



Women's Foundation of Mississippi

FINANCIAL STATEMENTS

December 31, 2022
with summarized information for
December 31, 2021



	Page
REPORT	
Independent Auditors' Report	1
FINANCIAL STATEMENTS	
Statements of Financial Position.....	3
Statement of Activities and Changes in Net Assets	5
Statement of Functional Expenses	6
Statements of Cash Flows	7
Notes to Financial Statements	8



REPORT





Carr, Riggs & Ingram, LLC

400 West Parkway Place
Suite 300
Ridgeland, MS 39157

Mailing Address:

PO Box 2418
Ridgeland, MS 39158

601.853.7050
601.853.9331 (fax)
CRlcpa.com

INDEPENDENT AUDITORS' REPORT

To the Board of Directors
Women's Foundation of Mississippi
Jackson, Mississippi

Opinion

We have audited the accompanying financial statements of Women's Foundation of Mississippi (a nonprofit organization), which comprise the statement of financial position as of December 31, 2022, and the related statements of activities and changes in net assets, 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 Women's Foundation of Mississippi as of December 31, 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 Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of Women's Foundation of Mississippi 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 Women's Foundation of Mississippi's ability to continue as a going concern within one year after the date that the financial statements are available to be issued.

Auditors' Responsibilities for the Audit of the Financial Statements

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

In performing an audit in accordance with generally accepted auditing standards, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of Women's Foundation of Mississippi'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 Women's Foundation of Mississippi's ability to continue as a going concern for a reasonable period of time.

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

Report on Summarized Comparative Information

We have previously audited Women's Foundation of Mississippi's 2021 financial statements, and we expressed an unmodified audit opinion on those audited financial statements in our report dated September 19, 2022. In our opinion, the summarized comparative information presented herein as of and for the year ended December 31, 2021, is consistent, in all material respects, with the audited financial statements from which it has been derived.

Carr, Riggs & Ingram, L.L.C.

CARR, RIGGS & INGRAM, LLC

Ridgeland, Mississippi
October 4, 2023



REPORT



Women's Foundation of Mississippi
Statements of Financial Position

December 31,	2022	2021
Assets		
Current assets		
Cash and cash equivalents	\$ 1,692,082	\$ 1,598,125
Certificates of deposit	200,749	102,974
Contributions and grants receivable, current portion	20,799	644,529
Other receivables	12,397	-
Prepaid expenses and other current assets	11,836	11,937
Total current assets	1,937,863	2,357,565
Furniture and equipment		
Furniture and equipment	81,892	78,454
Less accumulated depreciation	(75,780)	(73,309)
Total furniture and equipment	6,112	5,145
Other assets		
Contributions and grants receivable, net of current portion	-	4,500
Investments	464,204	558,590
Beneficial interest in assets held by others	688,456	796,810
Operating lease right-of-use asset	64,949	-
Total other assets	1,217,609	1,359,900
Total assets	\$ 3,161,584	\$ 3,722,610

(Continued)

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

Women's Foundation of Mississippi
Statements of Financial Position (Continued)

December 31,	2022	2021
Liabilities and Net Assets		
Current liabilities		
Accounts and grants payable	\$ 827,284	\$ 356,474
Accrued liabilities	532	1,392
Unearned revenues	4,250	-
Current portion of operating lease liabilities	23,531	-
Total current liabilities	855,597	357,866
Operating lease liabilities, less current portion	41,418	-
Total liabilities	897,015	357,866
Net assets		
Without donor restrictions	728,892	1,178,664
With donor restrictions	1,535,677	2,186,080
Total net assets	2,264,569	3,364,744
Total liabilities and net assets	\$ 3,161,584	\$ 3,722,610

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

Women's Foundation of Mississippi Statement of Activities and Changes in Net Assets

<i>For the Years ended December 31,</i>	2022			2021
	Without Donor Restrictions	With Donor Restrictions	Total	Summarized Total
Operating Activities:				
Support and Revenues				
Contributions	\$ 57,597	\$ 22,397	\$ 79,994	\$ 101,549
Grants	6,000	601,706	607,706	1,797,220
Programs and events	2,623	-	2,623	1,300
In-kind contributions	1,500	-	1,500	2,400
Other	12,474	-	12,474	740
Net assets released from restrictions	1,085,968	(1,085,968)	-	-
Total support and revenues	1,166,162	(461,865)	704,297	1,903,209
Expenses				
Program services	1,424,566	-	1,424,566	1,165,102
General and administrative	95,708	-	95,708	115,882
Fundraising	97,586	-	97,586	112,807
Total expenses	1,617,860	-	1,617,860	1,393,791
Change in net assets from operations	(451,698)	(461,865)	(913,563)	509,418
Non-operating Activities:				
Interest and dividends	1,926	52,508	54,434	59,059
Gain (loss) on investments	-	(241,046)	(241,046)	110,997
Other income	-	-	-	88,397
Change in net assets	(449,772)	(650,403)	(1,100,175)	767,871
Net assets, beginning of year	1,178,664	2,186,080	3,364,744	2,596,873
Net assets, end of year	\$ 728,892	\$ 1,535,677	\$ 2,264,569	\$ 3,364,744

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

Women's Foundation of Mississippi Statement of Functional Expenses

For the Year ended December 31, 2022

	Program Services				Supporting Services			Summarized Total for the Year Ended December 31, 2021
	Leadership Development	Community and Education Engagement	Grant Making	Subtotal	General & Administrative	Fundraising	2022 Total	
Salaries	\$ 51,384	\$ 51,384	\$ 102,768	\$ 205,536	\$ 62,987	\$ 62,987	\$ 331,510	\$ 379,479
Employee benefits	5,057	5,057	10,115	20,229	6,198	6,199	32,627	36,720
Payroll taxes	3,731	3,731	7,462	14,924	4,574	4,574	24,072	28,215
	60,172	60,172	120,345	240,689	73,759	73,760	388,209	444,414
Accounting fees	3,670	3,670	7,339	14,679	4,498	4,498	23,675	12,500
Bad debt	-	-	-	-	-	-	-	1,200
Bank and payroll administration fees	3,712	3,712	7,424	14,849	4,550	4,550	23,949	26,465
Consulting, education and research	22,844	22,844	45,688	91,376	-	-	91,375	115,495
Depreciation	383	383	766	1,532	469	469	2,471	2,291
Dues and subscriptions	1,923	1,923	3,846	7,692	-	-	7,692	7,658
Events and meetings	1,917	1,917	3,834	7,668	2,350	2,350	12,368	8,541
Fundraising campaigns	-	-	-	-	-	1,878	1,878	5,997
Grants to others and sponsorships	-	-	928,519	928,519	-	-	928,519	627,550
Internships	26,650	-	-	26,650	-	-	26,650	16,000
Insurance	722	722	1,444	2,888	2,889	2,888	8,665	8,641
Legal fees	-	-	-	-	-	-	-	6,521
Marketing	-	-	-	-	-	-	-	5,495
Marketing consulting fees	-	54,000	-	54,000	-	-	54,000	54,000
Office expense	423	423	845	1,691	518	518	2,727	3,647
Postage and printing	2	2	4	8	2	2	12	2,723
Rent and utilities	3,720	3,720	7,440	14,880	4,560	4,560	24,000	24,000
Staff development	132	132	264	528	162	162	853	2,087
Technology and website	3,900	3,900	7,800	15,601	1,950	1,950	19,501	18,329
Travel and conferences	329	329	658	1,316	-	-	1,316	237
	70,327	97,678	1,015,872	1,183,877	21,949	23,826	1,229,651	949,377
Total expenses	\$ 130,499	\$ 157,850	\$ 1,136,217	\$ 1,424,566	\$ 95,708	\$ 97,586	\$ 1,617,860	\$ 1,393,791

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

Women's Foundation of Mississippi
Statements of Cash Flows

<i>Years ended December 31,</i>	2022	2021
Operating activities		
Change in net assets	\$ (1,100,175)	\$ 767,871
Adjustments to reconcile change in net assets to net cash provided by operating activities:		
Depreciation expense	2,471	2,291
Bad debt expense	-	1,200
Realized and unrealized losses (gains) on investments	241,046	(110,997)
Amortization of right-of-use assets	24,852	-
Changes in operating assets and liabilities		
Contributions and grants receivables	628,230	(64,942)
Other receivables	(12,397)	-
Interest receivable	-	43
Prepaid expenses and other current assets	101	1,403
Accounts and grants payable	470,810	88,107
Accrued liabilities	(860)	(9,368)
Unearned revenues	4,250	-
Operating lease liability	(24,852)	-
Net cash provided by operating activities	233,476	675,608
Investing activities		
Purchase of property and equipment	(3,438)	(1,569)
Purchase of certificates of deposit	(97,775)	-
Sales of investments	14,022	347,989
Purchase of investments	(52,328)	(349,709)
Net cash used by investing activities	(139,519)	(3,289)
Net increase in cash and cash equivalents	93,957	672,319
Cash and cash equivalents - beginning of year	1,598,125	925,806
Cash and cash equivalents - end of year	\$ 1,692,082	\$ 1,598,125

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

Women's Foundation of Mississippi Notes to Financial Statements

Note 1: DESCRIPTION OF THE ORGANIZATION

The mission of the Women's Foundation of Mississippi (the "Foundation") is to provide economic security for women. The Foundation is committed to helping Mississippi's women and girls transcend our state's social and economic barriers. The Foundation works to support women and girls throughout the state, particularly those who are most vulnerable. We aggregate financial and other resources to offer grants to non-profits throughout the state, to conduct research relevant to women in our state, and to provide public education and awareness. By cultivating social change, we create long-term opportunity for personal stability and stronger families. The Foundation is funded primarily through contributions and grants from private foundations, government agencies, individuals and corporations.

Note 2: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of Accounting and Presentation

The accompanying financial statements have been prepared on the accrual basis of accounting in accordance with accounting principles generally accepted in the United States of America (U.S. GAAP). The Financial Accounting Standards Board (FASB) provides authoritative guidance regarding U.S. GAAP through the Accounting Standards Codification (ASC) and related Accounting Standards Updates (ASUs).

Use of Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent 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 these estimates. Estimates that are particularly susceptible to significant change in the near term are related to the allocation of functional expenses.

Comparative Financial Information

The financial statements include certain prior-year summarized comparative information in total but not by net asset class. Such information does not include sufficient detail to constitute a presentation in conformity with generally accepted accounting principles. Accordingly, such information should be read in conjunction with the Foundation's financial statements for the year ended December 31, 2021, from which the summarized information was derived.

Program Services

The Foundation's program services consist of the following:

Leadership Development – The Foundation provides access to training programs and fellowships focused on developing leadership skills.

Community and Education Engagement – The Foundation provides education and engagement opportunities to the community both online and in person.

Grant Making – The Foundation provides grants across the state focused on economic security for women.

Women's Foundation of Mississippi **Notes to Financial Statements**

Note 2: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Cash and Cash Equivalents

The Foundation considers all liquid investments having initial maturities of three months or less to be cash equivalents except for those amounts that are held in the investment portfolio which are invested for long-term purposes.

Receivables

Receivables are stated at unpaid balances, less an allowance for doubtful accounts. The Foundation provides for losses on accounts receivable using the allowance method. The allowance is based on experience, third-party contracts, and other circumstances, which may affect the ability of donors to meet their obligations. It is the Foundation's policy to charge off uncollectible accounts receivable when management determines the receivable will not be collected. No allowance for doubtful accounts was deemed necessary as of December 31, 2022 or 2021.

Contributions and Grants Receivable

Conditional promises to give are not recognized in the financial statements until the conditions are substantially met or explicitly waived by the donor. Unconditional promises to give that are expected to be collected within one year are recorded at net realizable value. Unconditional promises to give that are expected to be collected in more than one year are recorded at fair value, which is measured as the present value of their future cash flows. The discounts on those amounts are computed using risk-adjusted interest rates applicable to the years in which the promises are received. Amortization of the discounts is included in contribution revenue. In the absence of donor stipulations to the contrary, promises with payments due in future periods are restricted to use after the due date. Promises that remain uncollected more than one year after their due dates are written off unless the donors indicate that payment is merely postponed.

Investments

The Foundation reports investments at fair value in the Statement of Financial Position. Unrealized gains and losses are included in the change in net assets in the accompanying Statement of Activities. Investment income and gains restricted by donors are reported as increases in net assets without donor restrictions when the restrictions are met (either a stipulated time period ends, or a purpose restriction is accomplished) in the reporting period in which the income and gains are recognized.

Beneficial Interest in Assets Held by Others

Beneficial interest in assets held by others consists of amounts held and invested by the Community Foundation for Mississippi (Community Foundation). The beneficial interest is reported at the fair market value as determined by the Community Foundation. Investment income of the fund, net of expenses, and any net realized and unrealized gains and losses, are included in the Statement of Activities.

Women's Foundation of Mississippi Notes to Financial Statements

Note 2: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Furniture and Equipment

All acquisitions of property and equipment in excess of \$500 and all expenditures for maintenance, renewals, and betterments that materially prolong the useful lives of assets are capitalized. Repairs and maintenance are expensed as incurred. Property and equipment are carried at cost or, if donated, at the approximate fair value at the date of donation. Depreciation is computed using the straight-line method over the estimated useful lives of the asset from three to seven years according to asset category. Depreciation expense totaled \$2,471 and \$2,291 for the years ended December 31, 2022 and 2021, respectively.

Long-lived Assets

Long-lived assets held and used by the Foundation are evaluated for impairment based upon market factors and operational considerations, including recoverability based upon expectations of non-discounted cash flows and operating income, whenever events or changes in circumstances indicate the carrying value of such assets may not be recoverable.

Leases

The Foundation leases office space and office equipment. The Foundation determines if an arrangement is a lease at inception. Operating leases are included in operating lease right-of-use (ROU) assets, other current liabilities, and operating lease liabilities in the statements of financial position. Finance leases are included in property and equipment, other current liabilities, and other long-term liabilities on the statements of financial position.

ROU assets represent the right to use an underlying asset for the lease term and lease liabilities represent the obligation to make lease payments arising from the lease. Operating lease ROU assets and liabilities are recognized at commencement date based on the present value of lease payments over the lease term. As most of the leases do not provide an implicit rate, the Foundation uses a risk-free rate based on the information available at commencement date in determining the present value of lease payments. The operating lease ROU asset also includes any lease payments made and excludes lease incentives. The lease terms may include options to extend or terminate the lease when it is reasonably certain that the Foundation will exercise that option. Lease expense for lease payments is recognized on a straight-line basis over the lease term.

Management has elected to apply the short-term lease exemption to its leases of office equipment. In 2022, the Company had a single leases within this class of underlying asset that qualify for the exemption. The short-term lease cost recognized for those leases in 2022 totaled \$676.

The lease agreements do not contain any material residual value guarantees or material restrictive covenants.

Net Assets

The Foundation reports information regarding its financial position and activities according to two classes of net assets that are based upon the existence or absence of restrictions on use that are placed by its donors: net assets without donor restrictions and net assets with donor restrictions.

Women's Foundation of Mississippi Notes to Financial Statements

Note 2: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Net Assets (continued)

Net assets without donor restrictions are resources available to support operations and not subject to donor restrictions. The only limits on the use of net assets without donor restrictions are the broad limits resulting from the nature of the Foundation, the environment in which it operates, the purposes specified in its corporate documents and its application for tax-exempt status, and any limits resulting from contractual agreements with creditors and others that are entered into in the course of its operations. The governing board has designated, from net assets without donor restrictions, net assets for an operating reserve.

Net assets with donor restrictions are resources that are subject to donor-imposed restrictions. Some restrictions are temporary in nature, such as those that are restricted by a donor for use for a particular purpose or in a particular future period. Other restrictions may be perpetual in nature; such as those that are restricted by a donor that the resources be maintained in perpetuity.

When a donor's restriction is satisfied, either by using the resources in the manner specified by the donor or by the passage of time, the expiration of the restriction is reported in the financial statements by reclassifying the net assets from net assets with donor restrictions to net assets without donor restrictions in the statement of activities. Contributions with donor restrictions that are both received and released within the same year are recorded as an increase in net assets with donor restrictions and as a satisfaction of program restrictions.

Revenue Recognition

Revenue from program and events is recognized as revenue when performance obligations under the terms of the contracts with customers are satisfied. Revenue received in advance is deferred and recognized over the periods to which the dates and fees relate. These amounts are included in unearned revenues within the statements of financial position.

Unconditional contributions and grants are recognized when cash, other assets, a promise to give, or notification of a beneficial interest is received. Conditional grants and promises to give are not recognized until the conditions on which they depend have been substantially met or the donor has explicitly removed the conditions.

Donated Assets

Donated investments and other noncash donations are recorded as contributions at their fair values at the date of donation.

Donated Services

Donated services are recognized as contributions if the services (a) create or enhance nonfinancial assets or (b) require specialized skills, are performed by people with those skills, and would otherwise be purchased if not provided by donation. Volunteers also provided services throughout the year that are not recognized as contributions in the financial statements since the recognition criteria were not met.

Women's Foundation of Mississippi **Notes to Financial Statements**

Note 2: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Functional Allocation of Expenses

Directly identifiable expenses are charged to program and supporting services. Expenses related to Salaries, payroll taxes, benefits, rent, depreciation, utilities and travel are allocated based time and effort based on estimates provided by management.

Advertising Cost

Advertising costs are expensed as incurred. There were no advertising costs incurred for the year ended December 31, 2022. For the year ended December 31, 2021, advertising expense totaled \$5,495, respectively.

Income Taxes

The Foundation is exempt from federal income taxes under Section 501(c)(3) of the Internal Revenue Code and therefore, has made no provision for federal income taxes in the accompanying financial statements. In addition, the Foundation has been determined by the Internal Revenue Service not to be a "private foundation" within the meaning of Section 509(a) of the Internal Revenue Code.

The Foundation utilizes the accounting requirements associated with uncertainty in income taxes using the provisions of Financial Accounting Standards Board (FASB) ASC 740, Income Taxes. Using that guidance, tax positions initially need to be recognized in the financial statements when it is more-likely-than-not the positions will be sustained upon examination by the tax authorities. It also provides guidance for derecognition, classification, interest and penalties, accounting in interim periods, disclosure and transition. As of December 31, 2022 and 2021, the Foundation has no uncertain tax provisions that qualify for recognition or disclosure in the financial statements.

Subsequent Events

Management has evaluated subsequent events through the date that the financial statements were available to be issued, October 4, 2023 and determined there were no required disclosures. No subsequent events occurring after this date have been evaluated for inclusion in these financial statements.

Recent Accounting Pronouncements

In February 2016, the Financial Accounting Standards Board (FASB) issued guidance (Accounting Standards Codification (ASC) 842, Leases) to increase transparency and comparability among organizations by requiring the recognition of right-of-use (ROU) assets and lease liabilities on the balance sheet. Most prominent among the changes in the standard is the recognition of ROU assets and lease liabilities by lessees for those leases classified as operating leases. Under the standard, disclosures are required to meet the objective of enabling users of financial statements to assess the amount, timing, and uncertainty of cash flows arising from leases.

The Foundation adopted the standard effective January 1, 2022 and recognized and measured leases existing at January 1, 2022 (the beginning of the period of adoption) using a cumulative effect adjustment, with certain practical expedients available. Lease disclosures for the year ended December 31, 2021 are made under prior lease guidance in FASB ASC 840.

Women's Foundation of Mississippi Notes to Financial Statements

Note 2: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Recent Accounting Pronouncements (continued)

The Company elected the available practical expedients to account for existing capital leases and operating leases as finance leases and operating leases, respectively, under the new guidance, without reassessing (a) whether the contracts contain leases under the new standard, (b) whether classification of capital leases or operating leases would be different in accordance with the new guidance, or (c) whether the unamortized initial direct costs before transition adjustments would have met the definition of initial direct costs in the new guidance at lease commencement.

As a result of the adoption of the new lease accounting guidance, the Foundation recognized on January 1, 2022, a lease liability of \$88,610, which represents the present value of the remaining operating lease payments of \$91,255, discounted using the risk-free rate, and a right-of-use asset of \$88,610.

The standard had a material impact on the Foundation's balance sheets, but did not have an impact on the income statements, nor statements of cash flows. The most significant impact was the recognition of ROU assets and lease liabilities for operating leases.

Note 3: AVAILABILITY AND LIQUIDITY OF FINANCIAL ASSETS

The Foundation monitors liquidity required to meet its operating needs while also striving to maximize the investment of its available funds. The following represents the Foundation's financial assets as of the statement of financial position date, reduced by amounts not available for general use within in one year of the statement of financial position date because of contractual or donor-imposed restrictions.

<i>December 31,</i>	2022	2021
Total assets at year end	\$ 3,161,584	\$ 3,722,610
Less non-financial assets	(82,897)	(17,082)
Total financial assets	3,078,687	3,705,528
Less amounts not available for general expenditure within one year due to contractual or donor-imposed restrictions		
Restricted by donor with time or purpose restrictions	1,535,677	2,186,080
Board designations	325,000	325,000
Financial assets available to meet general expenditures over the next twelve months	\$ 1,218,010	\$ 1,194,448

In addition to the financial assets available to meet operating expenditures over the next twelve months, the Foundation anticipates collecting sufficient support to cover general expenditures not covered by donor-restricted resources.

Women's Foundation of Mississippi
Notes to Financial Statements

Note 4: CONTRIBUTION AND GRANTS RECEIVABLE

Contributions and grants receivable to give consist of the following:

<i>December 31,</i>	2022	2021
Grant receivables	\$ 4,500	\$ 642,917
Government grant receivables	16,299	2,112
Pledges receivable	-	4,000
	\$ 20,799	\$ 649,029

Maturities of contributions and grants receivable are as follows:

<i>December 31,</i>	2022	2021
Receivable with one year	\$ 20,799	\$ 644,529
Receivable in one to five years	-	4,500
	\$ 20,799	\$ 649,029

Note 5: INVESTMENTS

Investments in marketable securities consist of the following:

<i>December 31,</i>	2022	2021
Money market accounts	\$ 9,225	\$ 12,547
Equity mutual funds	248,739	326,161
Bond mutual funds	206,240	219,882
Total	\$ 464,204	\$ 558,590

Note 6: BENEFICIAL INTERESTS IN ASSETS HELD BY OTHERS

The Foundation has transferred assets to the Community Foundation for Mississippi (the "Community Foundation") which holds the assets as an endowment component fund ("Fund") for the benefit of the Foundation. Variance power has been granted to the Community Foundation which allows the Community Foundation's board of trustees the power to use the Fund for other purposes in certain circumstances. At December 31, 2022 and 2021, the balance of the Fund totaled \$688,456 and \$796,810, respectively, and is reflected as beneficial interests in assets held by others in the accompanying statement of financial position. Of the Fund balance as of December 31, 2022, \$39,985 of the assets held by Community were available for withdrawal and operational use by the Foundation.

Women's Foundation of Mississippi
Notes to Financial Statements

Note 7: Leases

The Foundation has an operating lease for office space. The lease has a remaining lease terms of 3 years. The components of lease expense consist of the following:

For the year ended December 31,	2022
Operating lease cost	\$ 24,852
Short-term lease cost	\$ 319

Other information related to leases was as follows:

For the year ended December 31,	2022
Supplemental Cash Flow Information	
Cash paid for amounts included in the measurement of lease liabilities:	
Operating Cash flows from operating leases	\$ 24,852

Weighted average remaining lease term and discount rates consist of the following:

For the year ended December 31,	2022
Right of use asset obtained in exchange for lease obligations	
Operating leases	\$ 64,949
Weighted average remaining lease term	
Operating leases	3 years
Weighted average discount rate	
Operating leases	1.60%

Future minimum lease payments under non-cancellable leases as of December 31, 2022, were as follows:

For the years ended December 31,	2022
2023	\$ 24,400
2024	25,200
2025	16,800
Total future minimum lease payments	66,400
Less imputed interest	(1,451)
Present value of lease liabilities	\$ 64,949

Women's Foundation of Mississippi
Notes to Financial Statements

Note 7: Leases (Continued)

Reported as of December 31, 2022 as follows:

Current portion of operating lease liabilities	\$	23,531
Operating lease liabilities, less current portion		41,418
Total	\$	64,949

During the year ended December 31, 2021, the Foundation leases office space and certain office equipment under a non-cancellable operating leases. Rent expense was \$25,238 for the year ended December 31, 2021. Minimum lease payments under the office operating lease as of December 31, 2021 for future years were as follows:

Year ending December 31,

2022	\$	16,855
------	----	--------

Note 8: NET ASSETS

A summary of net assets without donor restrictions follows:

<i>December 31,</i>	2022	2021
Net assets without donor restrictions		
Undesignated	\$ 403,892	\$ 853,664
Board designated - operating reserves	325,000	325,000
Total net assets without donor restrictions	\$ 728,892	\$ 1,178,664

A summary of net assets with donor restrictions follows:

<i>December 31,</i>	2022	2021
Net assets with donor restrictions		
Time restricted:		
Endowments	\$ 1,112,674	\$ 1,355,002
Pledges	-	4,000
Purpose restricted:		
Community college initiative	317,772	775,578
Ascend Fund	-	50,000
Enterprise Holdings Foundation	-	1,500
Women's Policy Institute	65,231	-
Pivotal New York Women's Foundation	40,000	-
Total net assets with donor restrictions	\$ 1,535,677	\$ 2,186,080

Women's Foundation of Mississippi
Notes to Financial Statements

Note 8: NET ASSETS (Continued)

A summary of the release of donor restrictions follows:

<i>For the years ended December 31,</i>	2022	2021
Time restricted	\$ 57,791	\$ 53,342
Purpose restricted:		
Community college initiative	748,380	486,158
Women's Policy Institute	134,769	38,020
Ascend	62,397	-
Converge	-	2,000
Matrix mapping process	-	10,000
Internships	4,000	8,000
Fact Not Fiction	67,131	144,620
Better Futures	10,000	25,000
Rapid response	-	11,751
Other programs	1,500	1,500
Total donor restrictions released	\$ 1,085,968	\$ 780,391

Note 9: REVENUES

Revenues from contracts are recognized at a point in time. A summary of disaggregated revenue information follows:

<i>Years ended December 31,</i>	2022	2021
Contracts with customers recognized at a point in time	\$ 2,623	\$ 1,300
Grants and contributions	622,069	1,756,449
Cost reimbursement grants	67,131	144,720
Other revenue	12,474	740
Total	\$ 704,297	\$ 1,903,209

The Foundation's contracts consist primarily of those with other not-for-profit organizations, businesses and the general public within Mississippi. Contract liabilities at the end of 2022 totaled \$4,250. There were no contract assets or liabilities at the beginning or end of 2021.

Women's Foundation of Mississippi Notes to Financial Statements

Note 10: CONTRIBUTIONS IN-KIND

All donated space were utilized by the Foundation's supporting services. There were no donor-imposed restrictions associated with the contributed space.

The components of donated space, services and goods contributed to the Foundation consists of the following:

<i>For the years ended December 31,</i>	2022	2021
	Donated Space	Donated Space
Fundraising	\$ 1,500	\$ 2,400
Total contributed space	\$ 1,500	\$ 2,400

Donated space is valued at the fair value of similar properties available in commercial real estate listings.

Note 11: OTHER INCOME

In 2021, in response to the global pandemic, the Foundation applied for and received a loan of \$88,397, respectively, through the Paycheck Protection Program under the CARES Act. The Foundation applied for and received forgiveness of the full amount of the loans and recorded the income as other income in 2021.

Note 12: ENDOWMENTS

The Foundation's endowments consists of two funds established to support the activities of the Foundation consistent with the mission of the Women's Foundation of Mississippi as set forth in its governing documents. As required by generally accepted accounting principles, net assets associated with endowment funds are classified and reported based on the existence or absence of donor-imposed restrictions.

Absent explicit donor stipulations to the contrary, the Board of Directors of the Foundation has interpreted the Uniform Prudent Management of Institutional Funds Act (UPMIFA) as requiring the preservation of the fair value of the original gift as of the gift date of the donor-restricted endowment funds. As a result of this interpretation, the Foundation retains in perpetuity and classifies as net assets with donor restrictions (1) the original value of gifts donated to the perpetual endowment, (2) the original value of subsequent gifts to the perpetual endowment, and (3) accumulations to the perpetual endowment made in accordance with the direction of the applicable donor gift instrument at the time the accumulation is added to the fund. The remaining portion of the donor-restricted endowment fund that is not retained in perpetuity are subject to appropriation for expenditure by the Foundation in a manner consistent with the standard of prudence prescribed by UPMIFA. In accordance with UPMIFA, the Foundation considers the following factors in making a determination to appropriate or accumulate donor-restricted endowment funds: (1) the duration and preservation of the various funds, (2) the purposes of the donor-restricted endowment funds, (3) general economic conditions, (4) the possible effect of inflation and deflation, (5) the expected total return from income and the appreciation of investments, (6) other resources of the Foundation, and (7) the Foundation's investment policies.

Women's Foundation of Mississippi
Notes to Financial Statements

Note 12: ENDOWMENTS (Continued)

Investment Return Objectives, Risk Parameters and Strategies. Endowment assets are invested in a well-diversified asset mix, which includes money markets funds, equity mutual funds, and debt mutual funds. The Foundation has adopted an investment policy for endowment assets that attempts to preserve and enhance the long-term growth-adjusted market value and purchasing power of its assets while providing sustainable annual support to the Foundation. The investment goal of the endowment assets held by the Foundation is to achieve a total return (income and appreciation) of 5% after inflation, over a full market cycle of 3 to 5 years. Actual returns in any given year may vary from this amount. Endowment assets held by the Community Foundation for Mississippi are subject to the investment policy of that organization.

Spending Policy. The total amount spent from endowment funds held by the Foundation each year are based on spending allocations approved by the Board of the Foundation. Decisions relative to the expenditure from endowment funds are based on the durations and preservation of the endowment fund, purpose of the Foundation and endowment, general economic conditions, possible effect of inflation or deflation, expected return from the investments, other resources and alternatives to spending from the endowment fund and applicable investment policies. In the event an endowment is underwater, it is the policy of the Foundation to prohibit distributions from the endowment.

For endowment assets held by the Community Foundation (\$688,456 and \$796,810 as of December 31, 2022 and 2021, respectively), withdrawals up to 5% of the three-year market value (determined on the last business day of the preceding period) average of the endowment fund is authorized for the Foundation's operating purpose.

From time to time, the fair value of assets associated with certain donor-restricted endowments may fall below the level that the donor or law requires the Foundation to retain as a fund of perpetual duration (underwater endowments). There were no underwater endowments held as of December 31, 2022 or 2021.

Changes in endowment fund net assets for the year ended December 31, 2022 and 2021 are as follows:

<i>Years ended December 31,</i>	2022	2021
Endowment net assets, beginning of year	\$ 1,355,002	\$ 1,242,285
Investment return (loss), net of related fees	(202,740)	153,575
Amounts appropriated for expenditure	(39,588)	(40,858)
Endowment net assets, end of year	\$ 1,112,674	\$ 1,355,002

Note 13: FAIR VALUE MEASUREMENTS

Fair value is the exchange price that would be received for an asset or paid to transfer a liability (exit price) at the most advantageous market for the asset or liability in an orderly transaction between market participants on the measurement date. There are three levels of inputs that may be used to measure fair values:

Level 1: Quoted prices (unadjusted) for identical assets or liabilities in active markets that the entity has the ability to access as of the measurement date.

Level 2: Significant other observable inputs other than Level 1 prices, such as:

- 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; or
 - can be corroborated by observable market data.

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 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 maximize the use of relevant 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 December 31, 2022 and 2021.

Cash and money market funds: Valued at the investment portfolio balance on measurement date.

Mutual funds: Valued at the daily closing price as reported by the fund. Mutual funds held by the Foundation are open-end mutual funds that are registered with the SEC. These funds are required to publish their daily net asset value and to transact at that price. The mutual funds held by the Foundation are deemed to be actively traded.

Beneficial interest in assets held by others: Valued at the fair value of the Foundation's share of the investment pool at the measurement date using net asset value of the underlying assets.

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

Women's Foundation of Mississippi
Notes to Financial Statements

Note 13: FAIR VALUE MEASUREMENTS (Continued)

Assets and liabilities measured at fair value on a recurring basis consists of the following:

<i>December 31,</i>	2022			
	Level 1	Level 2	Level 3	Total
Cash and money market accounts	\$ 9,225	\$ -	\$ -	\$ 9,225
Mutual funds	454,979	-	-	454,979
Beneficial interests in assets held by others	-	-	688,456	688,456
Total	\$ 464,204	\$ -	\$ 688,456	\$ 1,152,660

<i>December 31,</i>	2021			
	Level 1	Level 2	Level 3	Total
Cash and money market accounts	\$ 12,547	\$ -	\$ -	\$ 12,547
Mutual funds	546,043	-	-	546,043
Beneficial interests in assets held by others	-	-	796,810	796,810
Total	\$ 558,590	\$ -	\$ 796,810	\$ 1,355,400

Changes in Fair Value Levels

The availability of observable market data is monitored to assess the appropriate classification of financial instruments within the fair value hierarchy. Changes in economic conditions or model-based valuation techniques may require the transfer of financial instruments from one fair value level to another. In such instances, the transfer is reported at the beginning of the reporting period. Management evaluated the significance of transfer between levels based upon the nature of the financial instrument and size of the transfer relative to total assets.

The following table represents a reconciliation of the activities for level 3 financial instruments:

<i>Years ended December 31,</i>	2022	2021
Balance at beginning of year	\$ 796,810	\$ 734,204
Appreciation (depreciation) of fund	(108,354)	103,464
Amounts redeemed	-	(40,858)
Balance at end of year	\$ 688,456	\$ 796,810

Appreciation of Level 3 investments is included on the statements of activities as gain on investments.

Women's Foundation of Mississippi Notes to Financial Statements

Note 14: CONCENTRATION OF CREDIT RISKS

Financial instruments that potentially subject the Foundation to concentration of credit risk include cash and investments. The Foundation maintains its cash balances in various financial institutions. All interest and non-interest bearing accounts in each institution are guaranteed by the Federal Deposit Insurance Corporation (FDIC) up to \$250,000. From time to time, cash balances may exceed insured limits. At December 31, 2022 and 2021, deposit accounts held in excess of FDIC limits approximated \$1,059,000 and \$1,084,000, respectively. The Foundation has not experienced, nor does it anticipate, any losses with respect to such accounts.

At December 31, 2022, grants receivable of \$20,799 were due from two grantors. At December 31, 2021, grants receivable of \$537,917 were due from two grantors. During the year ended December 31, 2022, grant income of approximately \$557,000 was derived from three grantors. During the year ended December 31, 2021, grant income of approximately \$1,454,500 was derived from three grantors.

Note 15: EMPLOYEE BENEFIT PLAN

During 2017, the Foundation adopted a 401(k) retirement plan covering all employees. Employees are eligible for participation when they have attained age 21 and completed one month of service. The Foundation at its sole discretion may make annual contributions to the plan. Employee deferrals are immediately vested, and employer contributions are vested over five-year period of service. No contributions were made to the plan by the Foundation for 2022 or 2021.

Note 16: DESIGNATED FUND HELD BY OTHER ENTITIES

Funds of \$40,122 held and owned by the Community Foundation are designated to benefit the Foundation. Funds are transferred to the Foundation based on Community Foundation approval to benefit the operation and programs of the Women's Foundation of Mississippi. Community Foundation has the right to unilaterally change such designations and therefore, such amounts are not included on the accompanying financial statements.