

REGIONAL ACCESS PROJECT FOUNDATION
PALM DESERT, CALIFORNIA

INDEPENDENT AUDITOR'S REPORT
AND FINANCIAL STATEMENTS

JUNE 30, 2022 AND 2021



ACCOUNTING & AUDITING

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INDEPENDENT AUDITOR'S REPORT

Board of Directors
Regional Access Project Foundation
Palm Desert, California

Opinion

We have audited the accompanying financial statements of Regional Access Project Foundation (a nonprofit corporation), which comprise the statement of financial position as of June 30, 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.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Regional Access Project Foundation as of June 30, 2022, and the changes in its net assets and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

We conducted our 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 Regional Access Project Foundation 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.

Management's Responsibility 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 Regional Access Project Foundation 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 Regional Access Project Foundation'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 Regional Access Project Foundation ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control related matters that we identified during the audit.

Report on Summarized Comparative Information

The financial statements of Regional Access Project Foundation for the year ended June 30, 2021, were audited by other auditors whose report dated December 8, 2021, expressed an unmodified opinion on those audited financial statements. In our opinion, the summarized comparative information presented herein for the year ended June 30, 2021, is consistent, in all material respects, with the audited financial statements from which it has been derived.

*Coachella Valley
Accounting & Auditing*

September 28, 2022

REGIONAL ACCESS PROJECT FOUNDATION
STATEMENT OF FINANCIAL POSITION
JUNE 30, 2022

WITH SUMMARIZED COMPARATIVE TOTALS FOR JUNE 30, 2021

	<u>ASSETS</u>		Totals	
	<u>Without Donor Restrictions</u>	<u>With Donor Restrictions</u>	<u>2022</u>	<u>2021 (Memorandum Only)</u>
CURRENT ASSETS				
Cash and cash equivalents	\$ 2,134,653	\$ 108,115	\$ 2,242,768	\$ 2,467,904
Accounts receivable	7,243	-	7,243	42,318
County tax increment funding receivable	1,300,391	-	1,300,391	1,213,621
Prepaid expenses	28,687	-	28,687	5,679
Investments	703,051	-	703,051	418,763
Deposits	-	-	-	16,320
Agency funds held for others	33,563	-	33,563	4,156
Total current assets	<u>4,207,588</u>	<u>108,115</u>	<u>4,315,703</u>	<u>4,168,761</u>
PROPERTY AND EQUIPMENT, NET	<u>2,896,147</u>	<u>-</u>	<u>2,896,147</u>	<u>2,998,877</u>
TOTAL ASSETS	<u>\$ 7,103,735</u>	<u>\$ 108,115</u>	<u>\$ 7,211,850</u>	<u>\$ 7,167,638</u>
<u>LIABILITIES AND NET ASSETS</u>				
LIABILITIES				
Accounts payable	\$ 43,330	\$ -	\$ 43,330	\$ 22,924
Accrued payroll	46,694	-	46,694	46,118
Grants payable	-	-	-	359,336
Accrued grant expense	-	-	-	25,102
Tenant deposits	18,820	-	18,820	17,700
Note payable	-	-	-	69,101
Agency funds held for others	33,563	-	33,563	4,156
TOTAL LIABILITIES	<u>142,407</u>	<u>-</u>	<u>142,407</u>	<u>544,437</u>
NET ASSETS				
Without donor restrictions	6,961,328	-	6,961,328	6,389,108
With donor restrictions	<u>-</u>	<u>108,115</u>	<u>108,115</u>	<u>234,093</u>
TOTAL NET ASSETS	<u>6,961,328</u>	<u>108,115</u>	<u>7,069,443</u>	<u>6,623,201</u>
TOTAL LIABILITIES AND NET ASSETS	<u>\$ 7,103,735</u>	<u>\$ 108,115</u>	<u>\$ 7,211,850</u>	<u>\$ 7,167,638</u>

(The accompanying notes are an integral part of these financial statements)

REGIONAL ACCESS PROJECT FOUNDATION
STATEMENT OF ACTIVITIES
JUNE 30, 2022

WITH SUMMARIZED COMPARATIVE TOTALS FOR THE YEAR ENDED JUNE 30, 2021

			Totals	
	Without Donor Restrictions	With Donor Restrictions	2022	2021 (Memorandum Only)
REVENUES				
County tax increment revenue	\$ 1,744,863	\$ -	\$ 1,744,863	\$ 1,443,682
Contributions	8,478	-	8,478	29,019
CARES grant	-	-	-	7,315,000
General grants	63,717	354,761	418,478	930,364
Membership	-	-	-	15,558
Investment (loss) income	(79,355)	-	(79,355)	13,102
Rental income	266,423	-	266,423	355,898
Loss on disposal of property and equipment	-	-	-	(4,877)
Net assets released from restrictions	480,739	(480,739)	-	-
	TOTAL REVENUE	(125,978)	2,358,887	10,097,746
OPERATING EXPENSES				
Program services:				
Grant allocations	979,104	-	979,104	8,583,483
NPO Centric	371,010	-	371,010	586,820
Nonprofit rentals	189,046	-	189,046	167,451
	Total program services	-	1,539,160	9,337,754
Supporting services:				
General administration	267,348	-	267,348	185,680
Non-Program rentals	87,670	-	87,670	83,785
Fundraising	18,467	-	18,467	17,960
	Total supporting services	-	373,485	287,425
	TOTAL OPERATING EXPENSES	-	1,912,645	9,625,179
INCREASE (DECREASE) IN NET ASSETS	572,220	(125,978)	446,242	472,567
NET ASSETS, BEGINNING OF YEAR	6,389,108	234,093	6,623,201	6,150,634.00
NET ASSETS, END OF YEAR	\$ 6,961,328	\$ 108,115	\$ 7,069,443	\$ 6,623,201

(The accompanying notes are an integral part of these financial statements)

REGIONAL ACCESS PROJECT FOUNDATION
STATEMENT OF FUNCTIONAL EXPENSES
FOR THE YEAR ENDED JUNE 30, 2022

WITH SUMMARIZED COMPARATIVE TOTALS FOR THE YEAR ENDED JUNE 30, 2021

	2022										2021	
	Programs					Supporting Services					Totals	(Memorandum Only)
	Grant Allocations	NPO Centric	Nonprofit Rentals	Total Program Services	General Administration	Non-Program Rentals	Fundraising	Total Support Services	Totals	(Memorandum Only)		
Advertising and marketing	\$ -	\$ 13,354	\$ -	\$ 13,354	\$ 852	\$ -	\$ -	\$ 852	\$ 14,206	\$ 20,024	\$ -	
Bank and investment fees	-	256	-	256	8,284	-	-	8,284	8,540	5,733	-	
Building and occupancy	24,813	24,813	52,544	102,170	14,596	29,191	-	43,787	145,957	114,758	-	
Communications	1,936	1,936	4,099	7,971	1,139	2,277	-	3,416	11,387	8,489	-	
Computer services	1,599	959	640	3,198	12,793	-	-	12,793	15,991	20,234	-	
Depreciation expense	20,912	20,912	44,284	86,108	12,301	24,602	-	36,903	123,011	124,130	-	
Employee benefits	24,750	30,000	4,500	59,250	11,250	2,250	2,250	15,750	75,000	53,482	-	
Equipment lease	1,195	1,195	2,530	4,920	703	1,406	-	2,109	7,029	9,060	-	
Event expenses	-	7,029	-	7,029	-	-	-	-	7,029	37	-	
CARES grants to organizations	-	-	-	-	-	-	-	-	-	7,196,548	-	
General grants to organizations	696,974	1,376	-	698,350	-	-	-	-	698,350	1,294,161	-	
Insurance	3,858	3,858	8,169	15,885	2,269	4,539	-	6,808	22,693	29,609	-	
Office expenses	-	21,872	24,889	46,761	28,660	-	-	28,660	75,421	31,700	-	
Pass thru agency funds	-	-	-	-	77,151	-	-	77,151	77,151	14,954	-	
Payroll taxes	13,510	16,376	2,456	32,342	6,141	1,228	1,228	8,597	40,939	45,952	-	
Professional services	17,610	17,380	12,939	47,929	3,594	7,188	-	10,782	58,711	43,076	-	
Retirement plan	6,307	8,325	2,018	16,650	8,578	-	-	8,578	25,228	22,239	-	
Salaries	164,885	199,856	29,978	394,719	74,946	14,989	14,989	104,924	499,643	499,220	-	
Technical assistance to other organizations	-	-	-	-	-	-	-	-	-	83,363	-	
Training, conferences and meetings	755	1,043	-	1,798	1,798	-	-	1,798	3,596	7,133	-	
Travel and mileage	-	470	-	470	2,293	-	-	2,293	2,763	1,277	-	
TOTAL	\$ 979,104	\$ 371,010	\$ 189,046	\$ 1,539,160	\$ 267,348	\$ 87,670	\$ 18,467	\$ 373,485	\$ 1,912,645	\$ 9,625,179		

(The accompanying notes are an integral part of these financial statements)

REGIONAL ACCESS PROJECT FOUNDATION
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED JUNE 30, 2022

WITH SUMMARIZED COMPARATIVE TOTALS FOR THE YEAR ENDED JUN

		Totals
		2022
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase in net assets	\$	446,242
Adjustments to reconcile increase in net assets to net cash provided by operating activities:		
Depreciation		123,011
Loss on disposal of property and equipment		-
Forgiveness on note payable		69,101
Changes in operating assets and liabilities:		
Accounts receivable		35,075
Grants receivable		-
Rents receivable		-
County tax increment funding receivable		(86,770)
Prepaid expenses		(23,008)
Deposits		16,320
Accounts payable		20,406
Accrued payroll		576
Grants payable		(359,336)
Deferred revenue		-
Accrued grant expense		(25,102)
Tenant deposits		1,120
Total adjustments		(228,607)
Net cash provided by operating activities		217,635
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchases of investments		(769,227)
Proceeds from investments		346,739
Purchases of property and equipment		(20,283)
Net cash (used) provided by investing activities		(442,771)
NET (DECREASE) INCREASE IN CASH AND CASH EQUIVALENTS		(225,136)
CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR		2,467,904
END OF YEAR	\$	2,242,768
Cash and cash equivalents without donor restrictions	\$	2,134,653
Cash and cash equivalents with donor restrictions		108,115
Total cash	\$	2,242,768

(The accompanying notes are an integral part of these financial statements)

REGIONAL ACCESS PROJECT FOUNDATION

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2022 AND 2021

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Organization

Regional Access Project Foundation (the Foundation) was incorporated on October 8, 1992, for the purpose of enhancing and facilitating health, mental health, and juvenile services in eastern Riverside County, California. The Foundation's corporate offices are located in Palm Desert, California. The Foundation's primary program services include financial grants and technical assistance to qualified exempt organizations throughout eastern Riverside County. The Foundation is both publicly and privately funded. The Foundation's primary source of annual funding is tax increment funds (sales tax) received under an agency agreement (Note 2) with the County of Riverside (the County).

Program Services

The Foundation provides the following program services:

Grant Allocations to Other Exempt Entities – The Foundation provides cash grants to tax exempt entities that provide health, mental health, and juvenile intervention services to residents of eastern Riverside County. Cash grants are funded annually from the tax increment funding received under the agreement with the County.

NPO Centric– While cash grants are a major part of the Foundation's activities, grants of technical assistance became a priority when it was found that a variety of exempt organizations did not have the tools necessary to manage their organization or grants. The Technical Assistance Program (TAP) was established and funded by monies received annually from the tax increment funding received under the agreement with the County. In 2020, TAP was rebranded as NPO Centric and it has been expanded to provide training and capacity building for a variety of exempt organizations and is available through Riverside County and beyond.

Non-Profit Rentals – The Foundation provides affordable annual rental agreements for office space and cubicles to tax exempt entities. This program helps promote the sustainability of these organizations and allows for collaborations facilitated by the presence of other nonprofits in the same building.

Basis of Accounting

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

Tax Exempt Status

The Foundation is exempt from federal income tax under Section 501(c)(3) of the Internal Revenue Code and from state income tax under Section 23701(d) of the California Revenue and Taxation Code. As such, no provision has been made in the financial statements for income taxes.

REGIONAL ACCESS PROJECT FOUNDATION

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2022 AND 2021

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)

Use of Estimates

The preparation of financial statements in conformity with GAAP requires the use of estimates and assumptions regarding certain types of assets, liabilities, revenues, and expenses. Such estimates primarily relate to unsettled transactions and events as of the date of the financial statements. Accordingly, upon settlement, actual results may differ from estimated amounts.

Cash and Cash Equivalents

Cash and cash equivalents consist of cash and highly liquid investments that are readily convertible into cash and have original maturities of three months or less when purchased.

Agency Funds Held for Others

From time to time, the Foundation enters into agency service agreements with other exempt organizations. Funds held on behalf of other agencies are maintained in separate accounts and are disbursed in accordance with directives from those entities. Such funds are reported as an offsetting asset and liability on the statement of financial position.

Concentration of Credit Risk

The Foundation maintains accounts at various financial institutions, which at June 30, 2022 and periodically throughout the year, were in excess of federally insured limits of \$250,000.

The Foundation also maintains investment accounts with Wells Fargo. The accounts contain cash and securities and sometimes exceed the amount guaranteed by the Securities Investor Protection Corporation (SIPC), which is \$500,000 for securities and cash (including a limit of \$250,000 for cash only). Accounts held in the same capacity are combined for purposes of the SIPC protection limits. The investment companies maintain insurance to guarantee the Foundation's balances in excess of the amounts on deposit or invested.

Receivables

The county tax increment funding receivable and other receivables are reported net of an allowance for doubtful accounts. The Foundation provides for losses on receivable using the allowance method. The allowance is based on experience, third-party contracts, and other circumstances, which may affect the ability of contributors to meet their obligations. Management believes that all current receivables are collectible, and no allowance is needed at this time.

Investments

Investments in marketable securities with readily determinable fair values and all investments in debt securities are reported at their fair values based on quoted prices in active markets in the statement of financial position. Unrealized gains and losses are included in the change in net assets. Investment income and gains restricted by a donor are reported as increases in net assets without donor restrictions if the restrictions are met (either by passage of time or by use) in the reporting period in which the income and gains are recognized.

REGIONAL ACCESS PROJECT FOUNDATION

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2022 AND 2021

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)

Property and Equipment

The Foundation capitalizes assets with an expected useful life in excess of one year and value in excess of \$1,000 including additions, improvements, and other capital outlays that significantly extend the useful life of an asset. Property and equipment are carried at cost or, if donated, at the approximate fair value at the date of donation. Depreciation is calculated using the straight-line method over the estimated useful lives of the assets, ranging from five to 39 years.

Revenue and Revenue Recognition

Revenue is recognized when earned. Contributions are recognized when cash, or other assets, an unconditional promise to give, or notification of a beneficial interest is received. Conditional promises to give are not recognized until the conditions on which they depend have been substantially met or the donor has explicitly released the restriction.

Financial Statement Presentation

The Foundation reports information regarding its financial position and activities according to two classes of net assets; net assets without donor restrictions, net asset without donor restrictions – board designated, and net assets with donor restrictions, based upon the existence or absence of donor-imposed restrictions.

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

Net Assets Without Donor Restrictions – These funds represent all resources over which the Board of Directors has discretionary control for use in operating the Foundation, as well as all property and equipment of the Foundation.

Net Assets Without Donor Restrictions – Board Designated – These funds represent all resources over which the Board of Directors has discretionary control for use in operating the Foundation. The Board of Directors have designated funds for a building reserve fund. The building reserve fund was \$50,000 as of June 30, 2022 and June 30, 2021 and is included in cash and cash equivalents without donor restrictions.

Net Assets With Donor Restrictions – These funds represent those resources that are received with donor stipulations that limit the use of the donated assets. When a donor restriction expires, that is, when a stipulated time restriction ends or the purpose for restriction is accomplished, donor restricted net assets are reclassified to net assets without donor restriction and reported in the statement of activities as net assets released from restrictions. (See Note 7)

REGIONAL ACCESS PROJECT FOUNDATION

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2022 AND 2021

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)

Functional Allocation of Expense

The costs of providing various programs and other activities have been summarized on a functional basis in the statement of activities. The statement of functional expenses presents the natural classification of expenses by function. Accordingly, certain costs have been allocated among the program and supporting services benefited. The expenses that are allocated include building maintenance and depreciation, which are allocated on a square footage basis, as well as personnel costs, professional services, office expenses, information technology, insurance, and others, which are allocated on the basis of estimates of time and effort.

2. FUNDING FROM RIVERSIDE COUNTY

The Foundation is party to an agreement with the County of Riverside entitled “County of Riverside Service Agreement” dated March 29, 2016 (which superseded the August 16, 1994 agreement) (County Agreement), pursuant to which the County agreed to distribute to the Foundation certain sales tax funds received by the County. The County’s Governmental Revenue Sharing Agreements with the City of Palm Desert (the City) contains a provision that the City shall pay to the County the amount of redevelopment “tax increment that is equal to the amount of sales taxes paid to the City from the redevelopment site” (Alternative Funding Provisions). The term of the County Agreement ended June 30, 2020 and was renewed for an additional five year term expiring June 30, 2025 and may be extended for an additional 5 year period upon mutual written agreement of the parties. Total revenues were \$1,744,863 and \$1,443,682 for the years ended June 30, 2022 and 2021, respectively. Receivables from the County amounted to \$1,300,391 and \$1,213,621 as of June 30, 2022 and 2021, respectively.

3. FAIR VALUE MEASUREMENTS

The Foundation applies Generally Accepted Accounting Principles (GAAP) for fair value measurements of financial assets that are recognized or disclosed at fair value in the financial statements on a recurring basis.

GAAP establishes 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 measurements involving significant unobservable inputs (Level 3 measurements).

Level 1 inputs are quoted prices (unadjusted) in active markets for identical assets or liabilities that the Foundation has the ability to access at the measurement date. At June 30, 2022, all marketable securities are measured at fair value on a recurring basis and were valued at Level 1 inputs. Fair value for marketable securities at June 30, 2022 and 2021 was \$703,051 and \$418,763, respectively.

REGIONAL ACCESS PROJECT FOUNDATION

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2022 AND 2021

3. FAIR VALUE MEASUREMENTS – (Continued)

Realized and unrealized investment loss amounted to \$79,355 for the year ended June 30, 2022. Realized and unrealized investment income amounted to \$13,102 for the year ended June 30, 2021.

4. CONCENTRATION OF GRANT REVENUE

During the year ended June 30, 2022, there was not a concentration of grant revenue.

For the year ended June 30, 2021 the Foundation received 82% of revenue from grants funded by governmental sources. A significant portion of government grant funding was related to a subrecipient agreement the Foundation entered into with the County of Riverside. The funding was being passed through the County to the Foundation and is federally funded by “Coronavirus Aid, Relief, and Economic Relief, and Economic Securities (CARES) Act”. Through this agreement, the Foundation had been provided \$7,315,000 to cover COVID-19 related expenses incurred during the period of March 1, 2020 through June 30, 2021. The Foundation was tasked to reach out and assist local skilled nursing facilities to provide funding for their COVID related expenses.

5. GOVERNMENT LOAN PAYABLE

In May 2020 the Foundation received a Paycheck Protection Program (PPP) loan in the amount of \$68,986. This two-year loan, was offered to qualifying small businesses in order to provide financial assistance during the COVID-19 crisis and is to be used to cover payroll costs and other qualifying expenses.

Management had elected to use guidance under ASC 470 which indicated these funds were to be reflected as a liability until legally released as an obligation to pay. Under the terms of this loan, interest was charged at a 1% annual rate, and matured May 2022. Loans under this program were to be forgiven in full provided funds were used to pay for qualifying expenses. The balance as of June 30, 2021 was \$69,101. In November 2021 this loan was forgiven in full and has been included in grant income for the year ended June 30, 2022.

6. PROPERTY AND EQUIPMENT

Property and equipment consist of the following at June 30;

	<u>2022</u>	<u>2021</u>
Building	\$ 2,554,025	\$ 2,554,026
Improvements	824,788	804,505
Office equipment	45,967	53,947
Computer equipment	<u>47,168</u>	<u>47,168</u>
	3,471,948	3,459,646
Less: accumulated depreciation	<u>(575,802)</u>	<u>(460,769)</u>
Total	<u>\$ 2,896,147</u>	<u>\$ 2,998,877</u>

REGIONAL ACCESS PROJECT FOUNDATION

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2022 AND 2021

7. NET ASSETS WITH DONOR RESTRICTIONS

Net assets with donor restrictions consisted of the following as of June 30;

	<u>2022</u>	<u>2021</u>
James Irvine Foundation	\$ -	\$ 175,521
Desert Legal Foundation	682	17,682
Prevent Child Abuse Riverside County	6,675	6,675
SIA Awards	53,602	23,122
Houston Foundation	25,000	-
Desert Fast Pitch	15,000	-
Other programs	7,156	11,093
Total net assets with donor restrictions	<u>\$ 108,115</u>	<u>\$ 234,093</u>

8. GRANTS TO ORGANIZATIONS

As described in the summary of significant accounting policies, the Foundation provides cash grants to entities that provide health, mental health, education or family intervention services to residents of eastern Riverside County. Grants expense as shown on the statement of functional expense, were provided for the following purposes for the years ended June 30;

	<u>2022</u>	<u>2021</u>
CARES grants	\$ -	\$ 7,196,548
Mental health grants	620,974	699,685
Technical assistance grants	17,000	222,676
Other Grants	8,376	156,228
General health grants	45,000	114,072
Stabilizing family grant	-	100,000
Education grants	7,000	1,500
Total grants to organizations	<u>\$ 698,350</u>	<u>\$ 8,490,709</u>

9. RETIREMENT PLAN

The Foundation contributes on behalf of its employees to a 401(k) retirement plan. All full-time employees who are at least 18 years of age are eligible to participate in the plan. Under this plan, the Foundation contributes a dollar for dollar match of the participating employees' deferral amounts each year, up to 5% of the employees' compensation for the plan year. The Foundation made \$25,228 and \$22,239 of matching contributions to employee retirement plans for the years ended June 30, 2022 and 2021.

REGIONAL ACCESS PROJECT FOUNDATION

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2022 AND 2021

10. UNCERTAINTIES

The ongoing COVID-19 pandemic in the United States has caused business disruption and a reduction in economic activity across the nation. While the disruption is expected to be temporary, there is considerable uncertainty around the duration and the impact it will have on the Foundation's operations and financial position. The financial impact to the Foundation cannot be reasonably estimated at this time.

11. LIQUIDITY AND AVAILABILITY OF FINANCIAL ASSETS

The following represents financial assets that could readily be made available within one year at June 30, 2022 for general expenditures:

Financial assets at year-end:	
Cash and Cash equivalents	\$ 2,134,653
Investments	703,051
County Tax Receivable	1,300,391
Accounts Receivable	7,243
	<u>\$ 4,145,338</u>

As part of the Foundation's liquidity management, it has a policy to structure its financial assets to be available as its general expenditures, liabilities, and other obligations come due. Cash and investments from donor-restricted sources is restricted for specific purposes and therefore, is not available for general expenditure. Even though the Board has the ability to release Board designated funds for operating needs at any time, since the Board designated amounts of \$50,000 were not available for operations as of June 30, 2022 these amounts have been excluded from the amounts listed above.

12. SUBSEQUENT EVENTS

The Foundation evaluated all potential subsequent events as of September 28, 2022 when the financial statements were authorized and available to be issued. No subsequent events or transactions were identified after June 30, 2022 or as of September 28, 2022 that require disclosure to the financial statements.