

Financial Statements  
December 31, 2023 and 2022  
**Fields & Futures Foundation, Inc.**

Fields & Futures Foundation, Inc.

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December 31, 2023 and 2022

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**Smith Carney** <sup>PC</sup>  
Certified Public Accountants

**INDEPENDENT AUDITORS' REPORT**

Board of Directors  
Fields & Futures Foundation, Inc.  
Oklahoma City, Oklahoma

**Opinion**

We have audited the accompanying financial statements of Fields & Futures Foundation, Inc. ("Fields & Futures"), which comprise the Statements of Financial Position as of December 31, 2023 and 2022, 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 accompanying financial statements present fairly, in all material respects, the financial position of Fields & Futures Foundation, Inc. as of December 31, 2023 and 2022, 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 (GAAS). 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 Fields & Futures Foundation, Inc. and to meet our other ethical responsibilities in accordance with the relevant ethical requirements relating to our audit. 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 Fields & Futures' ability to continue as a going concern within one year after the date that the financial statements are available to be issued.

Oklahoma City 5100 N. Brookline Ave., Ste. 5100 Oklahoma City, OK 73112 | P (405) 272-1040 | F (405) 235-6180  
Ardmore 5 S. Commerce Ave., Ste. 33 Ardmore, OK 73401 | P (580) 226-1227 | F (580) 226-1229

[www.smithcarney.com](http://www.smithcarney.com) | Smith, Carney & Co., P.C.

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## 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 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 GAAS, 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 Fields and Futures' 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 Fields & Futures' 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.

*Smith, Carney & Co. P.C.*

Oklahoma City, Oklahoma  
September 29, 2024

FIELDS & FUTURES FOUNDATION, INC.  
STATEMENTS OF FINANCIAL POSITION  
December 31, 2023 and 2022

	2023	2022
<b>Assets</b>		
Cash and cash equivalents	\$ 583,709	794,070
Grant receivable	572,407	29,283
Pledges receivable, net	1,154,750	540,149
Short term investments	376,152	223,912
Beneficial interests in assets held by community foundation	5,581,135	4,887,461
Equipment	5,815	7,269
ROU asset	181,406	-
	\$ 8,455,374	6,482,144
<b>Liabilities and Net Assets</b>		
Accounts payable and accrued liabilities	\$ 262,918	346,966
Grant payable	259,277	
Payroll taxes payable	188	188
Lease liability	181,406	-
	703,789	347,154
Net assets:		
Without donor restrictions	782,871	577,324
With donor restrictions	6,968,714	5,557,666
	7,751,585	6,134,990
	\$ 8,455,374	6,482,144

FIELDS & FUTURES FOUNDATION, INC.

STATEMENT OF ACTIVITIES

Year Ended December 31, 2023

	Without Donor Restrictions	With Donor Restrictions	Total
Revenue, Support, and Gains			
Contributions	\$ 330,451	1,618,290	1,948,741
Special event income, net of related donor benefits of \$269,451	246,465	30,000	276,465
Investment income	54,336	784,460	838,796
Endowment distributions	155,607	-	155,607
Grant Income	302,102	259,276	561,378
Net assets released from restrictions	<u>1,280,979</u>	<u>(1,280,979)</u>	<u>-</u>
Total revenue, support, and gains	<u>2,369,940</u>	<u>1,411,047</u>	<u>3,780,987</u>
Expenses and Losses			
Program services expense			
Build	699,790	-	699,790
Inspire	<u>578,630</u>	<u>-</u>	<u>578,630</u>
Total program expenses	1,278,420	-	1,278,420
Supporting services expense			
Management and general	818,820	-	818,820
Fundraising and development	<u>67,153</u>	<u>-</u>	<u>67,153</u>
Total supporting services expenses	<u>885,973</u>	<u>-</u>	<u>885,973</u>
Total expenses	<u>2,164,393</u>	<u>-</u>	<u>2,164,393</u>
Change in Net Assets	205,547	1,411,047	1,616,594
Net Assets, Beginning of Year	<u>577,324</u>	<u>5,557,667</u>	<u>6,134,991</u>
Net Assets, End of Year	<u>\$ 782,871</u>	<u>6,968,714</u>	<u>7,751,585</u>

FIELDS & FUTURES FOUNDATION, INC.  
STATEMENT OF ACTIVITIES  
Year Ended December 31, 2022

	Without Donor Restrictions	With Donor Restrictions	Total
Revenue, Support, and Gains			
Contributions	\$ 585,729	911,551	1,497,280
Special event income, net of related donor benefits of \$530,982	251,566	-	251,566
Investment income	(65,965)	(754,598)	(820,563)
Endowment distributions	129,000	-	129,000
Net assets released from restrictions	581,721	(581,721)	-
Total revenue, support, and gains	1,482,051	(424,768)	1,057,283
 Expenses and Losses			
Program services expense			
Build	834,865	-	834,865
Inspire	303,179	-	303,179
Empower	3,640	-	3,640
Total program expenses	1,141,684	-	1,141,684
Supporting services expense			
Management and general	510,239	-	510,239
Fundraising and development	155,038	-	155,038
Total supporting services expenses	665,277	-	665,277
Total expenses	1,806,961	-	1,806,961
 Change in Net Assets	(324,910)	(424,768)	(749,678)
 Net Assets, Beginning of Year	902,234	5,982,435	6,884,669
Net Assets, End of Year	\$ 577,324	5,557,667	6,134,991

FIELDS & FUTURES FOUNDATION, INC.  
STATEMENT OF FUNCTIONAL EXPENSES  
Year Ended December 31, 2023

	Program Services				Management and General	Fundraising	Total
	Build	Inspire	Empower	Total			
Construction materials & labor	\$ 365,763	903	-	366,666	37,269	14,009	417,944
Contracted services	130,144	5,550	-	135,694	267,541	656	403,891
Salaries and benefits	-	65,665	-	65,665	293,900	-	359,565
Professional services	-	-	-	-	77,870	7,809	85,679
Facility maintenance and campus beautification	191,976	-	-	191,976	-	-	191,976
Athletic apparel, awards and event fees	-	147,136	-	147,136	4,320	97,395	248,851
Grants	-	265,277	-	265,277	-	-	265,277
Advertising and promotion	-	7,743	-	7,743	48,191	37,839	93,773
Software and telecom	-	-	-	-	4,783	2,300	7,083
Venue rental, food and beverage	-	33,726	-	33,726	27,470	171,655	232,851
Travel	-	2,451	-	2,451	6,495	1,500	10,446
Financial services	-	-	-	-	15,548	927	16,475
Interest	-	-	-	-	610	-	610
Insurance	-	-	-	-	12,309	-	12,309
Uncollectible Pledges	-	-	-	-	3,943	-	3,943
Other	11,907	50,179	-	62,086	18,571	2,514	83,170
<b>Total expenses by function</b>	<b>699,790</b>	<b>578,630</b>	<b>-</b>	<b>1,278,420</b>	<b>818,820</b>	<b>336,604</b>	<b>2,433,843</b>
Less cost of direct benefit to donors	-	-	-	-	-	(269,451)	(269,451)
<b>Total expenses included in the expense section on the statement of activities</b>	<b>\$ 699,790</b>	<b>578,630</b>	<b>-</b>	<b>1,278,420</b>	<b>818,820</b>	<b>67,153</b>	<b>2,164,393</b>



FIELDS & FUTURES FOUNDATION, INC.  
STATEMENT OF FUNCTIONAL EXPENSES  
Year Ended December 31, 2022

	Program Services			Total	Management and General	Fundraising	Total
	Build	Inspire	Empower				
Construction materials & labor	\$ 539,714	-	-	539,714	3,655	8,870	552,239
Contracted services	126,440	59,575	-	186,015	269,903	37,900	493,818
Salaries and benefits	-	68,121	-	68,121	117,994	40,574	226,689
Professional services	36,691	70,813	-	107,504	40,509	27,953	175,966
Facility maintenance and campus beautification	119,774	-	-	119,774	-	-	119,774
Athletic apparel, awards and event fees	-	65,969	3,368	69,337	7,175	105,195	181,707
Grants	-	20,291	-	20,291	-	-	20,291
Advertising and promotion	166	5,706	-	5,872	15,658	50,974	72,504
Software and telecom	-	650	-	650	1,320	8,490	10,460
Venue rental, food and beverage	-	7,656	272	7,928	8,191	398,504	414,623
Travel	40	477	-	517	1,247	1,500	3,264
Financial services	-	-	-	-	20,076	-	20,076
Interest	-	-	-	-	485	-	485
Insurance	-	-	-	-	7,086	-	7,086
Uncollectible pledges	-	-	-	-	6,346	-	6,346
Other	12,040	3,921	-	15,961	10,596	6,060	32,617
<b>Total expenses by function</b>	<b>834,865</b>	<b>303,179</b>	<b>3,640</b>	<b>1,141,684</b>	<b>510,241</b>	<b>686,020</b>	<b>2,337,945</b>
Less cost of direct benefit to donors	-	-	-	-	-	(530,982)	(530,982)
<b>Total expenses included in the expense section on the statement of activities</b>	<b>\$ 834,865</b>	<b>303,179</b>	<b>3,640</b>	<b>1,141,684</b>	<b>510,241</b>	<b>155,038</b>	<b>1,806,963</b>

FIELDS & FUTURES FOUNDATION, INC.

STATEMENTS OF CASH FLOWS

Years Ended December 31, 2023 and 2022

	<u>2023</u>	<u>2022</u>
Cash Flows from Operating Activities		
Change in net assets	\$ 1,616,594	(749,678)
Adjustments to reconcile change in net assets to net cash from (used for) operating activities		
Contribution received in form of security	(96,057)	-
Realized and unrealized (gain) loss on investments	(46,557)	79,537
Realized and unrealized (gain) loss on assets in beneficial interests held by others	(784,460)	754,598
Depreciation	1,454	1,454
Uncollectible pledges receivable	(3,943)	
Non Cash Operating Lease Expense	(181,406)	
Changes in operating assets and liabilities		
Pledges receivable, net	(610,657)	457,862
Accounts receivable, net	(543,124)	(29,283)
Accounts payable and accrued liabilities	175,229	141,844
Lease Liability	<u>181,406</u>	<u>-</u>
Net Cash from (used for) Operating Activities	<u>(291,521)</u>	<u>656,334</u>
Cash Flows from Investing Activities		
Purchases of operating investments	(123,248)	(11,997)
Proceeds from sales of operating investments	113,622	232,939
Contributions in beneficial interests in assets held by community foundation	(100,000)	(1,000,000)
Distributions from beneficial interests in assets held by community foundation	<u>190,785</u>	<u>137,321</u>
Net Cash from (used for) Investing Activities	<u>81,159</u>	<u>(641,737)</u>
Net Change in Cash and Cash Equivalents	(210,362)	14,597
Cash, Cash Equivalents and Restricted Cash, Beginning of Year	<u>794,071</u>	<u>779,474</u>
Cash, Cash Equivalents and Restricted Cash, End of Year	<u>\$ 583,709</u>	<u>\$ 794,071</u>
Supplemental Disclosure of Cash Flow Information		
Cash paid during the year for interest	\$ 610	\$ 485
Cash payments for operating lease	\$ 7,000	\$ -
Non-cash Investing and Financing Transactions		
Operating Lease and Right of Use Asset	\$ 181,406	\$ -

## **Note 1 - Principal Activity and Significant Accounting Policies**

### **Organization**

Fields & Futures Foundation, Inc. (Fields & Futures, we, us, our) is a nonprofit organization established to serve Oklahoma City Public Schools (OKCPS) athletics in their mission to grow student participation in sports. Positive experiences in extracurricular activities such as athletics leads to additional positive outcomes in life for these students. We support the mission by rebuilding or building athletic fields, providing additional resources and professional development for the district's coaches, and creating or augmenting opportunities for students to join a team and experience the benefits. Our primary program areas are described as follows:

*Build* – We construct or renovate athletic fields at OKCPS's middle school and high school campuses. Projects are "design and build" in collaboration with OKCPS. Typical projects include grading, irrigation, fencing, sod or artificial turf, dugouts, and public seating. In addition, we are ensuring that the fields are perpetually maintained at the high standard to which they are constructed. As of December 31, 2023, we have completed seventy projects and are providing maintenance resources to sustain them.

*Empower* – We aim to support the district coaches through training and encouragement by sponsoring or conducting clinics, awards events, and professional development workshops.

*Inspire* – We aim to remove barriers students may face to participation in extracurricular activities. Such barriers may include costs of sports physical exams, transportation, hunger, safe equipment, and appropriate apparel. Our efforts extend beyond the campus by helping to educate parents and the extended community about the benefits of interscholastic sports, physical exercise and general participation in campus events and activities.

### **Cash, Cash Equivalents and Restricted Cash**

We consider all cash and highly liquid financial instruments with original maturities of three months or less, which are neither held for nor restricted by donors for long-term purposes, to be cash and cash equivalents. Although all reported cash balances are available for general and program service expenses, approximately \$1,011,427 and \$446,294 as of December 31, 2023 and December 31, 2022, respectively, would be required to fulfill all donor directives as of those dates.

### **Pledges Receivable**

We record unconditional promises to give that are expected to be collected within one year at net realizable value. Unconditional promises to give expected to be collected in future years are initially recorded at fair value using present value techniques incorporating risk-adjusted discount rates designed to reflect the assumptions market participants would use in pricing the asset. In subsequent years, amortization of the discounts is included in contribution revenue in the statements of activities. We determine the allowance for uncollectable promises to give based on historical experience, an assessment of economic conditions, and a review of subsequent collections. Promises to give are written off when deemed uncollectable. At December 31, 2023 and 2022, no allowance was deemed necessary.

### **Beneficial Interest in Assets Held by Community Foundations**

We have established endowment funds that are perpetual in nature (the funds) at two community foundations (CFs) and named Fields & Futures as beneficiary. We granted variance power to the CFs, which allows the CFs to modify any condition or restriction on their distributions for any specified charitable purpose or to any specified organization if, in the sole judgment of the CFs' Boards of Directors, such restriction or condition becomes unnecessary, incapable of fulfillment, or inconsistent with the charitable needs of the community. The funds are held and invested by the CFs for our benefit and are reported at fair value in the statements of financial position, with distributions and changes in fair value recognized in the statements of activities.

We also receive distributions from the CFs from funds donated by others who have either named us as beneficiary or for which the CFs made us beneficiary through their variance powers. Since we made no exchange of assets for a revenue stream, and we are not irrevocably entitled to the funds we do not report them in our statements of financial position. The fair value of such funds as of December 31, 2023 and 2022, were \$3,948,838 and \$3,414,920 respectively.

## **Investments**

We record investment purchases at cost, or if donated, at fair value on the date of donation. Thereafter, investments are reported at their fair values in the statements of financial position. Net investment return/(loss) is reported in the statements of activities and consists of interest and dividend income, realized and unrealized capital gains and losses, less external investment expenses.

## **Leases**

For lease agreements where Fields & Futures is the lessee, a right-of-use (“ROU”) asset and lease liability is recognized at lease commencement, which are initially measured at present value of the future lease payments discounted using the risk-free discount rate. Subsequent amortization of the ROU asset and accretion of the lease liability for an operating lease is recognized as a single lease cost, on a straight-line basis, over the lease term. Operating lease ROU assets are assessed for impairment in accordance with Fields & Future’s long-lived asset impairment policy. Finance leases are recognized within property, plant and equipment and depreciated on a straight-line basis over the life of the lease. The liability is included with other current and long-term debt.

Fields & Futures reassesses lease classification and remeasures ROU assets and lease liabilities when a lease is modified, and that modification is not accounted for as a separate contract or upon certain other events that require reassessment.

Maintenance, insurance, and property tax expenses are accounted for on an accrual basis as variable lease cost and expensed in the period incurred.

Fields & Futures has elected the short-term lease expedient. A short-term lease is a lease that, as of the commencement date, has a lease term of 12 months or less and does not include an option to purchase the underlying asset that the lessee is reasonably certain to exercise. For such leases, Fields & Futures will not apply the recognition requirements of Topic 842 and instead will recognize the lease payments as lease cost over the lease term.

Additionally, Fields & Futures elected the practical expedient under ASU 2018-01, which allows an entity to not reassess whether any existing land easements are or contain leases.

## **Net Assets**

Net assets, revenues, gains, and losses are classified based on the existence or absence of donor or grantor-imposed restrictions. Accordingly, net assets and changes therein are classified and reported as follows:

*Net Assets Without Donor Restrictions* – Net assets available for use in general operations and not subject to donor (or certain grantor) restrictions.

*Net Assets With Donor Restrictions* – Net assets subject to donor-imposed restrictions. We report contributions restricted by donors as increases in net assets without donor restrictions if the restrictions expire (that is, when a stipulated time restriction ends or purpose restriction is accomplished) in the reporting period in which the revenue is recognized. All other donor-restricted contributions are reported as increases in net assets with donor restrictions, depending on the nature of the restrictions. When a restriction expires, 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.

We consider all net assets in endowments held by community foundations to be restricted.

## **Revenue and Revenue Recognition**

Contributions are recognized when cash, securities 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.

Payments received for event sponsorship or attendance fees are deferred and recognized when the event occurs. We consider a portion of these payments to be exchange transactions whereby each party receives and sacrifices something of equal value. The direct benefit to the attendee is usually in the form of food and entertainment at our special events. The fair value of these benefits, which we record at our actual cost, is deducted from the revenue, which is reported

net in the Statement of Activities. Grant income represents nonexchange transactions that are recorded as revenue once the conditions on which they depend are substantially met, which is when allowable expenses have been incurred.

Volunteers contribute time to our program services, administration, and fundraising and development activities; however, the financial statements do not reflect the value of these contributed services because they do not meet recognition criteria prescribed by generally accepted accounting principles. Contributed goods are recorded at fair value at the date of donation. No material contributions of such goods or services were received during the years ended December 31, 2023 and 2022, respectively.

### **Grant Program Services**

Grants represent amounts awarded to various recipients in accordance with grant agreements. Grants payable consists of unconditional amounts awarded but not yet paid.

### **Advertising Costs**

Advertising costs are expensed as incurred and approximated \$26,584, and \$5,500 during the years ended December 31, 2023 and 2022 respectively.

### **Functional Allocation of Expenses**

The costs of program and supporting services activities have been summarized on a functional basis in the statements of activities. The statements of functional expenses present the natural classification detail of expenses by function. Some personnel costs have been allocated among the programs and supporting services benefited based on estimates of time and effort.

### **Income Taxes**

Fields & Futures is exempt from federal taxes on income related to its exempt purpose under the provisions of Internal Revenue Code Section 501(c)(3).

### **Estimates**

The preparation of financial statements in conformity with generally accepted accounting principles requires us to make estimates and assumptions that affect the reported amounts of assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates, and those differences could be material.

### **Financial Instruments and Credit Risk**

We manage deposit concentration risk by placing cash, money market accounts, and certificates of deposit with financial institutions believed by us to be creditworthy. At times, amounts on deposit may exceed insured limits or include uninsured investments in money market mutual funds. To date, we have not experienced losses in any of these accounts. Credit risk associated with pledges receivable and promises to give is considered to be limited due to high historical collection rates. Investments are made in diversified exchange traded funds and monitored by the Board of Directors. Although the fair values of investments are subject to fluctuation on a year-to-year basis, we believe our investment policies and guidelines are prudent for the long-term welfare of the organizations.

### **Subsequent Events**

We have evaluated subsequent events through September 29, 2024, the date the financial statements were available to be issued.

## Note 2 - Liquidity and Availability

Financial assets available for expenditure, that is, without donor or other restrictions limiting their use, within one year of the balance sheet date, comprise the following:

Cash and cash equivalents	\$	583,709
Grants receivable		572,407
Pledges receivable due within one year		455,000
Operating investments		376,152
Estimated distributions from beneficial interests in assets held by community foundations		<u>261,715</u>
		2,248,983
Assets directed to program services		<u>(1,387,579)</u>
Assets available for general use	\$	<u>861,404</u>

As part of our liquidity management plan, we invest cash in excess of daily requirements in money market funds or other short-term funds.

## Note 3 - Fair Value Measurements and Disclosures

We report certain assets at fair value in the financial statements. Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction in the principal, or most advantageous, market at the measurement date under current market conditions regardless of whether that price is directly observable or estimated using another valuation technique. Inputs used to determine fair value refer broadly to the assumptions that market participants would use in pricing the asset or liability, including assumptions about risk. Inputs may be observable or unobservable. Observable inputs are inputs that reflect the assumptions market participants would use in pricing the asset or liability based on market data obtained from sources independent of the reporting entity. Unobservable inputs are inputs that reflect the reporting entity's own assumptions about the assumptions market participants would use in pricing the asset or liability based on the best information available. A three-tier hierarchy categorizes the inputs as follows:

Level 1 – Quoted prices (unadjusted) in active markets for identical assets or liabilities that we can access at the measurement date.

Level 2 – Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly. These include quoted prices for similar assets or liabilities in active markets, quoted prices for identical or similar assets or liabilities in markets that are not active, inputs other than quoted prices that are observable for the asset or liability, and market-corroborated inputs.

Level 3 – Unobservable inputs for the asset or liability. In these situations, we develop inputs using the best information available in the circumstances.

In some cases, the inputs used to measure the fair value of an asset or a liability might be categorized within different levels of the fair value hierarchy. In those cases, the fair value measurement is categorized in its entirety in the same level of the fair value hierarchy as the lowest level input that is significant to the entire measurement. Assessing the significance of a particular input to entire measurement requires judgment, considering factors specific to the asset or liability. The categorization of an asset within the hierarchy is based upon the pricing transparency of the asset and does not necessarily correspond to our assessment of the quality, risk, or liquidity profile of the asset or liability.

A significant portion of our investment assets are classified within Level 1 because they comprise open-end mutual funds with readily determinable fair values based on daily redemption values. The fair value of our beneficial interest in assets held by the community foundation is based on the fair value of fund investments as reported by the community foundation. These are considered to be Level 3 measurements.

The following table presents assets measured at fair value on a recurring basis at December 31, 2023:

Assets	Fair Value Measurements at Report Date Using		
	Total	Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Unobservable Inputs (Level 3)
Operating investments			
Exchange traded funds	\$ 376,152	376,152	-
Beneficial interests in			
Assets held by community foundations	\$ 5,581,135	-	5,581,135

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

Assets	Fair Value Measurements at Report Date Using		
	Total	Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Unobservable Inputs (Level 3)
Operating investments			
Exchange traded funds	\$223,912	\$223,912	\$ -
Beneficial interests in			
Assets held by community foundations	\$ 4,887,461	\$ -	\$ 4,887,461

The following is a reconciliation of the beginning and ending balance of assets measured at fair value on a recurring basis using significant unobservable inputs (Level 3) for the years ended December 31, 2023 and 2022:

<u>Year ended December 31, 2023</u>	<u>Assets Held by Community Foundation</u>
Balance at December 31, 2022	\$ 4,887,461
Purchases/contributions of investments	100,000
Investment return, net	784,459
Distributions	<u>(190,785)</u>
Balance at December 31, 2023	<u>\$ 5,581,135</u>
 <u>Year ended December 31, 2022</u>	
Balance at December 31, 2021	\$ 4,779,380
Purchases/contributions of investments	1,000,000
Investment return, net	(754,598)
Distributions	<u>(137,321)</u>
Balance at December 31, 2022	<u>\$ 4,887,461</u>

#### **Note 4 - Pledges Receivable**

Unconditional promises to give are estimated to be collected as follows at December 31, 2023 and 2022:

	<u>2023</u>	<u>2022</u>
Within one year	\$ 455,000	240,925
In one to five years	<u>750,000</u>	<u>315,000</u>
	1,205,000	555,925
Less discount to net present value at imputed rates of 3.84% and 3.99% for 2023 and 2022, respectively	<u>(50,250)</u>	<u>(15,776)</u>
	<u>\$ 1,154,750</u>	<u>540,149</u>

At December 31, 2023 and 2022, three donors accounted for 83% and 100% of total promises to give, respectively. One donor accounted for approximately 33% of total contribution revenue for the year ended December 31, 2023. One donor accounted for approximately 57% of total contribution revenue for the year ended December 31, 2022.



## Note 5 - Net Assets With Donor Restrictions

Net assets with donor restrictions are restricted for the following purposes or periods:

	<u>2023</u>	<u>2022</u>
Subject to expenditure for specified purpose:		
Program services, other than maintenance	\$ 950,369	733,145
Program services, maintenance	437,210	683,251
	<u>1,387,579</u>	<u>1,416,396</u>
Subject to the passage of time:		
Promises to give that are not restricted by donors, but which are unavailable for expenditure until due	-	-
	<u>-</u>	<u>-</u>
Endowments:		
Subject to distribution policy of community foundations	5,581,135	4,141,271
	<u>\$ 6,968,714</u>	<u>5,557,667</u>

Net assets were released from donor restrictions by incurring expenses satisfying the restricted purpose or by occurrence of the passage of time for the years ended December 31, 2023 and 2022 as follows:

	<u>2023</u>	<u>2022</u>
Expiration of time restrictions	\$ -	
Satisfaction of purpose restrictions		
Program services	1,040,194	446,252
Maintenance	50,000	9,075
Distributions (proceeds are not restricted by donors)		
Beneficial interests at community foundations	190,785	126,394
	<u>\$ 1,280,979</u>	<u>581,721</u>

## Note 6 - Endowments

Fields & Futures endowment, included in investments on the accompanying statement of financial position, consist of donor-restricted funds earmarked to support the continued operations of Fields & Futures and the maintenance of athletic fields at OKCPS's middle school and high school campuses. The endowment is held and managed by the community foundations and distributions are subject to the distribution spending policy of each foundation. The foundation's endowment composition by type of fund is as follows at December 31, 2023 and 2022:

	<u>2023</u>	<u>2022</u>
General Endowment Funds:		
Original Gift Amount	\$4,285,000	\$4,285,000
Undistributed earnings (losses)	351,426	(143,729)
Maintenance Funds:		
Original Gift Amount	836,269	736,269
Undistributed earnings (losses)	<u>108,440</u>	<u>9,921</u>
	<u>\$5,581,135</u>	<u>\$4,887,461</u>

	<u>General Endowment Funds</u>	<u>Maintenance Funds</u>	<u>Total</u>
<u>Year ended December 31, 2023</u>			
Balance at December 31, 2022	\$4,141,271	\$ 746,190	\$4,887,461
Contributions	-	100,000	100,000
Investment return, net	666,927	117,532	784,459
Distributions	<u>(171,773)</u>	<u>(19,012)</u>	<u>(190,785)</u>
Balance at December 31, 2023	<u>\$4,636,425</u>	<u>\$ 944,710</u>	<u>\$5,581,135</u>
<u>Year ended December 31, 2022</u>			
Balance at December 31, 2021	\$4,538,273	\$ 241,107	\$4,779,380
Contributions	450,000	550,000	1,000,000
Investment return, net	(720,608)	(33,990)	(754,598)
Distributions	<u>(126,394)</u>	<u>(10,297)</u>	<u>(137,321)</u>
Balance at December 31, 2022	<u>\$4,141,271</u>	<u>\$ 746,190</u>	<u>\$4,887,461</u>

## Note 7 - Employee Benefits

We offer participation in a SIMPLE IRA plan to all full-time employees who have been with us for at least twelve months. Employees may voluntarily contribute up to the maximum contribution allowed by the IRS, and we match up to 3% of such contributions. Employer contributions are discretionary and are determined and authorized each plan year. During the years ended December 31, 2023 and 2022, we made contributions to the plan of \$1,287 and \$3,730, respectively.

## Note 8 - Related Party Transactions

We received contributions from Board members or their affiliates totaling approximately \$1,537,504 and \$291,492 during the years ending December 31, 2023 and 2022, respectively. There were \$800,000 pledges outstanding from these parties as of December 31, 2023 and none in 2022.

Fields & Futures' Executive Director owns a company that provides strategic branding and marketing services to us. Payments to that company for the years ending December 31, 2023 and 2022 totaled \$30,750 and \$177,436, respectively. Payments to other companies affiliated with Board members totaled \$66,000 and \$26,779, for the years ended December 31, 2023 and 2022, respectively. All payments were for goods and services received in the normal course of business.

## Note 9 - Lease Commitments

As of November 1, 2023, Fields & Futures leases office space from an unrelated party. The office space lease has an initial term of 3 years and provides for fixed monthly payments of \$3,500. The lease provides for renewal options for 2 more years with fixed monthly payments of \$3,604 and \$3,712.

As of December 31, 2023, the operating leases had a weighted average remaining lease term of 4.83 years and a weighted average discount rate of 4.67%. The discount rate used was based on the 5 Year U.S. Treasury Bill Rate at the commencement date of the lease.

Future minimum lease commitments under operating leases as of December 31, 2023, were as follows:

2024	\$ 42,000
2025	42,000
2026	42,208
2027	43,464
2028	<u>37,120</u>
	\$206,792
Less imputed interest	<u>(25,386)</u>
Present value of operating lease liability	<u>\$181,406</u>