

THE WILDCAT FOUNDATION
FINANCIAL STATEMENTS
FOR THE YEARS ENDED
JUNE 30, 2020 AND 2019
AND
INDEPENDENT AUDITOR'S REPORT

HAMILTON & MUSSER, P.C.
Certified Public Accountants

THE WILDCAT FOUNDATION
Table of Contents
For the Years Ended June 30, 2020 and 2019

<u>CONTENTS</u>	<u>PAGE</u>
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 Financial Statements	9-15



HAMILTON & MUSSER, PC

Certified Public Accountants • Consultants to Management

DAVID A. HAMILTON, CPA • BARRY E. MUSSER, CPA, CFP® (1959 - 2020)
JAMES A. KRIMMEL, MBA, CPA, CFE, CFF • ROBERT D. MAST, CPA • WILLIAM P. ASHMAN, CPA

INDEPENDENT AUDITOR'S REPORT

To the Board of Directors
The Wildcat Foundation
Mechanicsburg, Pennsylvania

Report on the Financial Statements

We have audited the accompanying financial statements of The Wildcat Foundation (a nonprofit organization), which comprise the statements of financial position as of June 30, 2020 and 2019, and the related statements of activities, functional expenses, and cash flows for the years then ended, and the related notes to the financial statements.

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.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audits. We conducted our audits in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements 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 entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Members of the American and Pennsylvania Institutes of CPAs

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of The Wildcat Foundation as of June 30, 2020 and 2019, 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.

Emphasis of a Matter

As further explained in Note 10, The Wildcat Foundation is operating in an environment that has been economically impacted by the COVID-19 pandemic. Our opinion is not modified with respect to this matter.

January 8, 2021

Mechanicsburg, Pennsylvania



Certified Public Accountants

THE WILDCAT FOUNDATION
Statements of Financial Position
June 30, 2020 and 2019

	<u>2020</u>	<u>2019</u>
Assets		
Cash and Cash Equivalents		
Without Donor Restrictions	\$ 772,939	\$ 434,784
With Donor Restrictions	649,869	366,015
Certificate of Deposit	119,543	370,166
Pledges Receivable (Note 4)	203,494	305,623
Prepaid Expenses	1,327	1,324
Beneficial Interest in Net Assets of a Community Foundation (Note 6)		
Without Donor Restrictions	137,433	163,805
With Donor Restrictions	243,019	243,019
Construction in Progress (Note 5)	<u>50,609</u>	<u>-</u>
Total Assets	<u>\$ 2,178,233</u>	<u>\$ 1,884,736</u>
Liabilities		
Accounts Payable	\$ 2,500	\$ 5,497
Deferred Revenue	<u>971</u>	<u>8,316</u>
Total Liabilities	<u>3,471</u>	<u>13,813</u>
Net Assets		
Without Donor Restrictions	1,078,380	956,266
With Donor Restrictions (Note 7)	<u>1,096,382</u>	<u>914,657</u>
Total Net Assets	<u>2,174,762</u>	<u>1,870,923</u>
Total Liabilities and Net Assets	<u>\$ 2,178,233</u>	<u>\$ 1,884,736</u>

The Accompanying Notes are an Integral Part of the Financial Statements

THE WILDCAT FOUNDATION
Statement of Activities
For the Year Ended June 30, 2020

	<u>Without Donor Restrictions</u>	<u>With Donor Restrictions</u>	<u>Total</u>
Support and Revenue			
Contributions	\$ 149,377	\$ 392,258	\$ 541,635
Interest Income	19,087	-	19,087
Changes in Beneficial Interest in Net Assets of a Community Foundation (Note 6)	3,529	-	3,529
Net Assets Released from Restrictions	<u>210,533</u>	<u>(210,533)</u>	<u>-</u>
Total Support and Revenue	<u>382,526</u>	<u>181,725</u>	<u>564,251</u>
Expenses			
Program Services	123,433	-	123,433
Supporting Services			
Management and General	47,157	-	47,157
Fundraising	<u>89,822</u>	<u>-</u>	<u>89,822</u>
Total Expenses	<u>260,412</u>	<u>-</u>	<u>260,412</u>
Change in Net Assets	122,114	181,725	303,839
Net Assets, Beginning of Year	<u>956,266</u>	<u>914,657</u>	<u>1,870,923</u>
Net Assets, End of Year	<u>\$ 1,078,380</u>	<u>\$ 1,096,382</u>	<u>\$ 2,174,762</u>

The Accompanying Notes are an Integral Part of the Financial Statements

THE WILDCAT FOUNDATION
Statement of Activities
For the Year Ended June 30, 2019

	<u>Without Donor Restrictions</u>	<u>With Donor Restrictions</u>	<u>Total</u>
Support and Revenue			
Contributions	\$ 140,902	\$ 444,395	\$ 585,297
Interest Income	13,032	-	13,032
Changes in Beneficial Interest in Net Assets of a Community Foundation (Note 6)	13,917	-	13,917
Net Assets Released from Restrictions	<u>241,136</u>	<u>(241,136)</u>	<u>-</u>
Total Support and Revenue	<u>408,987</u>	<u>203,259</u>	<u>612,246</u>
Expenses			
Program Services	87,038	-	87,038
Supporting Services			
Management and General	23,837	-	23,837
Fundraising	<u>100,875</u>	<u>-</u>	<u>100,875</u>
Total Expenses	<u>211,750</u>	<u>-</u>	<u>211,750</u>
Change in Net Assets	197,237	203,259	400,496
Net Assets, Beginning of Year	<u>759,029</u>	<u>711,398</u>	<u>1,470,427</u>
Net Assets, End of Year	<u>\$ 956,266</u>	<u>\$ 914,657</u>	<u>\$ 1,870,923</u>

The Accompanying Notes are an Integral Part of the Financial Statements

THE WILDCAT FOUNDATION
Statement of Functional Expenses
For the Year Ended June 30, 2020

	Supporting Services			
	Program Services	Management and General	Fundraising	Total
Academic Programs	\$ 26,481	\$ -	\$ -	\$ 26,481
Advertising	-	-	14,599	14,599
Bank Fees	-	187	-	187
EITC Donation	75,205	-	-	75,205
Insurance	-	6,400	-	6,400
Miscellaneous	-	1,025	-	1,025
Payroll Taxes	386	386	2,313	3,085
Postage	-	3,162	790	3,952
Printing	-	9,166	2,292	11,458
Professional Fees	-	10,049	-	10,049
Scholarships	16,050	-	-	16,050
Salaries and Wages	5,311	5,311	31,865	42,487
Special Events	-	-	37,963	37,963
Supplies	-	2,631	-	2,631
Web Design	-	8,840	-	8,840
	-	8,840	-	8,840
Total Expenses	\$ 123,433	\$ 47,157	\$ 89,822	\$ 260,412

The Accompanying Notes are an Integral Part of the Financial Statements

THE WILDCAT FOUNDATION
Statement of Functional Expenses
For the Year Ended June 30, 2019

	Supporting Services			<u>Total</u>
	<u>Program Services</u>	<u>Management and General</u>	<u>Fundraising</u>	
Academic Programs	\$ 40,463	\$ -	\$ -	\$ 40,463
Advertising	-	-	11,731	11,731
Bank Fees	-	342	-	342
Brick Pavers	286	-	-	286
EITC Donation	21,768	-	-	21,768
Health and Wellness Programs	50	-	-	50
Insurance	-	6,888	-	6,888
Miscellaneous	-	2,526	-	2,526
Payroll Taxes	449	449	2,695	3,593
Postage	-	1,958	1,957	3,915
Professional Fees	-	4,500	5,802	10,302
Scholarships	18,000	-	-	18,000
Salaries and Wages	6,022	6,022	36,135	48,179
Special Events	-	-	42,555	42,555
Supplies	-	<u>1,152</u>	-	<u>1,152</u>
Total Expenses	<u>\$ 87,038</u>	<u>\$ 23,837</u>	<u>\$ 100,875</u>	<u>\$ 211,750</u>

The Accompanying Notes are an Integral Part of the Financial Statements

THE WILDCAT FOUNDATION
 Statements of Cash Flows
 For the Years Ended June 30, 2020 and 2019

	<u>2020</u>	<u>2019</u>
Cash Flows From Operating Activities:		
Change in Net Assets	\$ 303,839	\$ 400,496
Adjustments to Reconcile Change in Net Assets to Net Cash and Cash Equivalents Provided by Operating Activities:		
Changes in Beneficial Interest in Net Assets of a Community Foundation	(3,529)	(13,917)
Contributions to Capital Campaign	(289,928)	(189,412)
(Increase) Decrease in:		
Pledges Receivable	102,129	(159,561)
Prepaid Expenses	(3)	2
Increase (Decrease) in:		
Accounts Payable	(2,997)	5,497
Deferred Revenue	<u>(7,345)</u>	<u>(2,970)</u>
Net Cash and Cash Equivalents Provided by Operating Activities	<u>102,166</u>	<u>40,135</u>
Cash Flows from Investing Activities:		
Maturities (Purchases) of Certificates of Deposit	250,623	(268,503)
Distribution from Community Foundation	29,901	16,020
Purchase of Construction in Progress	<u>(50,609)</u>	<u>-</u>
Net Cash and Cash Equivalents Provided (Used) by Investing Activities	<u>229,915</u>	<u>(252,483)</u>
Cash Flows from Financing Activities:		
Contributions to Capital Campaign	<u>289,928</u>	<u>189,412</u>
Net Cash and Cash Equivalents Provided by Financing Activities	<u>289,928</u>	<u>189,412</u>
Net Change in Cash and Cash Equivalents	622,009	(22,936)
Cash and Cash Equivalents, Beginning of Year	<u>800,799</u>	<u>823,735</u>
Cash and Cash Equivalents, End of Year	<u>\$ 1,422,808</u>	<u>\$ 800,799</u>
<u>Supplemental Cash Flow Disclosures:</u>		
Cash Paid for Interest	\$ -	\$ -
Cash Paid for Taxes	-	-

The Accompanying Notes are an Integral Part of the Financial Statements

THE WILDCAT FOUNDATION
Notes to Financial Statements
For the Years Ended June 30, 2020 and 2019

NOTE 1 NATURE OF ACTIVITIES AND SIGNIFICANT ACCOUNTING POLICIES

Nature of Activities:

The Wildcat Foundation (the Foundation) is a nonprofit community organization formed to raise contributions to be used to support and enhance programs in the Mechanicsburg Area School District (MASD) for the benefit of and to improve the quality of education for the students. The Foundation's support comes primarily from donor contributions.

Basis of Accounting:

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

Basis of Presentation:

Financial statement presentation follows the *Not-for-Profit Entities* topic of the Financial Accounting Standards Board (FASB) Accounting Standards Codification (ASC) which requires the Foundation to report 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.

Accounts Receivable:

Accounts receivable are stated at the amount management expects to collect from balances outstanding at year-end. If there is no balance in accounts receivable at year-end, then no allowance of doubtful accounts is considered necessary.

Pledges Receivable:

Pledges receivable are recorded in the period in which the pledge is made. Pledges receivable are considered purpose and time restricted net assets and are discounted to present value based upon a reasonable interest rate. Management determined that a discount was not considered necessary for the years ended June 30, 2020 and 2019. Pledges are also reviewed for collectability and allowances may be recorded as determined by management. If a pledge is determined to be uncollectible, it is written off as bad debt expense.

Contributions:

Contributions received are recorded as increases in net assets with or without donor restrictions, depending on the existence and/or nature of any donor restrictions.

All donor-restricted contributions are reported as increases in net assets with donor restrictions depending on the nature of the restriction. When a restriction expires (that is, when a stipulated time restriction ends or purpose restriction is 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.

Deferred Revenue:

Income received in the current year for the subsequent year's events is not recognized as income until the subsequent year, and therefore is considered deferred revenue at the end of the current year.

Fair Value Measurements:

Financial instruments are valued at fair market value on a recurring basis in the Statements of Financial Position.

THE WILDCAT FOUNDATION
Notes to Financial Statements
For the Years Ended June 30, 2020 and 2019

NOTE 1 NATURE OF ACTIVITIES AND SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Fair Value Measurements (Continued):

Fair Value Reporting requires an establishment of a hierarchy that ranks the quality and reliability of inputs, or assumptions, used in the determination of fair value and requires financial assets and liabilities carried at fair value to be classified and disclosed in one of the following three categories:

- Level 1 – Quoted prices in active markets for identical assets and liabilities
- Level 2 – Directly or indirectly observable inputs other than Level 1 quoted prices
- Level 3 – Unobservable inputs not corroborated by market data

For financial instruments that have quoted market prices in active markets, the Foundation uses the quoted market prices as fair values and includes those financial instruments in Level 1 of the fair value hierarchy. When quoted market prices in active markets are not available, various pricing services are used to determine fair value of financial instruments that are included in Level 2 of the fair value hierarchy. Level 3 represents financial instruments whose fair value is determined based upon inputs that are unobservable and include the Foundation's own determinations of the assumptions that a market participant would use in pricing the asset.

Financial instruments are exposed to various risks, such as interest rate, market and credit. Due to the level of risk associated with certain financial instruments and the level of uncertainty related to changes in the value of financial instruments, it is at least reasonably possible changes in risks in the near term would materially affect financial instrument assets reported in the Statements of Financial Position and Statements of Activities.

Certificates of Deposit:

Certificates of deposit with initial maturities greater than three months are reported at cost plus interest earned on the Statements of Financial Position. The certificates of deposit are considered Level 2.

Taxation:

The Foundation is exempt from federal income tax as provided by Code Section 501(c)(3) of the Internal Revenue Code. Accordingly, no income tax is incurred unless the Foundation earns income considered to be unrelated business income. The Foundation conducted no activities that were subject to income tax.

Accounting principles generally accepted in the United States of America require management to evaluate tax positions taken by the Foundation. Management evaluated the tax positions taken and concluded that the Foundation had taken no uncertain tax positions that require recognition or disclosure in the financial statements. No provision or benefit for income taxes has been included in these financial statements. With few exceptions, the Foundation is no longer subject to income tax examinations by the U.S. federal, state or local tax authorities for years before June 30, 2017.

Use of Estimates:

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

Cash and Cash Equivalents:

For the purpose of the Statements of Cash Flows, cash and cash equivalents include all highly liquid investments with an initial maturity of three months or less.

Functional Allocation of Expenses:

The costs of providing various programs and activities have been summarized on a functional basis in the Statements of Activities. Accordingly, certain costs have been allocated among the programs and supporting services benefited.

THE WILDCAT FOUNDATION
Notes to Financial Statements
For the Years Ended June 30, 2020 and 2019

NOTE 2 PENDING NEW ACCOUNTING PRONOUNCEMENT

In February 2016, FASB issued ASU No. 2016-02, *Leases*. The ASU introduces a lessee's model that brings most leases onto the Statement of Financial Position and aligns many of the underlying principles of the new lessor model with those in the new revenue recognition standard (ASU No. 2014-09). ASU No. 2016-02 is effective for annual periods beginning after December 15, 2021. The Foundation is currently assessing the impact this standard will have on its financial statements.

NOTE 3 AVAILABILITY AND LIQUIDITY

The following represents the Foundation's financial assets at June 30:

	<u>2020</u>	<u>2019</u>
Financial Assets:		
Cash and Cash Equivalents	\$ 1,422,808	\$ 800,799
Certificates of Deposit	119,543	370,166
Pledges Receivable	203,494	305,623
Beneficial Interest in Net Assets of a Community Foundation	<u>380,452</u>	<u>406,824</u>
Total Financial Assets	<u>2,126,297</u>	<u>1,883,412</u>
Less Amounts Not Available to be Used Within One Year		
Net Assets with Donor Restrictions, Net of Pledges Receivable to be Received Within One Year	<u>955,619</u>	<u>746,460</u>
Financial Assets Available to Meet Expenses Over the Next Year	<u>\$ 1,170,678</u>	<u>\$ 1,136,952</u>

The Foundation's plan is generally to maintain financial assets to meet 90 days of operating expenses.

NOTE 4 PLEDGES RECEIVABLE

Included in pledges receivable are the following unconditional promises to give at June 30:

	<u>2020</u>	<u>2019</u>
Restricted to Future Periods	<u>\$ 203,494</u>	<u>\$ 305,623</u>
Unconditional Promises to Give Before Allowance for Uncollectibles	<u>203,494</u>	<u>305,623</u>
Less: Allowance for Uncollectibles	<u>-</u>	<u>-</u>
Total	<u>-</u>	<u>-</u>
Pledges Receivable	<u>\$ 203,494</u>	<u>\$ 305,623</u>

THE WILDCAT FOUNDATION
Notes to Financial Statements
For the Years Ended June 30, 2020 and 2019

NOTE 4 PLEDGES RECEIVABLE (CONTINUED)

	<u>2020</u>	<u>2019</u>
Amounts Due In:		
Less Than One Year	\$ 140,763	\$ 168,197
One to Five Years	62,731	137,426
More Than Five Years	<u>-</u>	<u>-</u>
Total	<u>\$ 203,494</u>	<u>\$ 305,623</u>

NOTE 5 CONSTRUCTION IN PROGRESS

During 2020, the Foundation began construction of Memorial Park (the Park). Any construction of the Park will be turned over to MASD upon completion. Until the Park is completed and turned over to MASD, it is capitalized as Construction in Progress. The Park will be expensed in the year it is turned over to MASD. The cost of construction and related services incurred totaled \$50,609 and \$0 for the years ended June 30, 2020 and 2019, respectively.

NOTE 6 BENEFICIAL INTEREST IN NET ASSETS OF A COMMUNITY FOUNDATION

During 1999, the Foundation established The Wildcat Foundation Fund (the Fund) with The Foundation for Enhancing Communities (TFEC). TFEC retains legal title to all assets held in the Fund, and the net earnings of the Fund, after deducting the expenses of investing and administering the Fund are available to be distributed annually to The Wildcat Foundation. The distribution committee of TFEC has the power to modify any restriction on the Fund; however, it is the TFEC's intention to distribute any earnings to The Wildcat Foundation for as long as The Wildcat Foundation continues to exist. The Fund is split into two parts: The Wildcat Foundation Fund – Agency and The Wildcat Foundation Fund – Designated. Although The Wildcat Foundation Fund is the beneficiary to both parts, they are only permitted to claim the amount held in the Agency Fund as an asset in their records. These investments are considered Level 3.

During 2012, the Foundation established the Wildcat Foundation Scholarship Fund (the Scholarship Fund). TFEC retains legal title to all assets held in the Scholarship Fund, and the net earnings of the Fund, after deducting the expenses of investing and administering the Scholarship Fund are available for scholarship recipients determined by the Foundation. The distribution committee of TFEC has the power to modify any restriction on the Scholarship Fund; however, it is the TFEC's intention to distribute any earnings to The Wildcat Foundation for as long as The Wildcat Foundation continues to exist. The Wildcat Foundation is not permitted to claim the amount held in the Scholarship Fund as an asset in their records.

The investment policy, use of earnings, and current year activity are as follows:

Investment Management Policy

Gifts to the funds are generally given with the donors' expectations that the funds will stay intact and will grow from earnings, which can then be used for current or long-term needs of The Wildcat Foundation. Therefore, the funds should be invested in accordance with these general policies:

1. *Preservation of Capital* – Both with respect to the overall Fund and to the assets assigned to each investment manager, the Budget Committee and the investment managers should make conscious efforts to preserve capital, understanding that losses may occur in individual securities.

THE WILDCAT FOUNDATION
Notes to Financial Statements
For the Years Ended June 30, 2020 and 2019

NOTE 6 BENEFICIAL INTEREST IN NET ASSETS OF A COMMUNITY FOUNDATION (CONTINUED)

2. *Risk Aversion* – Understanding that risk is present in all types of securities and investment styles, the Budget Committee recognizes that some risk is necessary to produce long-term investment results sufficient to meet the Fund’s objectives. However, investment managers are to make reasonable efforts to control risk, and they will be evaluated regularly to ensure that the risk assumed is commensurate with the given investment style and objectives.
3. *Adherence to Investment Discipline* – Investment managers are expected to adhere to the investment management styles for which they were hired. Managers will be evaluated regularly for adherence to investment discipline.

Investment Objectives

Specifically, the primary objective in the investment management of fund assets shall be:

- To preserve purchasing power after spending
- To achieve returns that are more than the rate of inflation plus spending over the investment horizon in order to preserve purchasing power of fund assets
- To control risk in the investment of fund assets

Handling of Income from Endowment Fund Investments

All investment income will be available annually to the Foundation. There are no restrictions on the use of the income other than it must be used for the benefit of the Foundation.

The asset activity for the year ended June 30, 2020 is reflected as net assets without donor restrictions and net assets with perpetual restrictions as follows:

	Without Donor <u>Restrictions</u>	With Perpetual <u>Restrictions</u>	<u>Total</u>
Beginning Balance	\$ 163,805	\$ 243,019	\$ 406,824
Contributions	-	-	-
Distributions to Operations	(29,901)	-	(29,901)
Investment Income	11,581	-	11,581
Investment Management Fees	<u>(8,052)</u>	<u>-</u>	<u>(8,052)</u>
Total Fund Net Assets	<u>\$ 137,433</u>	<u>\$ 243,019</u>	<u>\$ 380,452</u>

The asset activity for the year ended June 30, 2019 is reflected as net assets without donor restrictions and net assets with perpetual restrictions as follows:

	Without Donor <u>Restrictions</u>	With Perpetual <u>Restrictions</u>	<u>Total</u>
Beginning Balance	\$ 165,908	\$ 243,019	\$ 408,927
Contributions	-	-	-
Distributions to Operations	(16,020)	-	(16,020)
Investment Income	22,061	-	22,061
Investment Management Fees	<u>(8,144)</u>	<u>-</u>	<u>(8,144)</u>
Total Fund Net Assets	<u>\$ 163,805</u>	<u>\$ 243,019</u>	<u>\$ 406,824</u>

THE WILDCAT FOUNDATION
Notes to Financial Statements
For the Years Ended June 30, 2020 and 2019

NOTE 7 NET ASSETS WITH DONOR RESTRICTITONS

Net assets with donor restrictions consisted of the following at June 30:

	<u>2020</u>	<u>2019</u>
Time Restricted Net Assets		
Pledges Receivable	\$ <u>203,494</u>	\$ <u>305,623</u>
Total Time Restricted Net Assets	<u>203,494</u>	<u>305,623</u>
Purpose Restricted Net Assets		
Academic Programs		
EITC	<u>102,677</u>	<u>93,618</u>
Total Academic Programs	<u>102,677</u>	<u>93,618</u>
Health and Wellness Programs		
Memorial Gift	6,440	6,215
Culture/Fine Arts	200	200
Diversity Day	32	-
Girls on the Run	891	891
Wellness Program	<u>50,000</u>	<u>-</u>
Total Health and Wellness Programs	<u>57,563</u>	<u>7,306</u>
Capital Campaign	<u>489,629</u>	<u>265,091</u>
Total Purpose Restricted Net Assets	<u>649,869</u>	<u>366,015</u>
Total Time and Purpose Restricted Net Assets	<u>853,363</u>	<u>671,638</u>
Perpetually Restricted Net Assets		
Beneficial Interest in Net Assets of a Community Foundation	<u>243,019</u>	<u>243,019</u>
Total Perpetually Restricted Net Assets	<u>243,019</u>	<u>243,019</u>
Total Net Assets With Donor Restrictions	<u>\$ 1,096,382</u>	<u>\$ 914,657</u>

NOTE 8 CONCENTRATIONS OF CREDIT RISK

Financial instruments that potentially subject the Foundation to concentrations of credit risk consist principally of cash and cash equivalents held with financial institutions. Accounts at financial institutions are insured by the Federal Deposit Insurance Corporation (FDIC) up to \$250,000 per institution. The amount in excess of the FDIC limit was \$1,203,495 and \$824,562 at June 30, 2020 and 2019, respectively.

NOTE 9 ADVERTISING

The Foundation's policy is to expense advertising costs as incurred as reflected in the Statements of Functional Expenses. The amount of advertising costs incurred was \$14,599 and \$11,731 for the years ended June 30, 2020 and 2019, respectively.

THE WILDCAT FOUNDATION
Notes to Financial Statements
For the Years Ended June 30, 2020 and 2019

NOTE 10 SUBSEQUENT EVENTS

Subsequent events have been evaluated through January 8, 2021, which is the date the financial statements were available to be issued.

Subsequent to June 30, 2020, the Foundation has been operating in an environment that has been economically impacted by the COVID-19 pandemic. The full impact of the pandemic on the Foundation is not known as of the release of these financial statements. However, management is monitoring the current conditions and their potential impact.