

**PENNSYLVANIA KIWANIS FOUNDATION  
AUDITED FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED  
SEPTEMBER 30, 2021**

**ELLIS LEE HOSTETTER & CO., P.C.**

**1810 S 5<sup>TH</sup> AVENUE**

**LEBANON, PA 17042-7909**

**717 273-8197**

PENNSYLVANIA KIWANIS FOUNDATION

TABLE OF CONTENTS

	<u>PAGE</u>
Independent Auditor's Report	1 - 2
Statement of -	
Assets, Liabilities and Net Assets - Modified Cash Basis	3
Revenues, Expenses and Other Changes in Net Assets - Modified Cash Basis	4
Statement of Expenses - Modified Cash Basis	5
Cash Flows - Modified Cash Basis	6
Notes to the Financial Statements	7 - 15



**ELLIS LEE HOSTETTER & Co., P.C.**  
CERTIFIED PUBLIC ACCOUNTANTS  
1810 South 5<sup>th</sup> Avenue • Lebanon, PA 17042  
Phone: 717-273-8197 • Fax: 717-273-8220  
website: [www.elhcopc.com](http://www.elhcopc.com)

ELLIS LEE HOSTETTER, CPA  
E-mail: [ellis@elhcopc.com](mailto:ellis@elhcopc.com)  
BARRY DEAN HOSTETTER, CPA  
E-mail: [barry@elhcopc.com](mailto:barry@elhcopc.com)

BENJAMIN LUKE HOSTETTER, EA  
E-mail: [ben@elhcopc.com](mailto:ben@elhcopc.com)  
ZACHARY DAVID REIS, EA  
E-mail: [zach@elhcopc.com](mailto:zach@elhcopc.com)

## INDEPENDENT AUDITOR'S REPORT

To the Board of Directors of  
The PA Kiwanis Foundation

We have audited the accompanying financial statements of The Pennsylvania Kiwanis Foundation (a nonprofit organization), which comprise the statement of assets, liabilities and net assets – modified cash basis as of September 30, 2021, the related statements of revenues, expenses and other changes in net assets – modified cash basis, and cash flows for the fiscal year 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 the modified cash basis of accounting as described in Note #1; this includes determining that the modified cash basis of accounting is an acceptable basis for the preparation of the financial statements in the circumstances. Management is also responsible 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.

### **Auditor's Responsibility**

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit 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.

**Opinion**

In our opinion, the financial statements referred to above present fairly, in all material respects, the assets, liabilities, and net assets of The Pennsylvania Kiwanis Foundation as of September 30, 2021, and its support, revenue, and expenses for the year then ended in accordance with the modified cash basis of accounting as described in Note #2.

**Basis of Accounting**

We draw attention to Note #2 of the financial statements, which describes the basis of accounting. The financial statements are prepared on the modified cash basis of accounting, which is a basis of accounting other than accounting principles generally accepted in the United States of America. Our opinion is not modified with respect to this matter.

A handwritten signature in black ink, appearing to read "Ellis Lee Hostetter", with a long horizontal flourish extending to the right.

Ellis Lee Hostetter & Co., P.C.  
Lebanon, PA 17042

November 24, 2021

PENNSYLVANIA KIWANIS FOUNDATION  
STATEMENT OF ASSETS, LIABILITIES AND NET ASSETS - MODIFIED CASH BASIS  
AS OF SEPTEMBER 30, 2021

ASSETS

CURRENT ASSETS

Cash and Cash Equivalents	
Cash - Checking	\$ 41,331
Cash - Money Market	1,735
Total Cash and Cash Equivalents	<u>\$ 43,066</u>

TOTAL CURRENT ASSETS	\$ 43,066
----------------------	-----------

INVESTMENTS

Fixed Income - Certificate of Deposits	\$ -
Fixed Income - Securities	269,391
Equities - Securities	680,426
Non-Marketable Equities	<u>14,676</u>

TOTAL INVESTMENTS	<u>964,493</u>
-------------------	----------------

TOTAL ASSETS	<u><u>\$ 1,007,559</u></u>
--------------	----------------------------

LIABILITIES AND NET ASSETS

LIABILITIES	\$ -
-------------	------

NET ASSETS

Without Donor Restriction	\$ 763,448
With Donor Restrictions	<u>244,111</u>

TOTAL NET ASSETS	<u>1,007,559</u>
------------------	------------------

TOTAL LIABILITIES AND NET ASSETS	<u><u>\$ 1,007,559</u></u>
----------------------------------	----------------------------

PENNSYLVANIA KIWANIS FOUNDATION  
 STATEMENTS OF REVENUES, EXPENSES AND  
 OTHER CHANGES IN NET ASSETS - MODIFIED CASH BASIS  
 FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2021

	Without Donor Unrestricted	With Donor Restrictions	Total
SUPPORT AND REVENUE			
Contributions	\$ 35,536	\$ 5,100	\$ 40,636
Fundraising Income			
Rose Sale Income	49,440	-	49,440
Rose Sale Expenses	(37,292)	-	(37,292)
Net Investment Income	36,415	12,530	48,945
TOTAL SUPPORT AND REVENUE	\$ 84,099	\$ 17,630	\$ 101,729
Net Assets Released From Restrictions	23,173	(23,173)	-
TOTAL SUPPORT AND REVENUE	\$ 107,272	\$ (5,543)	\$ 101,729
EXPENSES			
Program Expenses	\$ 54,150	\$ -	\$ 54,150
Supporting Services			
General and Administrative	12,812	-	12,812
Fundraising	2,433	-	2,433
TOTAL EXPENSES	69,395	-	69,395
Excess Support and Revenue over Expenses	\$ 37,877	\$ (5,543)	\$ 32,334
Unrealized Gains/(Losses) on Investments	89,051	30,641	119,692
CHANGE IN NET ASSETS	\$ 126,928	\$ 25,098	\$ 152,026
Net Assets, Beginning of Year	636,520	219,013	855,533
Net Assets, End of Year	<u>\$ 763,448</u>	<u>\$ 244,111</u>	<u>\$ 1,007,559</u>

See Notes to the Financial Statements

PENNSYLVANIA KIWANIS FOUNDATION  
 STATEMENT OF EXPENSES - MODIFIED CASH BASIS  
 FOR THE FISCAL YEAR ENDED SEPTEMEBER 30, 2021

	Program Expenses	Supporting Services		Total
		General And Administrative	Fundraising	
Professional Fees	\$ -	\$ 1,350	\$ -	\$ 1,350
Service Leadership & Aktion	1,000	-	-	1,000
Circle K Leadership	4,000	-	-	4,000
District Office Support	-	6,000	-	6,000
Early Learning Initiative	28,500	-	-	28,500
Fundraising Expenses	-	-	2,280	2,280
Grants and Outreach	3,150	-	-	3,150
Key Club Training	2,500	-	-	2,500
Office Supplies	-	562	-	562
Officer and Director Insurance	-	400	-	400
Management Fees	-	4,500	-	4,500
Scholarship Awards	15,000	-	-	15,000
State Registration	-	-	153	153
TOTAL EXPENSES	<u>\$ 54,150</u>	<u>\$ 12,812</u>	<u>\$ 2,433</u>	<u>\$ 69,395</u>

See Notes to the Financial Statements.

PENNSYLVANIA KIWANIS FOUNDATION  
STATEMENT OF CASH FLOWS - MODIFIED CASH BASIS  
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2021

	<u>9/30/2021</u>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>	
Excess Support and Revenue over Expenses	\$ 32,335
Adjustments to Reconcile Change in Net Assets to Net Cash Provided by (Used in) Operating Activities	
Income from Investments Assets	<u>\$ (48,760)</u>
Net Cash Flow Used in Operating Activities	<u>(16,425)</u>
<b>CASH FLOWS PROVIDED BY INVESTING ACTIVITIES</b>	
Purchase, Sales, and Redemption Ameritas Investments	
Gross Sales from Securities/Investments	\$ 46,316
Less: Investment Securities Purchased	<u>(92,172)</u>
Net Sales of Investment Securities	(45,856)
Income from Investment Assets	
Interest, Dividends and Capital Gains	48,760
Less Investment Management Fees	<u>(4,500)</u>
Net Cash Provided by Investing Activities	<u>(1,596)</u>
NET INCREASE (DECREASE) IN CASH	\$ (18,021)
CASH - Beginning of Year	<u>61,087</u>
CASH - End of Year	<u><u>\$ 43,066</u></u>

See Notes to the Financial Statements



PENNSYLVANIA KIWANIS FOUNDATION  
NOTES TO THE FINANCIAL STATEMENTS - MODIFIED CASH BASIS  
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2021

**NOTE #1 DESCRIPTION OF THE ORGANIZATION**

The Pennsylvania Kiwanis Foundation (the Organization) was established to conduct and promote charitable and educational programs serving the public interest. This is achieved through the expending of funds directly for such programs or by furnishing funds for charitable, scientific research, or educational programs. The Pennsylvania Kiwanis Foundation was established in 1980.

**NOTE #2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

**BASIS OF ACCOUNTING.** The financial statements of the Organization have been prepared on the modified cash basis of accounting, which is a comprehensive basis of accounting other than the generally accepted accounting principles. Revenues and the related assets are recognized when received rather than when earned and expenses are recognized when paid rather than when the obligation is incurred. Investments are recorded at fair market value, and the unrealized appreciation or depreciation in the value of investments is included in the change in net assets. Financial statements prepared on the modified cash basis of accounting do not present financial position and the results of operations in accordance with generally accepted accounting principles in the United States of America.

**FINANCIAL STATEMENT PRESENTATION.** Financial statement presentation follows the recommendations of the Financial Accounting Standards Board in its Presentation of Financial Statements of Not-for-Profit Entities, (ASU 2016-14). Under ASU 2016-14 the Organization 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.

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

*Net assets with donor restrictions* : Net assets subject to stipulations imposed by donors, and grantors. Some donor restrictions are temporary in nature; those restrictions will be met by actions of the Organization, or by the passage of time. Other donor restrictions are perpetual in nature, where by the donor has stipulated the funds be maintained in perpetuity.

Donor restricted contributions are reported as increases in net assets with donor restrictions. When a restriction expires, net assets are reclassified from net assets with donor restrictions to net assets without donor restrictions in the statements of activities.

The Notes to the Financial Statements are an Integral Part of these Statements.

**NOTE #2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued**

CONCENTRATION OF CREDIT RISK. The Organization's financial instruments that are exposed to concentrations of credit risk consist primarily of cash and cash equivalents. The Organization places its cash and temporary cash investments with high credit quality institutions. Typically, the invested balances are less than the FDIC insurance limit. The Organization believes that its credit risk is nominal.

CASH. For purposes of the statements of cash flows, cash is defined as cash on hand, cash in bank checking accounts, money market accounts and certificates of deposits. See Note #4.

INTERNAL REVENUE SERVICE. The Organization is exempt from federal income tax under Section 501(c)(3) of the Internal Revenue Code. The Organization is not a private foundation as defined in Section 509 of the Internal Revenue Code. The Organization is also registered with the Bureau of Charitable Organizations of the Commonwealth of Pennsylvania.

FUNCTIONAL EXPENSES. Expenses are charged directly to program or management in general categories based on specific identification.

REVENUE RECOGNITION. In accordance with the modified cash basis of accounting, contributions are recognized as revenue when the monies are received. All contributions are considered available for unrestricted current use unless specifically restricted by the donor. Amounts received that are designated for future periods, or that are restricted by the donor for specific purposes, are reported as net assets with donor restrictions. When a restriction expires, net assets are reclassified to net assets without donor restrictions and reported in the statement of revenues, expenses and other changes in net assets - modified cash basis as net assets released from restrictions.

CONTRIBUTIONS. The Organization accounts for contributions in accordance with the recommendation of the Financial Accounting Standards Board in SFAS No. 116, *Accounting for Contributions received and Contributions made*. Contributions are recognized when received. In accordance with SFAS No. 116, contributions received are recorded as restricted or unrestricted support, depending on the existence and nature of the donor restrictions. All contributions are considered unrestricted unless specifically restricted by the donor. Revenues are reported as increases in unrestricted net assets unless they are restricted by donor-imposed stipulations. Expenses are generally reported as decreases in unrestricted net assets. Satisfaction of donor-imposed stipulations that simultaneously increase net assets without donor restrictions and decrease restricted revenue received and expended during the same fiscal year is recorded as unrestricted revenue and expense in the statement of activities and changes in net assets.

**NOTE #2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued**

CONTRIBUTED SERVICES. During the fiscal year ended September 30, 2021, the Organization received no contributed services which met the requirement for recognition in the financial statements. However, members of the board of directors volunteer their time in the management of the Organization.

INCOME TAXES. The Organization is a nonprofit corporation whose revenue is derived from fees, grants, contributions and other fundraising activities and is not subject to federal or state income taxes. The Organization is exempt from federal income taxes under section 501(c)(3) of the Internal Revenue Code and is not considered a private foundation.

The accounting standard on accounting for uncertainty in income taxes addresses the determination whether tax benefits claimed or expected to be claimed on a tax return should be recorded in the financial statements. Under that guidance, the Organization may recognize the tax benefit from an uncertain tax position only if it is more likely than not that the tax position will not be sustained on examination by taxing authorities based on the technical merits of the position. Examples of tax positions include the tax-exempt status of the Organization and various positions related to the potential sources of unrelated business taxable income (UBIT). The tax benefits recognized in the financial statements from such a position are measured based on the largest benefit that has a greater than 50 percent likelihood of being realized upon ultimate settlement. There were no unrecognized tax benefits identified or recorded as liabilities for the fiscal year ended September 30, 2021.

The Organization files a federal Form 990 - Return of Organization Exempt From Income Tax. The Organization also files Charitable Registration Statement with the Commonwealth of Pennsylvania - Form BCO-10. The Organization is generally no longer subject to examination by the Internal Revenue Service for years before 2017.

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

- |         |   |
|---------|---|
| Level 1 | Unadjusted quoted market prices for identical assets or liabilities in active markets as of the measurement date. |
|---------|---|

The Notes to the Financial Statements are an Integral Part of these Statements.

**NOTE #2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued**

FAIR VALUE MEASUREMENTS - continued

Level 2	Other observable inputs, either directly or indirectly, including: Quoted prices for similar assets/liabilities in active markets; Quoted prices for identical or similar assets in non-active markets; Inputs other than quoted prices that are observable for the asset/liability; and, Inputs that are derived principally from or corroborated by other observable market data.
Level 3	Unobservable inputs that cannot be corroborated by observable market data.

NET ASSETS. The financial statements report amounts by class of net assets. Net assets are recorded as restricted or unrestricted as per the donor stipulation. Restricted net assets and donor restrictions are summarized in Note #7. Unrestricted net assets are available at the discretion of the board for use in the Organization's programs.

USE OF ESTIMATES. The preparation of financial statements in conformity with the modified cash basis of accounting requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosures. Actual results could differ from those estimates.

**NOTE #3 AVAILABILITY AND LIQUIDITY**

The following represents the Organizations financial assets as of September 30, 2021

Financial Assets at Fiscal Year End:	9/30/2021
Cash and Cash Equivalents	\$ 43,066
Investments	964,493
Total Financial Assets	\$ 1,007,559
Less amounts with Donor Restrictions	244,111
Financial assets available to meet general expenditures over the next twelve months	<u>\$ 763,448</u>

#### NOTE #4 CASH AND CASH EQUIVALENTS

Cash and cash equivalents consist of the following:

	9/30/2021
Cash on Hand	\$ -
Cash in Bank - Checking - Mid Penn Bank	35,121
Cash in Bank - Checking - First National Bank	6,210
Cash in Money Market - Ameritas Investment Corp	1,735
	<hr/>
Total Cash and Cash Equivalents	\$ 43,066
	<hr/>

#### NOTE #5 INVESTMENTS

Financial Accounting Standards Board Statement No. 157, Fair Value Measurements (FASB Statement No. 157), establishes a framework for measuring fair value. That 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 FIBS Statement No. 157 are described below:

Level 1 - Inputs to the valuation methodology are unadjusted quoted prices for identical assets or liabilities in active markets that the Plan has the ability to access.

Level 2 - Inputs to the valuation methodology include 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 liability; and inputs 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.

Following is a description of the valuation methodologies used for assets measured at fair value. There have been no changes in the methodologies used at September 30, 2021.

The Notes to the Financial Statements are an Integral Part of these Statements.

Pennsylvania Kiwanis Foundation  
Notes to the Financial Statements  
For the Fiscal Year Ended September 30, 2021

**NOTE #5 INVESTMENTS - Continued**

*Common stocks, corporate bonds and U.S. government securities:* Valued at the closing price reported on the active market on which the individual securities are traded.

*Mutual funds:* Valued at the net asset value (NAV) of shares held by the Organization at year end.

*Real Estate Investment Trusts:* Carried at cost as they are non-marketable as the investments are not publicly traded.

The methods described above may produce a fair value calculation that may not be indicative of net realizable value or reflective of future fair values. Furthermore, while the Organization believes its valuation methods are appropriate and consistent with other market participants, the use of different methodologies or assumptions to determine the fair value of certain financial instruments could result in a different fair value measurement at the reporting date.

The following table sets forth by level, within the fair value hierarchy, the Organization's assets at fair value as of September 30, 2021:

	Level 1	Level 2	Level 3	Total
Certificates of Deposit	\$ -	\$ -	\$ -	\$ -
Corporate Bonds	-	-	-	-
Equities	680,426	-	-	680,426
Fixed Income - Mutual Fds.	269,391	-	-	269,391
Non-Marketable Equities	-	-	14,676	14,676
Total Fair Value Measurement	<u>\$ 949,817</u>	<u>\$ -</u>	<u>\$ 14,676</u>	<u>\$ 964,493</u>

Level 3 values have been provided by management of the REIT or a third party vender without independent verification and represent their estimated value of the investor's participation in the program as of a date no greater that 18 months from the date of this statement.

**NOTE #5 INVESTMENTS - Continued**

Fair values and unrealized appreciation (depreciation) at September 30, 2020, are summarized in the following table:

<u>EQUITIES</u>	<u>Cost</u>	<u>Fair Value</u>	<u>Unrealized Appreciation (Depreciation)</u>
Citigroup Cap XIII TR PFD Secs 6.785%	\$ 12,937	\$ 13,875	\$ 938
Flaherty and Crumrine Preferred	23,512	22,715	(797)
Healthcare TR Inc Com	3,721	3,306	(415)
Phillips Edison & Company Inc	4,038	5,787	
Resource Real Estate Opportunity REIT	3,560	5,583	2,023
Total Equities	<u>\$ 47,768</u>	<u>\$ 51,266</u>	<u>\$ 1,749</u>
<u>BONDS</u>	<u>Cost</u>	<u>Fair Value</u>	<u>Unrealized Appreciation (Depreciation)</u>
<u>Corporate Bonds</u>			
AT&T Inc Note 3.0%	\$ 9,929	\$ 10,150	\$ 221
Edison Intl Note 2.40%	9,442	10,162	720
Wells Fargo Co Mtn 3.45%	10,011	10,407	396
LYB Intl Finance B.V. Note 4.0%	6,032	6,364	332
Affiliated Managers Grp 4.25%	10,069	10,817	748
Symetra Fincl Corp Note 4.25%	9,924	10,765	841
JPMorgan Chase & Co Bond 7.75%	11,609	12,319	710
Goldman Sachs Grp Inc Mtn BE 5.1%	10,678	11,354	676
Altria Group Inc Note 4.4%	10,208	11,226	1,018
Total Bonds	<u>\$ 87,902</u>	<u>\$ 93,564</u>	<u>\$ 5,662</u>

**NOTE #5 INVESTMENTS - Continued**

<u>MUTUAL FUNDS</u>	Cost	Fair Value	Unrealized Appreciation (Depreciation)
AB Large Cap Growth Class A	\$ 51,677	\$ 69,120	\$ 17,443
Amer Balanced Fd F2	20,594	23,388	2,794
American Inc Fd of Amer Cl F1	30,394	39,808	9,414
American New Perspective Cl F1	49,706	82,278	32,572
AMG Yacktman Focused N	22,672	26,250	3,578
DWS Global Infrastructure FD S	22,467	32,628	10,161
John Hancock Disciplined Val Mid Cap	30,488	40,658	10,170
JPMorgan Mid Cap Grth Fd Cl A	73,385	97,953	24,568
Neuberger Berman Genesis Inv	28,731	38,621	9,890
Northern Large Cap Core Fd	11,326	22,273	10,947
PIMCO Stockplus Small Fund A	37,439	41,469	4,030
T Rowe Price Cap Appr	63,310	109,333	46,023
T Rowe Price Small Cap Val	16,945	20,056	3,111
Franklin Income Advisor Class	64,265	68,952	4,687
John Hancock Bond Fund Class 1	30,000	30,000	-
JPMorgan Strategic Income Opps CL 1	30,020	30,469	449
Lord Abbett Short Duration Inc Class A	10,017	9,946	(71)
PIMCO Income Fund Institutional Fund	24,787	26,139	1,352
Vanguard Short Term Federal Investor	10,145	10,321	176
<b>TOTAL MUTUAL FUNDS</b>	<b>\$ 628,368</b>	<b>\$ 819,662</b>	<b>\$ 191,294</b>
<b>TOTAL INVESTMENTS</b>	<b>\$ 764,038</b>	<b>\$ 964,492</b>	<b>\$ 198,705</b>

**NOTE #6 DONOR RESTRICTED FUNDS**

The Organization maintains multiple restricted funds for various purposes. The following are the balances of the restricted funds as of September 30, 2021:

	Scholarship Fund	Neiman Endowment Scholarship Fund	Total
Balance Sept. 30, 2020	\$ 134,313	\$ 84,700	\$ 219,013
Change in Fund Balance	12,591	12,507	25,098
Balance Sept. 30, 2021	<u>\$ 146,904</u>	<u>\$ 97,207</u>	<u>\$ 244,111</u>

The Notes to the Financial Statements are an Integral Part of these Statements.



Pennsylvania Kiwanis Foundation  
Notes to the Financial Statements  
For the Fiscal Year Ended September 30, 2021

**NOTE #7 INVESTMENT ACTIVITY**

	<u>Balance</u>	<u>Investment Income %</u>
Funds invested in Ameritas Investment Corp. Account		
Ameritas Investment Corp - Investment Balance 9/30/2020	\$ 796,075	
Investment Income for Fiscal Year		
Dividend and Interest Income	\$ 48,489	
Realized Gains and Losses*	<u>271</u>	
Net Investment Income for Fiscal Year**	48,760	6.13%
Net Investment Fees for Year	(4,500)	
Unrealized Gains and Losses	119,691	
Less Net Transferred from/(to) Operating Fund	<u>6,200</u>	
Ameritas Investment Corp - Investment Balance 9/30/2021	\$ 966,226	
Ameritas Investment Corp - Cash Balance 9/30/2021	<u>1,735</u>	
Ameritas Investment Corp - Investment Balance 9/30/2021	<u>\$ 964,491</u>	
*Realized gains and losses on sale of investment for the fiscal year		<u>Gain %</u>
Total gross sales of securities/investments	\$ 46,316	
Total cost basis of securities/investments	<u>46,045</u>	
Total realized gains	<u>\$ 271</u>	0.59%

\*\*Net investment income for year on these financial statements include net investment income from investments and bank accounts, less investment management fees for the fiscal year. Total reported net investment income for the fiscal year ended September 30, 2020 was \$48,943, this included interest income from checking account of \$184, for an adjusted income from investments of \$40,760.

**NOTE #8**

**SUBSEQUENT EVENTS**

The Organization has evaluated subsequent events through November 24, 2021, the date the financials were available to be issued.