El Buen Samaritano Episcopal Mission

Financial Statements and

Independent Auditors' Report

September 30, 2021 and 2020

El Buen Samaritano Episcopal Mission

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Dunagan★Jack LLP
Certified Public Accountants

INDEPENDENT AUDITORS' REPORT

To the Board of Directors
El Buen Samaritano Episcopal Mission

Opinion

We have audited the accompanying financial statements of El Buen Samaritano Episcopal Mission (a Texas nonprofit corporation), which comprise the statements of financial position as of September 30, 2021 and 2020, 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 El Buen Samaritano Episcopal Mission as of September 30, 2021 and 2020, and the changes in its net assets and its cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

We conducted our audits in accordance with auditing standards generally accepted in the United States of America. Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of El Buen Samaritano Episcopal Mission 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 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 El Buen Samaritano Episcopal Mission's ability to continue as a going concern within one year after the date that the financial statements are available to be issued.

Auditors' 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 auditors' report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements, including omissions, are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the 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 El Buen Samaritano Episcopal Mission'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 El Buen Samaritano Episcopal Mission'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.

Dunagan Jack LLP

Austin, Texas
August 16, 2022

FINANCIAL STATEMENTS

El Buen Samaritano Episcopal Mission

STATEMENTS OF FINANCIAL POSITION

September 30, 2021 and 2020

	2021	2020
ASSETS		
Cash and cash equivalents	$ 1,351,151	$ 1,695,157
Investments	1,456,775	1,259,112
Accounts receivable	52,500	-
Government grants and contracts receivable	628,534	66,350
Grants and contributions receivable	114,730	100,591
Property and equipment	4,025,424	4,010,359
Total assets	$ 7,629,114	$ 7,131,569
LIABILITIES AND NET ASSETS		
Liabilities		
Accounts payable and accrued expenses	$ 77,060	$ 95,062
Grants payable	-	27,500
Refundable grant advances	194,973	-
Capital lease obligations	13,719	21,058
Total liabilities	285,752	143,620
Net assets		
Without donor restrictions	6,912,304	6,090,631
With donor restrictions	431,058	897,318
Total net assets	7,343,362	6,987,949
Total liabilities and net assets	$ 7,629,114	$ 7,131,569

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

El Buen Samaritano Episcopal Mission

STATEMENT OF ACTIVITIES

For the year ended September 30, 2021

	Without Donor Restrictions	With Donor Restrictions	Total
Revenues			
Government grants and contracts	$ 3,185,095	$ -	$ 3,185,095
Grants and contributions	2,797,136	354,683	3,151,819
Rents	225,879	-	225,879
Return on investments	224,327	-	224,327
Other revenues	5,780	-	5,780
Net assets released from restrictions	820,943	(820,943)	-
Total revenues	7,259,160	(466,260)	6,792,900
Expenses			
Program services	5,260,699	-	5,260,699
General and administrative	955,635	-	955,635
Fundraising	221,153	-	221,153
Total expenses	6,437,487	-	6,437,487
Change in net assets	821,673	(466,260)	355,413
Net assets at beginning of year	6,090,631	897,318	6,987,949
Net assets at end of year	$ 6,912,304	$ 431,058	$ 7,343,362

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

El Buen Samaritano Episcopal Mission

STATEMENT OF ACTIVITIES

For the year ended September 30, 2020

	Without Donor Restrictions	With Donor Restrictions	Total
Revenues			
Grants and contributions	$ 2,342,743	$ 539,926	$ 2,882,669
Government grants and contracts	2,207,523	108,827	2,316,350
Rents	249,466	-	249,466
Return on investments	170,180	-	170,180
Other revenues	15,045	-	15,045
Net assets released from restrictions	842,866	(842,866)	-
Total revenues	5,827,823	(194,113)	5,633,710
Expenses			
Program services	3,833,964	-	3,833,964
General and administrative	932,615	-	932,615
Fundraising	174,660	-	174,660
Total expenses	4,941,239	-	4,941,239
Change in net assets	886,584	(194,113)	692,471
Net assets at beginning of year	5,204,047	1,091,431	6,295,478
Net assets at end of year	$ 6,090,631	$ 897,318	$ 6,987,949

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

El Buen Samaritano Episcopal Mission

STATEMENT OF FUNCTIONAL EXPENSES

For the year ended September 30, 2021

	Program Services	General and Administrative	Fundraising	Total
Personnel				
Salaries and wages	$ 1,040,964	$ 609,779	$ 151,377	$ 1,802,120
Payroll taxes	75,721	44,356	11,011	131,088
Employee benefits	163,478	95,763	23,773	283,014
Direct client financial assitance	1,970,952	-	-	1,970,952
Food pantry	914,648	-	-	914,648
Facilities	198,308	28,036	6,960	233,304
Professional services	118,117	94,745	11,965	224,827
Depreciation	175,860	24,862	6,172	206,894
Program supplies and materials	146,985	-	-	146,985
Grants and partner distributions	96,500	-	-	96,500
Information technology	72,968	10,316	2,561	85,845
Special program events	80,940	-	-	80,940
Equipment rental and maintenance	59,395	8,397	2,085	69,877
Insurance	51,068	10,776	1,792	63,636
Communications	49,387	6,982	1,733	58,102
Professional development	13,986	1,977	491	16,454
Bank fees	-	6,624	-	6,624
Office supplies and expenses	4,445	628	156	5,229
Travel	3,901	327	81	4,309
Printing and reproduction	2,681	379	94	3,154
Postage and delivery	2,371	335	83	2,789
Dues and subscriptions	1,648	233	58	1,939
Interest expense	1,216	172	43	1,431
Other expenses	15,160	10,948	718	26,826
Total expenses	$ 5,260,699	$ 955,635	$ 221,153	$ 6,437,487

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

El Buen Samaritano Episcopal Mission

STATEMENT OF FUNCTIONAL EXPENSES

For the year ended September 30, 2020

	Program Services	General and Administrative	Fundraising	Total
Personnel				
Salaries and wages	$ 779,924	$ 567,544	$ 117,169	$ 1,464,637
Payroll taxes	57,411	41,778	8,625	107,814
Employee benefits	102,293	74,438	15,368	192,099
Direct client financial assitance	1,381,503	-	-	1,381,503
Food pantry	711,168	-	-	711,168
Professional services	110,642	147,187	17,903	275,732
Depreciation	156,596	22,906	4,729	184,231
Facilities	155,303	22,717	4,690	182,710
Grants and partner distributions	130,000	-	-	130,000
Equipment rental and maintenance	52,572	7,690	1,588	61,850
Communications	35,356	5,172	1,068	41,596
Insurance	25,793	14,462	948	41,203
Program supplies and materials	30,822	-	-	30,822
Information technology	25,545	3,736	772	30,053
Special program events	27,975	-	-	27,975
Bank fees	-	10,182	-	10,182
Dues and subscriptions	7,400	1,082	223	8,705
Travel	5,995	513	106	6,614
Professional development	3,641	533	110	4,284
Office supplies and expenses	3,583	524	108	4,215
Interest expense	2,531	370	76	2,977
Printing and reproduction	2,369	346	72	2,787
Postage and delivery	897	131	27	1,055
Other expenses	24,645	11,304	1,078	37,027
Total expenses	$ 3,833,964	$ 932,615	$ 174,660	$ 4,941,239

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

El Buen Samaritano Episcopal Mission

STATEMENTS OF CASH FLOWS

For the years ended September 30, 2021 and 2020

	2021	2020
Cash flows from operating activities:		
Change in net assets	$ 355,413	$ 692,471
Adjustments to reconcile change in net assets to net cash (used) provided by operating activities:		
Depreciation	206,894	184,231
Realized and unrealized (gains) losses on investments	(201,887)	(149,002)
Loss on disposal of property and equipment	5,935	-
(Increase) decrease in accounts receivable	(52,500)	12,162
(Increase) decrease in government grants and contracts receivable	(562,184)	7,581
(Increase) decrease in grants and contributions receivable	(14,139)	633,059
(Decrease) increase in accounts payable and accrued expenses	(18,002)	31,730
(Decrease) increase in grants payable	(27,500)	27,500
Increase in refundable grant advances	194,973	-
Net cash (used) provided by operating activities	(112,997)	1,439,732
Cash flows from investing activities:		
Purchases of property and equipment	(227,894)	(157,654)
Proceeds from sales of investments	33,480	349,740
Purchases/acquisitions of investments	(29,256)	(364,211)
Net cash used by investing activities	(223,670)	(172,125)
Cash flows from financing activities:		
Proceeds from line of credit	-	100,000
Principal payments on line of credit	-	(100,000)
Financing of capital lease obligation	-	21,194
Principal payments on capital lease obligations	(7,339)	(22,817)
Net cash used by financing activities	(7,339)	(1,623)
Net (decrease) increase in cash and cash equivalents	(344,006)	1,265,984
Cash and cash equivalents at beginning of year	1,695,157	429,173
Cash and cash equivalents at end of year	$ 1,351,151	$ 1,695,157
Amount paid during the year for:		
Income taxes	$ -	$ -
Interest	$ 1,431	$ 2,977

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

NOTES TO FINANCIAL STATEMENTS

NOTE A - ACTIVITIES AND SIGNIFICANT ACCOUNTING POLICIES

1. Organization and Nature of Activities

El Buen Samaritano Episcopal Mission (El Buen) was incorporated in the State of Texas on October 1, 1987 as a Texas nonprofit corporation. El Buen is an outreach ministry of the Episcopal Diocese of Texas (Diocese of Texas) committed to recognizing the dignity of all by ensuring access to healthcare, education and essential needs that lead to healthy, productive and secure lives.

Since its inception, El Buen has been at the forefront of responding to the many social-environmental factors leading to lack of access to health care, social services, education, and nutrition. Over time, El Buen has adapted to meet the community needs that come with population growth, immigration, economic fluctuations, and recently the COVID-19 pandemic and Winter Storm Uri. This adaption has let to El Buen's comprehensive strategy centered on addressing the social determinants of health, utilizing an anti-oppressive framework to provide a "one stop shop" addressing the needs of the Latino and Spanish-speaking community in Travis County and surrounding areas.

El Buen provides education (ESL, Digital Literacy, Adult Basic Education and High School Equivalency in Spanish), workforce development, child and adolescent development (parenting and school-readiness, after school tutoring, and summer camp), health literacy and access to health services, a year-round, no-cost food pantry, and a community garden. In response to the community needs resulting from the pandemic and winter storms, El Buen initiated its cash and rent assistance programs. All services at El Buen are provided by bilingual bicultural staff.

2. Basis of Accounting

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

3. Basis of Presentation

El Buen reports information regarding its financial position and activities according to two classes of net assets: net assets without donor restrictions and net assets with donor restrictions.

> *Net Assets Without Donor Restrictions* - Net assets that are not subject to or are no longer subject to donor imposed stipulations.
>
> *Net Assets With Donor Restrictions* - Net assets that are subject to donor-imposed time and/or purpose restrictions.

NOTE A - ACTIVITIES AND SIGNIFICANT ACCOUNTING POLICIES - CONTINUED

3. Basis of Presentation - Continued

Revenues are reported as increases in net assets without donor restrictions unless use of the related assets is limited by donor-imposed restrictions. Expenses are reported as decreases in net assets without donor restrictions. Gains and losses on investments and other assets or liabilities are reported as increases or decreases in net assets without donor restrictions unless their use is restricted by explicit donor stipulation. Expirations of donor restrictions on the net assets (i.e. the donor-stipulated purpose has been fulfilled and/or the stipulated time period has elapsed) are reported as reclassifications between the applicable classes of net assets.

4. Cash Equivalents

El Buen considers all highly liquid investments purchased with initial maturities of three months or less to be cash equivalents.

5. Investments

El Buen's investments are stated at fair value in the statements of financial position. Unrealized gains and losses are included in the change in net assets.

6. Property and Equipment

Acquisitions of property and equipment are capitalized at cost, if purchased, or fair market value on the date of donation, if received as a gift. Depreciation is calculated using the straight-line method over the assets' estimated useful lives. Assets donated with explicit restrictions regarding their use and contributions of cash that must be used to acquire property and equipment are reported as restricted support. Absent donor stipulations regarding how long those donated assets must be maintained, El Buen reports expirations of donor restrictions when the donated or acquired assets are placed into service as instructed by the donor. El Buen reclassifies net assets with donor restrictions to net assets without donor restrictions at that time.

The Diocese of Texas holds title to all real property purchased by El Buen, even though El Buen pays and incurs debt for these purchases. Consistent with the basis for conclusions regarding capital leases, El Buen has included real property in the property and equipment balances on the statements of financial position because substantially all benefits and risks incident to the ownership of the property remains with El Buen. Therefore, any real property is accounted for as an acquisition of an asset, despite the Diocese of Texas holding title.

NOTE A - ACTIVITIES AND SIGNIFICANT ACCOUNTING POLICIES - CONTINUED

7. Grants and Contributions

Unconditional grants and contributions received are recorded as increases in net assets without donor restrictions or as increases in net assets with donor restrictions, depending on the existence or nature of any donor restrictions. As donor or time restrictions are satisfied, net assets are reclassified to net assets without donor restrictions. El Buen's policy is to report restricted support that is satisfied in the year of receipt as support without donor restrictions.

Revenue from grants and contributions that are considered to be conditional contributions are recognized as conditions are substantially met or reimbursable expenses are incurred.

El Buen considers the forgivable loans it received under the Small Business Administration's (SBA) Paycheck Protection Program (PPP) to be conditional grants. Management has determined as of September 30, 2021 and 2020, El Buen incurred expenses totaling $350,474 and $290,000, respectfully, that met the criteria for forgiveness as defined by the SBA. These amounts have been recognized as grant revenue during the years ended September 30, 2021 and 2020, respectively.

As of September 30, 2021, government grants, including unspent PPP funds, totaling $194,973 were received in advance of grantor-imposed conditions being met and are recorded as refundable grant advances. The government grants are conditional based on reimbursable expenses being incurred and will be recognized as revenue when the conditions are met in future years.

During the year ended September 30, 2021, management determined El Buen was eligible for the Employee Retention Credit (ERC) for the quarters ended March 31, 2021 and June 30, 2021. El Buen received a refund in the amount of $160,631 for the quarter ended March 31, 2021. Government grants and contracts receivable includes a second refund in the amount of $205,854 for the quarter ended June 30, 2021. Consistent with the basis for conclusions regarding conditional contributions, these amounts have been recognized as revenue in these financial statements.

8. Functional Expenses

Expenses are categorized by function in the statements of activities and functional expenses as either (1) program services, (2) general and administrative, or (3) fundraising expenses. Expenses that are specifically identifiable to a function are allocated entirely to that function. Expenses that are not specifically identifiable to a function are allocated based upon management's estimate of time and resources devoted to each function.

NOTE A - ACTIVITIES AND SIGNIFICANT ACCOUNTING POLICIES - CONTINUED

9. Estimates

The preparation of the financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Actual results could differ from those estimates.

10. Reclassifications

Certain prior year amounts have been reclassified to conform to the current year presentation.

NOTE B - TAX EXEMPT STATUS

El Buen is generally exempt from federal income taxes under section 501(a) of the Internal Revenue Code as an organization described in section 501(c)(3). El Buen is further classified as a public charity described in sections 509(a)(1) and 170(b)(1)(A)(vi). No provisions for income taxes have been included in these financial statements.

NOTE C - INVESTMENTS

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

	2021	2020
Mutual funds		
Thornburg International Growth Fund (*TINGX*)	$ 270,919	$ 250,060
Delaware Value Fund Institutional Class (*DDVIX*)	193,987	150,098
Loomis Sayles Investment Grade Bond Fund (*LSIIX*)	189,957	182,202
Thornburg Limited Term Income Fund (*THIIX*)	113,705	113,050
Total mutual funds	768,568	695,410
Exchange traded funds		
iShares Russell 1000 Growth ETF (*IWF*)	497,108	419,465
iShares Russell 1000 Value ETF (*IWD*)	191,099	144,237
Total exchange traded funds	688,207	563,702
	$ 1,456,775	$ 1,259,112

NOTE C - INVESTMENTS - CONTINUED

Return on investments comprised the following for the years ended September 30, 2021 and 2020:

	2021	2020
Interest and dividends	$ 30,156	$ 28,097
Realized and unrealized gains (losses)	201,887	149,002
Investment management fees	(7,716)	(6,919)
	$ 224,327	$ 170,180

NOTE D - GOVERNMENT GRANTS AND CONTRACTS RECEIVABLE

The government grants and contracts receivable balances at September 30, 2021 and 2020 were considered fully collectible. Therefore, no allowances for uncollectible amounts have been recorded in these financial statements. At September 30, 2021, collections of government grants and contracts receivable were expected within one year, therefore, no discount to present value has been recorded in these financial statements.

NOTE E - PROPERTY AND EQUIPMENT

Property and equipment comprised the following at September 30, 2021 and 2020:

	2021	2020
Buildings and improvements	$ 5,580,240	$ 5,552,893
Furniture and equipment	730,373	683,281
Land	520,702	520,702
Software	36,609	36,609
Vehicles	25,083	25,083
	6,893,007	6,818,568
Less accumulated depreciation	(2,867,583)	(2,808,209)
	$ 4,025,424	$ 4,010,359

Depreciation expense totaled $206,894 and $184,231 for the years ended September 30, 2021 and 2020, respectively.

NOTE F - LINE OF CREDIT

On May 26, 2015, El Buen executed a line of credit with a bank for $500,000. This note has been renewed to extend the maturity date to December 5, 2022. The note is secured by El Buen's rights, titles and interests in certain brokerage accounts held by a securities intermediary. There were no balances outstanding at September 30, 2021 and 2020.

NOTE G - LEASES

El Buen leases office equipment under various operating lease agreements. As of September 30, 2021, future minimum lease payments under these operating leases were as follows:

Years ending September 30,	Minimum Lease Payments	
2022	$	28,620
2023		26,235
thereafter		-

Equipment rent expense totaled $30,353 and $35,293 for the years ended September 30, 2021 and 2020, respectively.

In July 2019, El Buen executed a five year rental agreement to lease its Wallace Mallory Clinic facilities, to an unrelated FQHC. The tenant has the option to extend the lease term for two additional five year periods.

In September 2021, El Buen executed a two year agreement with a Church to lease a portion of El Buen's facilities. The Church pays base rent plus a monthly allocation of operating expenses for utilities.

At September 30, 2021, future minimum lease payments to be received were as follows (including estimated operating expenses):

Years ending September 30,	Minimum Rental Income	
2022	$	225,465
2023		228,221
2024		122,355
thereafter		-

NOTE H - BOARD DESIGNATED NET ASSETS

As of September 30, 2021 and 2020, the Board of Directors designated all unrestricted cash and investments for campus improvements and repairs. As of September 30, 2021 and 2020, unrestricted cash and investments totaled $2,439,368 and $2,223,892, respectively.

NOTE I - NET ASSETS WITH DONOR RESTRICTIONS

Net assets with donor restrictions were restricted for the following purposes and periods at September 30, 2021 and 2020:

	2021	2020
Subject to expenditure for specified purposes/periods:		
Vaccine programs	$ 150,770	$ -
Collaborative referral network	110,381	-
Digitial equity	37,608	37,616
Coordinated care network	32,500	-
RENT program	25,399	48,896
Food pantry	25,000	25,000
Clinic transition and stategic planning	13,767	292,166
Capital campaign	-	217,000
Education programs	-	96,320
Other purposes/future periods	35,633	180,320
Total for specified purposes/periods	$ 431,058	$ 897,318

NOTE J - DONATED GOODS AND SERVICES

El Buen receives donated food and grocery products for distribution in the food pantry. During the years ended September 30, 2021 and 2020 donated food and grocery products are recorded in the financial statements at an approximate average wholesale value of $1.79 and $1.74, respectively, per pound as calculated by Feeding America, a nationwide network of member food banks. During the year ended September 30, 2021, El Buen distributed 500,707 pounds of donated food and grocery products with an estimated value of $896,266. During the year ended September 30, 2020, El Buen distributed 402,311 pounds of donated food and grocery products with an estimated value of $700,021. These amounts have been included in grants and contributions on the statements of activities, with the corresponding expense recognized as well.

NOTE J - DONATED GOODS AND SERVICES - CONTINUED

During the years ended September 30, 2021 and 2020, El Buen recognized donated education services provided by qualified instructors in the amounts of $89,837 and $78,358, respectively. El Buen also receives support from other volunteers; however, these services do not meet the requirements for revenue recognition in the financial statements. Management estimates that other volunteers donated services with estimated values of $57,443 and $70,941 during the years ended September 30, 2021 and 2020, respectively.

NOTE K - CONCENTRATIONS

All of a depositor's accounts at an insured depository institution, including noninterest-bearing transaction accounts, are insured by the Federal Deposit Insurance Corporation (FDIC) up to the maximum deposit insurance amount ($250,000). As of September 30, 2021, El Buen's uninsured cash deposit balances totaled approximately $391,000. There were no uninsured cash deposit balances as of September 30, 2020.

Four funding sources comprised the following percentages of total revenues for the years ended September 30, 2021 and 2020:

	2021 Total Revenues	2020 Total Revenues
Funding source A	35%	36%
Funding source B	10%	9%
Funding source C	7%	11%
Funding source D	0%	9%

During the years ended September 30, 2021 and 2020, El Buen recognized $2,233,266 and $2,009,047, respectively from eight government contracts for COVID-19 and Winter Storm Uri related program funding. These amounts are included in the above percentages for Funding source A.

Additionally, Funding source A comprised 67% and 100% of gross government grants and contracts receivable as of September 30, 2021 and 2020, respectively.

NOTE L - RETIREMENT PLAN

El Buen participates in a multi-employer defined contribution plan through the Episcopal Church Pension Fund (Plan). Employees are enrolled on the first day of the month following their date of hire. El Buen contributes 5% of eligible compensation to participant accounts. In addition, El Buen matches participant contributions, dollar for dollar, up to 4% of eligible compensation. Participants are fully vested in all participant contributions, El Buen's contributions and earning on these amounts. Retirement plan expense for the years ended September 30, 2021 and 2020 totaled $128,999 and $97,049, respectively.

NOTE M - FAIR VALUE MEASUREMENTS

Certain assets are carried at fair value in these financial statements. Fair value measurements were arrived at using the following inputs at September 30, 2021 and 2020:

		Fair Value Measurements at Reporting Date Using		
Description	2021	Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)
Mutual funds	$ 768,568	$ 768,568	$ -	$ -
Exchange traded funds	688,207	688,207	-	-
	$ 1,456,775	$ 1,456,775	$ -	$ -

Description	2020	(Level 1)	(Level 2)	(Level 3)
Mutual funds	$ 695,410	$ 695,410	$ -	$ -
Exchange traded funds	563,702	563,702	-	-
	$ 1,259,112	$ 1,259,112	$ -	$ -

NOTE N - GRANTOR AUDITS

El Buen receives grants and contracts from foundations and governments for specific purposes that are subject to review and audit by grantor agencies. Such audits could result in requests for reimbursement by the grantor agency for expenditures and services disallowed under terms and conditions of the appropriate agency. In the opinion of El Buen's management, such disallowances, if any, will not be significant.

NOTE O - LIQUIDITY AND AVAILABILITY OF FINANCIAL ASSETS

El Buen structures its financial assets to be available as its general expenditures, liabilities, and other obligations come due. The following reflects El Buen's financial assets, reduced by amounts not available for general use within one year because of Board designations and donor-imposed restrictions, as of September 30, 2021 and 2020:

	2021	2020
Cash and cash equivalents	$ 1,351,151	$ 1,695,157
Investments	1,456,775	1,259,112
Accounts receivable, due within one year	52,500	-
Government grants and contracts receivable, due within one year	628,534	66,350
Grants and contributions receivable, due within one year	114,730	100,591
Total financial assets	3,603,690	3,121,210
Board designations:		
Campus improvements and repairs	(2,439,368)	(2,223,892)
Donor imposed restrictions:		
Subject to expenditure for specified purposes	(431,058)	(721,998)
Financial assets available to meet cash needs for general expenditures within one year	$ 733,264	$ 175,320

NOTE P - SUBSEQUENT EVENTS

Subsequent events have been evaluated through August 16, 2022 the date the financial statements were available to be issued.