments in marketable securities with readily determinable fair values and all investments in equity securities are valued at their fair values in the statements of financial position. Unrealized gains and losses are included in the change in net assets.

Advertising – The Organization expenses advertising costs as they are incurred. Advertising expenses for the year ended December 31, 2022 were \$1,527.

Adopted Accounting Pronouncements – In February 2016, the FASB issued ASU 2016-02, *Leases (Topic 842)*, which supersedes existing guidance for accounting for leases under *Topic 840, Leases*. The FASB also subsequently issued the following additional ASUs, which amend and clarify Topic 842: ASU 2018-01, *Land Easement Practical Expedient for Transition to Topic 842*; ASU 2018-10, *Codification Improvements to Topic 842, Leases*; ASU 2018-11, *Leases (Topic 842): Targeted Improvements*; ASU 2018-20, *Narrow-scope Improvements for Lessors*; and ASU 2019-01, *Leases (Topic 842): Codification Improvements*. The most significant change in the new leasing guidance is the requirement to recognize right-to-use (ROU) assets and lease liabilities for operating leases on the balance sheet. The Organization adopted FASB ASC 842, *Leases*, using the modified retrospective approach with January 1, 2022 as the date of initial adoption. See Note 9 for leasing arrangements.

Leases – The Organization has leased equipment. The determination of whether an arrangement is a lease is made at the lease's inception. Under FASB ASC 842, a contract is (or contains) a lease if it conveys the right to control the use of an identified asset for a period of time in exchange for consideration. Control is defined under the standard as having both the right to obtain substantially all of the economic benefits from the use of the asset and the right to direct the use of the asset. Management only reassesses its determination if the terms and conditions of the contract are changed.

FOUR CORNERS MINISTRIES, INC.

Notes to Financial Statements For the Year Ended December 31, 2022

Operating leases are included in fixed assets as operating lease right-of-use ("ROU") asset and in the liabilities as operating lease liability in the statement of financial position. Finance leases are included in other assets and liabilities in the statement of financial position. Leases with an initial term of 12 months or less are not recorded on the combined statement of financial position.

ROU assets represent our right to use an underlying asset for the lease term, and lease liabilities represent our obligation to make lease payments. Operating lease ROU assets and liabilities are recognized at the lease commencement date based on the present value of lease payments over the lease term. The Organization uses the implicit rate when it is readily determinable. If the Organization's leases do not provide an implicit rate to determine the present value of lease payments, management uses the risk free rate based on the information available at lease commencement. Operating lease ROU assets also includes any lease payments made and excludes any lease incentives. Lease expense for lease payments is recognized on a straight-line basis over the lease term. The Organization's lease terms may include options to extend or terminate the lease when it is reasonably certain that we will exercise the option. The Organization has lease agreements with lease and non-lease components, which are generally accounted for separately with amounts allocated to the lease and non-lease components based on stand-alone prices.

Note 3 – Major Programs

Mission trips and internships – The Organization facilitates trips and internships to Uganda to provide emergency relief, leadership development and to share the love that comes from a relationship with Jesus Christ. Team members participate in mobile medical clinics, construction, food distribution, education training and evangelism.

Abaana's Hope – In 2010, The Organization launched Abaana's Hope (Abaana is an African word that means children) a comprehensive community development initiative in Northern Uganda. Through its church, child development program, pastor training program, school, women's refuge, Life Beads ministry, medical clinic, farm, and refugee camp outreach programs, men, women and children are taught about the love of Jesus Christ and core values of integrity, spiritual growth, teamwork and servant leadership. Revenues and expenses for Abaana's Hope are reported on the statement of activities and the statement of functional expenses.

Missionary financial support – The Organization, through the support of donors, offers direct assistance to missionaries on the ground in Uganda.

Thrift store – During 2022, the Organization owned and operated three thrift stores in Roanoke, Valley, and Talladega, Alabama. The thrift stores sell donated items to the general public with the proceeds benefiting the mission of the Organization. Proceeds from the thrift store are reported on the statement of activities as merchandise sales and other noncash contributions. Expenses of the thrift stores are detailed on the statement of functional expenses.

Note 4 – Liquidity and Available Resources

For purposes of analyzing resources available to meet general expenditures over a 12-month period, the organization considers all expenditures related to its programs which are ongoing, major, and central to its annual operations as well as the conduct of services undertaken to support those activities to be general expenditures. The organization receives significant contributions restricted by donors, and considers contributions restricted to its programs which are ongoing, major, and central to its annual operations to be available to meet cash needs for general expenditures.

FOUR CORNERS MINISTRIES, INC.

Notes to Financial Statements For the Year Ended December 31, 2022

Financial assets at December 31, 2022

Cash and cash equivalents	\$ 1,349,841
Investments	1,853,236
Accrued interest receivable	7,828
Other receivable	9,373
Inventory	187,636
Prepaid expense	12,782
Total financial assets at December 31, 2022	<u>3,420,696</u>

Less amounts not available to be used within one year:

Restricted by donors for future capital projects	<u>(15,691)</u>
Net financial assets after donor imposed restrictions	<u>3,405,005</u>

Less internal designations:

Board designated reserves	(770,300)
Board designated thrift store project funds	<u>(21,407)</u>
Total internal designations	<u>(791,707)</u>

Financial assets available to meet cash needs for general expenditures within one year

\$ 2,613,298

In addition to financial assets available to meet general expenditures over the next 12 months, the organization operates with a balanced budget and anticipates collecting sufficient revenue to cover general expenditures not covered by donor-restricted resources. The organization has a policy to target a year-end balance of reserves of unrestricted, undesignated net assets to meet 3 months of expected expenditures for thrift store operations and 12 months of U.S. administrative overhead and Abaana's Hope general operations. To achieve these targets, the organization forecasts its future cash flows and monitors its liquidity and reserves throughout the year. Those amounts are identified as board designated reserves in the above table. The funds remain available and may be spent at the discretion of the board.

Note 5 – Concentration of Credit Risk

The Organization maintains cash and investment balances at several financial institutions. The cash and investments are in high quality institutions and companies with high credit ratings. Cash and investments are based on quoted market prices. Cash accounts at each institution are insured by the Federal Deposit Insurance Corporation (FDIC) up to \$250,000. At various times during the year, the Organization's deposits exceeded the federally insured limits. Management monitors the credit risk associated with these deposits and believes the risk is minimal. As of December 31, 2022, the Organization had no significant concentrations of credit risk.

Note 6 – Current Vulnerability Due to Certain Circumstances

The Organization operates Abaana's Hope, a community project, in North Uganda. The operation of Abaana's Hope is subject to the administrative directives, rules and regulations of the foreign government in which it operates. Such directives, rules and regulations are subject to change which might occur with little or no notice or adequate funding to pay for the related cost, including the additional administrative burden, to comply with a change.

FOUR CORNERS MINISTRIES, INC.

Notes to Financial Statements For the Year Ended December 31, 2022

Note 7 – Net Assets

The detail of the Organization's net asset categories at December 31, 2022 is as follows:

Without donor restrictions:

Designated for Abaana's Hope reserve/emergency reserve	\$ 243,691
Designated for Operating reserve	369,609
Designated for Thrift Store improvements	21,407
Designated for Thrift Store reserve	157,000
Total board designated	<u>791,707</u>
Undesignated	<u>2,843,091</u>
Total Net Assets without donor restrictions	<u>3,634,798</u>

With donor restrictions:

Abaana's Hope	24,570
Educate Africa	1,395
Fundraising	42,983
Missionary support	654,784
Missions	<u>23,007</u>
Total Net Assets with donor restrictions	<u>746,739</u>

Total Net Assets	<u><u>\$ 4,381,537</u></u>
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Note 8 – Commitments

The Organization sponsors a Simple IRA Plan for eligible employees as defined by the plan agreement. Employees become eligible if they are reasonably expected to receive at least \$5,000 in compensation in the current calendar year and received at least \$5,000 in compensation during the prior calendar year. The Plan permits a deferral of up to the maximum IRS allowed limits with a 3% Organization matching contribution. For the year ended December 31, 2022, the Organization made contributions of \$11,483.

Note 9 – Leasing Arrangements

The Organization has operating leases for thrift store retail space. The Organization's leases have remaining lease terms of two to three years. Currently, the Organization does not have financing leases. The following summarizes the line items in the Statement of Financial Position which include amounts for operating leases as of December 31, 2022:

Operating lease right-of-use asset	<u><u>\$ 99,866</u></u>
Operating lease liability	<u><u>\$ 102,508</u></u>

The weighted average remaining lease term and discount rate on the operating leases as of December 31, 2022 is 2.2 years and 0.36%.

Lease expense at December 31, 2022 is \$52,566 and is included in program expenses in the Statement of Activities. Cash paid for amounts included in the measurement of lease liabilities at December 31, 2022 was \$47,282 and is included in operating cash flows in the Statement of Cash Flows.

See independent accountant's review report.

FOUR CORNERS MINISTRIES, INC.

Notes to Financial Statements For the Year Ended December 31, 2022

Future minimum lease payments under non-cancelable operating leases for the next 5 years is as follows:

2023	\$ 50,522
2024	36,138
2025	16,207
Total minimum lease payments	102,867
Less: amount representing interest	(359)
Present value of lease liabilities	<u>\$ 102,508</u>

Note 10 – Investments

Investments as of December 31, 2022 are summarized as follows:

	Cost	Fair value	Carrying value
Other	\$ 980,000	\$ 979,855	\$ 979,855
Equity exchange traded products	611,652	436,126	436,126
Mutual Funds	-	431,299	431,299
Core cash account	-	5,956	5,956
	<u>\$ 1,591,652</u>	<u>\$ 1,853,236</u>	<u>\$ 1,853,236</u>

The following schedule summarized the investment return and its classification in the statement of activities for the year ended December 31, 2022:

Dividend Income	\$ 13,385
Gain on sale of investments	16,108
Unrealized loss on investments	(173,700)
Total investment income	<u>\$ (144,207)</u>

There are no investment expenses for the year ended December 31, 2022.

Note 11 – Fair Value of Financial Instruments

Accounting principles generally accepted in the United States of America require disclosing the fair value of financial instruments to the extent practicable for financial instruments which are recognized or unrecognized in the statement of financial position. The fair value of the financial instruments disclosed herein is not necessarily representative of the amount that could be realized or settled. In assessing the fair value of these financial instruments, the Organization uses a variety of methods and assumptions, which were based on estimates of market conditions and risks existing at that time. The carrying amount of the Organization's financial instruments reported in the financial statements approximated fair value at December 31, 2022.

FOUR CORNERS MINISTRIES, INC.

Notes to Financial Statements
For the Year Ended December 31, 2022

Note 12 – Fair Value Measurements

Financial Accounting Standards Board (FASB) Accounting Standards Codification (ASC) 820, *Fair Value Measurements and Disclosures*, provides a framework for measuring fair value. The framework provides a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (level 1 measurements) and the lowest priority to unobservable inputs (level 3 measurements). The three levels of the fair value hierarchy under FASB ASC 820-10 are described as follows:

- Level 1 inputs to the valuation methodology are unadjusted quoted prices for identical assets or liabilities in active markets that the Organization has the ability to access.
- Level 2 inputs to the valuation methodology include the following:
 - Quoted prices for similar assets or liabilities in active markets
 - Quoted prices for identical or similar assets or liabilities in inactive markets
 - Inputs other than quoted prices that are observable for the asset or liabilityInputs that are derived principally from, or corroborated by, observable market data by correlation or other means. If the asset or liability has a specified (contractual) term, the level 2 input must be observable for substantially the full term of the asset or liability.
- Level 3 inputs to the valuation methodology are unobservable and significant to the fair value measurement.

The asset's or liability's fair value measurement level within the fair value hierarchy is based on the lowest level of any input that is significant to the fair value measurement. Valuation techniques used need to maximize the use of observable inputs and minimize the use of unobservable inputs.

Investments held by the Organization consist of various financial instruments. These assets are recorded at fair value on a recurring basis. There have been no changes in the methodology used during the current year.

The following table presents investments measured at fair value on a recurring basis as of December 31, 2022:

	Level 1	Level 2	Level 3	Fair value
Various financial instruments	\$ 1,853,236	\$ -	\$ -	\$ 1,853,236

Assets in all levels could result in volatile and material price fluctuations.

Note 13 – Subsequent Events

The Organization has evaluated subsequent events from the statement of financial position date through December 12, 2023, the date the financial statements were available to be issued. This evaluation determined that there are no subsequent events that necessitated further disclosure in and/or adjustments to the accompanying financial statements.