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STATE OF INDIANA

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September 23, 2024

Board of Directors
Boys and Girls Club of Huntington County, Inc.
Huntington County, Indiana

We have reviewed the report prepared by Boys and Girls Club of Huntington County, Inc. and opined upon by Culp CPA Group, Independent Public Accountants, for the period January 1, 2022 to December 31, 2022. Per the *Independent Auditor's Report* the financial statements included in the report present fairly the financial condition of Boys and Girls Club of Huntington County, Inc. as of December 31, 2022 and the results of its operations for the period then ended, on the basis of accounting described in the report.

In our opinion, Culp CPA Group prepared all required independent auditor's reports in accordance with generally accepted auditing standards and guidelines established by the State Board of Accounts.

The report is filed with this letter in our office as a matter of public record.

Tammy R. White

Tammy R. White, CPA
Deputy State Examiner

BOYS AND GIRLS CLUB OF HUNTINGTON COUNTY, INC.

AUDIT REPORT

DECEMBER 31, 2022 AND 2021

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Independent Auditor's Report

To the Board of Directors
Boys and Girls Club of Huntington County, Inc.
Huntington, Indiana

Opinion

We have audited the accompanying financial statements of Boys and Girls Club of Huntington County, Inc. (a nonprofit organization), which comprise the statements of financial position as of December 31, 2022 and 2021, 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 financial statements referred to above present fairly, in all material respects, the financial position of Boys and Girls Club of Huntington County, Inc. as of December 31, 2022 and 2021, 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. 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 Boys and Girls Club of Huntington County, Inc. and to meet our other ethical responsibilities in accordance with the relevant ethical requirements relating to our audits. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

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 Boys and Girls Club of Huntington County, Inc's ability to continue as a going concern within one year after the date that the financial statements are available to be issued.

Auditor's Responsibilities for the Audit of the Financial Statements

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

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

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such

procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.

- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of Boys and Girls Club of Huntington County, Inc.'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 Boys and Girls Club of Huntington County, Inc.'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.

Culp CPA Group
Certified Public Accountants

Huntington, Indiana
April 26, 2023

BOYS AND GIRLS CLUB OF HUNTINGTON COUNTY, INC.

STATEMENTS OF FINANCIAL POSITION

DECEMBER 31, 2022 AND 2021

ASSETS

	2022	2021
Current Assets:		
Cash and cash equivalents - Notes 1 and 2	$3,686,273	$3,307,027
Accounts receivable	169,827	132,342
Grant receivable	15,150	20,700
Pledges receivable - Note 3	245,300	-
Investments - Notes 4 and 7	101,930	101,751
Total current assets	4,218,480	3,561,820
Fixed Assets - Note 1:		
Vehicles	27,221	27,221
Equipment	150,534	150,534
Building	2,960,912	2,941,406
Furniture and fixtures	49,283	47,537
Land improvements	99,456	99,456
Land	438,491	426,674
	3,725,897	3,692,828
Less: Accumulated depreciation	842,707	744,777
Total fixed assets	2,883,190	2,948,051
Long-Term Asset:		
Pledges receivable - Note 3	411,365	-
Total long-term asset	411,365	-
Total assets	$7,513,035	$6,509,871

LIABILITIES AND NET ASSETS

Current Liabilities:		
Accounts payable	$ 17,437	$ 8,244
Accrued payroll liabilities and withholdings	26,024	14,080
Total current liabilities	43,461	22,324
Long-Term Liabilities:		
SBA loan - Note 5	1,999,849	2,000,000
Total long-term liabilities	1,999,849	2,000,000
Total liabilities	2,043,310	2,022,324
Net Assets:		
Without donor restrictions	4,628,007	4,456,404
With donor restrictions - Note 6	841,718	31,143
Total net assets	5,469,725	4,487,547
Total liabilities and net assets	$7,513,035	$6,509,871

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

BOYS AND GIRLS CLUB OF HUNTINGTON COUNTY, INC.

STATEMENT OF ACTIVITIES

FOR THE YEAR ENDED DECEMBER 31, 2022

	Without Donor Restrictions	With Donor Restrictions	Total
Revenues, gains and other support -			
Contributions - Individuals	$ 36,630	$ -	$ 36,630
Contributions - Corporate	19,124	-	19,124
Contributions - Organizations	20,167	-	20,167
Contributions - Warren	-	-	-
United Way	-	27,300	27,300
Grants - Federal and state - Note 8	2,000,479	-	2,000,479
Grants - Other	151,942	8,486	160,428
Special events - Net of expenses of $898	52,133	-	52,133
Dues	11,895	-	11,895
Capital campaign	-	811,515	811,515
Other income	3,576	-	3,576
Interest	3,207	68	3,275
Total revenues, gains and other support before net assets released from restrictions	2,299,153	847,369	3,146,522
Net assets released from restrictions	36,794	(36,794)	-
Total revenues, gains and other support	2,335,947	810,575	3,146,522
Expenses -			
Program services	1,894,767	-	1,894,767
Management and general	228,078	-	228,078
Fundraising	41,499	-	41,499
Total expenses	2,164,344	-	2,164,344
Change in net assets	171,603	810,575	982,178
Net assets, beginning of year	4,456,404	31,143	4,487,547
Net assets, end of year	$ 4,628,007	$ 841,718	$5,469,725

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

BOYS AND GIRLS CLUB OF HUNTINGTON COUNTY, INC.

STATEMENT OF ACTIVITIES

FOR THE YEAR ENDED DECEMBER 31, 2021

	Without Donor Restrictions	With Donor Restrictions	Total
Revenues, gains and other support -			
Contributions - Individuals	$ 68,452	$ -	$ 68,452
Contributions - Corporate	25,862	-	25,862
Contributions - Organizations	1,204	-	1,204
Contributions - Warren	75	-	75
United Way	-	47,800	47,800
Grants - Federal and state - Note 8	1,441,118	-	1,441,118
Grants - Other	256,380	-	256,380
Special events - Net of expenses of $611	46,562	-	46,562
Dues	48,191	-	48,191
Capital campaign	-	408	408
Other income	888	-	888
Interest	664	50	714
Total revenues, gains and other support before net assets released from restrictions	1,889,396	48,258	1,937,654
Net assets released from restrictions	42,531	(42,531)	-
Total revenues, gains and other support	1,931,927	5,727	1,937,654
Expenses -			
Program services	1,395,504	-	1,395,504
Management and general	121,340	-	121,340
Fundraising	30,874	-	30,874
Total expenses	1,547,718	-	1,547,718
Change in net assets	384,209	5,727	389,936
Net assets, beginning of year	4,072,195	25,416	4,097,611
Net assets, end of year	$ 4,456,404	$ 31,143	$4,487,547

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

BOYS AND GIRLS CLUB OF HUNTINGTON COUNTY, INC.

STATEMENT OF FUNCTIONAL EXPENSES

FOR THE YEAR ENDED DECEMBER 31, 2022

	Program Services	Management and General	Fund-raising	Total
Salaries and wages	$1,027,664	$118,122	$35,437	$1,181,223
Employee benefits - Note 10	36,879	4,238	1,271	42,388
Payroll tax expense	77,356	8,892	2,667	88,915
Total salaries and payroll expenses	1,141,899	131,252	39,375	1,312,526
Accounting services	10,399	1,155	-	11,554
Advertising and marketing - Note 1	-	-	1,976	1,976
Bank charges	-	1,336	148	1,484
COVID-19 expense	-	-	-	-
Depreciation - Note 1	88,137	9,793	-	97,930
Direct program supplies	553,103	-	-	553,103
Dues and subscriptions	8,915	990	-	9,905
Insurance	22,434	2,493	-	24,927
Legal and professional	-	6,860	-	6,860
Office expense	7,736	860	-	8,596
Postage	927	103	-	1,030
Repairs and maintenance	14,864	1,652	-	16,516
Telephone	2,867	319	-	3,186
Training and education	2,209	-	-	2,209
Utilities	36,122	4,014	-	40,136
Vehicle expense	3,660	407	-	4,067
Miscellaneous	1,495	166	-	1,661
Interest expense - Note 5	-	66,678	-	66,678
Total expenses	$1,894,767	$228,078	$41,499	$2,164,344

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

BOYS AND GIRLS CLUB OF HUNTINGTON COUNTY, INC.

STATEMENT OF FUNCTIONAL EXPENSES

FOR THE YEAR ENDED DECEMBER 31, 2021

	Program Services	Management and General	Fund-raising	Total
Salaries and wages	$ 690,827	$ 79,405	$23,822	$ 794,054
Employee benefits - Note 10	30,207	3,472	1,042	34,721
Payroll tax expense	47,983	5,515	1,653	55,151
Total salaries and payroll expenses	769,017	88,392	26,517	883,926
Accounting services	9,693	1,077	-	10,770
Advertising and marketing - Note 1	-	-	4,143	4,143
Bank charges	-	1,922	214	2,136
COVID-19 expense	1,417	158	-	1,575
Depreciation - Note 1	86,379	9,598	-	95,977
Direct program supplies	439,573	-	-	439,573
Dues and subscriptions	9,282	1,031	-	10,313
Insurance	15,852	1,761	-	17,613
Legal and professional	-	12,265	-	12,265
Office expense	8,162	907	-	9,069
Postage	844	94	-	938
Repairs and maintenance	8,812	979	-	9,791
Telephone	1,934	215	-	2,149
Training and education	18,064	-	-	18,064
Utilities	24,518	2,724	-	27,242
Vehicle expense	1,957	217	-	2,174
Total expenses	$1,395,504	$121,340	$30,874	$1,547,718

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

BOYS AND GIRLS CLUB OF HUNTINGTON COUNTY, INC.

STATEMENTS OF CASH FLOWS

FOR THE YEARS ENDED DECEMBER 31, 2022 AND 2021

	2022	2021
Cash flows from operating activities:		
Change in net assets	$ 982,178	$ 389,936
Adjustments to reconcile change in net assets to net cash provided by operating activities -		
Depreciation	97,930	95,977
Interest added to investments - Certificate of deposits	(179)	(415)
(Increase) Decrease in -		
Accounts receivable	(37,485)	(16,281)
Pledges receivable	(656,665)	-
Grant receivable	5,550	(1,475)
Increase (Decrease) in -		
Accounts payable	9,193	524
Payroll withholding and accrual	11,944	6,316
Deferred revenue	-	(89,844)
Net cash provided by operating activities	412,466	384,738
Cash flows from investing activities:		
Purchase of fixed assets	(33,069)	(157,427)
Net cash (used in) investing activities	(33,069)	(157,427)
Cash flows from financing activities:		
SBA loan	(151)	2,000,000
Net cash provided by (used in) financing activities	(151)	2,000,000
Net increase in cash and cash equivalents	379,246	2,227,311
Cash and cash equivalents at beginning of year	3,307,027	1,079,716
Cash and cash equivalents at end of year	$3,686,273	$3,307,027
Supplemental disclosures of cash flow information:		
Cash paid during the year for -		
Interest	$ 66,678	$ -

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

BOYS AND GIRLS CLUB OF HUNTINGTON COUNTY, INC.

NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2022 AND 2021

Note 1: Organization and summary of significant accounting policies -

Organization - The Boys and Girls Club of Huntington County, Inc. (the Organization) is a nonprofit corporation organized for the purpose of providing and supervising program activities in personal and educational development, citizenship and leadership development, cultural enrichment, health and physical education, social, recreation in outdoors, and environmental education for the youth of Huntington County, ages six through eighteen. The Organization strives to develop the qualities necessary for youth to become responsible citizens and leaders.

Basis of accounting - The financial statements are prepared on the accrual basis of accounting in accordance with accounting principles generally accepted in the United States of America. Under the accrual basis of accounting, revenues are recorded as earned and expenses are recorded when liabilities are incurred. Also, equipment purchased through grant awards is charged to expense in the period during which it is approved by funding sources and purchased. The equipment acquired is owned by the Organization while used in current or other future authorized programs. The funding sources have a reversionary interest in the equipment purchased with grant funds; therefore, its disposition as well as the ownership of any sale proceeds, is subject to funding source regulations.

Basis of presentation - Financial statement presentation follows Financial Accounting Standards Board Accounting Standards Update (ASU) No. 2016-14, *Presentation of Financial Statements of Not-for-Profit Entities.* Under ASU No. 2016-14, the Organization is required 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.

Without donor restrictions - Net assets that are not subject to donor-imposed stipulations. Net assets without donor restrictions may be designated for specific purposes by action of the Board of Directors or may otherwise be limited by contractual agreements with outside parties. Donor-imposed stipulations are reported as net assets without donor restrictions if the stipulations expire in the reporting period in which the revenue is recognized.

With donor restrictions - Net assets whose use by the Organization is subject to donor-imposed stipulations that can be fulfilled by actions of the Organization pursuant to those stipulations or that expire by passage of time. Also, net assets include amounts whose use is limited by donor-imposed restrictions which stipulate that resources be maintained permanently, but permits the Organization to expend part or all of the income derived from the donated assets. Resources arising from the results of operations or assets set aside by the Board of Directors are not considered to be donor restricted.

BOYS AND GIRLS CLUB OF HUNTINGTON COUNTY, INC.

NOTES TO FINANCIAL STATEMENTS (CONTINUED)

DECEMBER 31, 2022 AND 2021

Note 1: Organization and summary of significant accounting policies (Continued) -

Cash and cash equivalents - For the purpose of reporting cash flows, the Organization considers all highly liquid investments with a maturity of three months or less at the time of purchase to be cash equivalents.

Fixed assets - Fixed assets are stated at cost or, if donated, at fair value at the date of the gift. Items with a cost or value of $500 or more and a useful life of one year or more are capitalized. The Organization follows the policy of providing depreciation on the straight-line method for financial reporting purposes over the estimated useful lives of the related assets.

Depreciation - Depreciation charged against income was $97,930 and $95,977 for the years ended December 31, 2022 and 2021, respectively.

The Organization depreciates assets over their estimated useful lives, using the straight-line method of computing depreciation for financial statement purposes. Estimated useful lives for computing depreciation were as follows:

Assets	Years
Building	20-40
Equipment	5- 7
Furniture and fixtures	5- 7
Land improvements	15
Vehicles	5

Revenue and revenue recognition – Grants awarded by federal and state agencies or passed through from the Boys & Girls Clubs of America are recognized as revenue when allowable expenditures are incurred and are accounted for as conditional contributions due to rights of return/release and barriers to entitlement of funds. See Footnote 8 for the U.S. Federal and State Grant revenue for the years ended December 31, 2022 and 2021.

Other grants and contributed cash and promises are recognized when cash, 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. We consider all contributions to be available for unrestricted use unless specifically restricted by the donor. Amounts received that are designated for future periods or are restricted by the donor for specific purposes are reported as net assets with donor restrictions. When a donor restriction expires (that is, when a stipulated time restriction ends or purpose restriction is accomplished), net assets with restrictions are reclassified to net assets without restrictions and reported in the statements of activities as net assets released from restrictions. Other grants and

BOYS AND GIRLS CLUB OF HUNTINGTON COUNTY, INC.

NOTES TO FINANCIAL STATEMENTS (CONTINUED)

DECEMBER 31, 2022 AND 2021

Note 1: Organization and summary of significant accounting policies (Continued) -

Revenue and revenue recognition (Continued) -

contributed cash and promises expected to be collected within one year are recorded at net realizable value. Other grants and contributed cash and promises expected to be collected in more than one year are recorded at the present value of their estimated future cash flows. The discounts on those amounts are computed using interest rates applicable to the periods in which the promises are received. Amortization of the discounts is included in revenues. Conditional promises to give are not recognized as revenues until the conditions are substantially met. Other grants and contributed cash totaled $263,649 and $399,773 for the years ended December 31, 2022 and 2021, respectively.

Donated marketable securities and other noncash donations are recorded as contributions at their fair values at the date of donation. Our policy is to sell donated securities and noncash donations as soon as practical after receipt. Contributions of property and equipment are recorded at fair value at the date of contribution and are reported as increases in net assets without donor restrictions unless the donor has restricted the contributed asset to a specific purpose. Assets contributed with explicit restrictions regarding their use and contributions of cash that must be used to acquire property and equipment, are reported as net assets with donor restrictions. Absent donor stipulations regarding how long such donated assets must be maintained, we report expirations of donor restrictions when the donated or acquired assets are placed in service as instructed by the donor. We reclassify net assets with donor restrictions to net assets without donor restrictions at that time.

All contributions are considered to be available for use unless specifically restricted by the donor. Gifts of cash are reported as net assets with donor restrictions if they are received with donor stipulations that limit their use. When a donor restriction expires, these net assets are reclassified to net assets without donor restrictions and reported in the statements of activities as net assets released from restrictions. Capital campaign contributions totaled $811,515 and $408 for the years ended December 31, 2022 and 2021, respectively.

Sponsorships for special events are treated as contribu-tions and recognized when received or promised. Amounts received in advance of sponsored events are time restricted and reported as net assets with donor restrictions until the events occur. Special event revenues totaled $53,031 and $47,173 for the years ended December 31, 2022 and 2021, respectively.

Dues received from parents or guardians are for the purpose of providing and supervising program activities in personal and educational development, citizenship and leadership development,

Note 1: Organization and summary of significant accounting policies (Continued) -

Revenue recognition (Continued) -

cultural enrichment, health and physical education, social, recreation in outdoors and environmental education for the youth. Dues income is recognized as revenue on a month-to-month basis. Dues revenues totaled $11,895 and $48,191 for the years ended December 31, 2022 and 2021, respectively.

Income tax status - The Organization is exempt from federal income taxes under Section 501(c)(3) of the Internal Revenue Code, and qualifies for the 50% charitable contributions deduction limitation, and is not considered to be a private foundation under Section 509(a) of the Code.

The Organization has adopted the accounting standard on accountng for uncertainty in income taxes. This standard addresses the determination of whether tax benefits claimed, or expected to be claimed, on a tax return should be recorded in the financial statements. Under this 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 be sustained on examination by taxing authorities, based on the technical merits of the position. The tax benefits that could be recognized in the financial statements from such positions would be measured based on the largest benefit that has a greater than 50 percent likelihood of being realized upon ultimate settlement. The guidance on accounting for uncertainty in income taxes also addresses derecognition, classification, interest and penalties on income taxes, and accounting in interim periods. At December 31, 2022 and 2021, there were no unrecognized tax benefits identified or recorded as liabilities. The Organization files Form 990 and the related state of Indiana return.

Estimates - The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions regarding certain types of assets, liabilities, revenues and expenses. Such estimates primarily relate to unsettled transactions and events as of the date of the financial statements. Accordingly, upon settlement, actual results could differ from those estimates.

Advertising - Advertising costs are charged to operations as incurred. Total advertising costs expensed during the years ended December 31, 2022 and 2021 was $1,976 and $4,143, respectively.

Liquidity and funds available - The Organization monitors its liquidity so that it is able to meet its operating needs and other contractual commitments while maximizing the investment of its excess operating cash. All current assets are available to meet cash needs for general expenditures within one year.

Note 2: Credit risk and concentrations - The Organization maintains its cash accounts at local banks. The cash balances are insured by the Federal Deposit Insurance Corporation (FDIC) up to $250,000 per institution. At December 31, 2022 and 2021, deposits in excess of the insured amount totaled $3,144,963 and $2,649,385, respectively.

Note 3: Pledges receivable - Pledges due in periods greater than one year have been discounted using the five-year Treasury Bill rate of 3.99%, which has been deemed commensurate with the credit risk of the donors. Additionally, management does not believe an allowance for uncollectible pledges is necessary for the year ended December 31, 2022. Pledges receivable as of December 31, 2022 is as follows:

Receivable in one year	$ 245,300
Receivable in two to five years	467,000
Total pledges receivable	712,300
Less: Discount to net present value, at 3.99%	(55,635)
Total net present value of pledges receivable	656,665

Current portion of pledges receivable	(245,300)
Long-term portion of pledges receivable	$ 411,365

As of December 31, 2022, the Organization had received pledges of approximately $867,000. Approximately $155,000 has been received.

Note 4: Investments - The Organization's investments consist of four certificates of deposit. The certificates of deposit are with local financial institutions with maturity dates that exceed three months. The Organization's investments are recorded at fair value.

The certificates of deposit are all short-term and bear interest at rates between .05% and 2.00%.

Note 5: SBA loan - The Organization received a $2,000,000 loan from the U.S. Small Business Administration in increments of $500,000 on June 14, 2021 and $1,500,000 on November 19, 2021. Interest rate is 2.75% and the loan matures on June 17, 2051. The monthly payments of $8,707 will begin on December 17, 2023. Interest expense for the year ended December 31, 2022 was $66,678.

Note 6: Net assets with donor restrictions - Net assets with donor restrictions are available for the following purposes at December 31, 2022 and 2021:

	2022	2021
Keystone	$ 16,486	$ 10,443
United Way	13,650	20,700
Capital campaign	811,582	-
Total	$841,718	$ 31,143

Note 6: Net assets with donor restrictions (Continued) -

Net assets were released from donor restriction by incurring expenses satisfying the purpose of the restrictions as follows:

	2022	2021
Keystone	$ 2,444	$ 2,606
United Way	34,350	39,925
Total net assets released from restrictions	$ 36,794	$ 42,531

Note 7: Fair value of financial instruments - Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at a particular date. A fair value hierarchy has been established which requires an organization to maximize observable inputs when measuring fair value. Three levels of inputs may be used to measure fair value as follows:

Level 1 Inputs: Quoted market prices in active markets for identical assets or liabilities.

Level 2 Inputs: Significant other observable inputs, other than quoted market prices included in Level 1 prices, for similar assets or liabilities; quoted prices in markets that are not active; or other inputs that are observa-

ble or can be corroborated by observable market data.

Level 3 Inputs: Significant unobservable inputs that reflect the Organization's assumptions about assumptions that market participants would use in pricing an asset or liability.

The Organization values certificates of deposit at fair value based upon similar investments with the same terms (Level 2).

Assets measured at fair value on a recurring basis are summarized as follows by the three levels of hierarchy:

	December 31, 2022		
	Level 1	Level 2	Level 3
Certificates of deposit	$ -	$ 101,930	$ -
	December 31, 2021		
	Level 1	Level 2	Level 3
Certificates of deposit	$ -	$ 101,751	$ -

Note 8: Government funding - During 2022 and 2021, the Organization received the following amounts from government entities:

Note 8: Government funding (Continued) -

Agency Or Federal Grantor/ Pass-Through Grantor	2022	2021
U.S. Department of Justice - Passed through Boys and Girls Club of America - Office of Justice Program Grant	$ 20,322	$ 12,040
U.S. Department of Education - Passed through State of Indiana -		
21st CCLC Grant	497,283	609,993
Summer Food Service Program Grant	57,955	49,875
Child and Adult Care Food Program Grant	186,208	186,100
REACH Grant	315,000	-
Total federal assistance	1,076,768	858,008
State of Indiana	923,711	583,110
	$2,000,479	$1,441,118

Note 9: Community Foundation funds - The Huntington County Community Foundation holds funds donated on behalf of Boys and Girls Club of Huntington County, Inc. totaling $226,449 and $285,599 at December 31, 2022 and 2021, respectively. This balance has not been recorded as an asset of the Organization because the Community Foundation has maintained

variance power over these funds. A portion of the earnings from these funds is made available to the Organization each year. At December 31, 2022 and 2021, $9,788 and $9,752 was available for distribution.

Note 10: Employee benefits - The Organization has a tax deferred annuity plan under Internal Revenue Code Section 403(b). All salaried employees are eligible to contribute a portion of their eligible compensation to the Plan in accordance with plan provisions. The Plan required the Organization to match dollar-for-dollar employee contributions of up to 3% of pay. Total contributions made to the Plan by the Organization totaled $9,847 and $7,442 for the years ended December 31, 2022 and 2021, respectively.

Note 11: Related parties - The Organization utilized management and employment services from affiliated Boys and Girls Clubs in the amount of $11,554 and $27,989 for the years ended December 31, 2022 and 2021, respectively.

Note 12: Subsequent events - Management has evaluated the activities and transactions subsequent to December 31, 2022 for potential recognition and/or disclosure within the financial statements for the year ended December 31, 2022. This analysis was performed through April 26, 2023, the date the financial statements were available to be issued.