

Lamar Community College Foundation

Auditor's Report

And

Financial Statements

June 30, 2022

With Comparative June 30, 2021

Lamar Community College Foundation
Table of Contents

	<u>Page</u>
INDEPENDENT AUDITOR'S REPORT	1
FINANCIAL STATEMENTS	
Statement of Financial Position	3
Statement of Activities	4
Statement of Functional Expenses	5
Statement of Cash Flows	6
Notes to the Financial Statements	7



INDEPENDENT AUDITOR'S REPORT

To the Board of Directors of
Lamar Community College Foundation

Opinion

I have audited the accompanying financial statements of Lamar Community College Foundation (a nonprofit organization), which comprise the statements of financial position as of June 30, 2022, and the related statements of activities, functional expenses, and cash flows, and for the year then ended, and the related notes to the financial statements.

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

Basis for Opinion

I conducted my audit in accordance with auditing standards generally accepted in the United States of America. My responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of my report. I am required to be independent of Lamar Community College Foundation and to meet my ethical responsibilities in accordance with the relevant ethical requirements relating to my audit. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my opinion.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of these 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 Lamar Community College Foundation'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 Statement

My 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 my 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, misrepresentation, 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 judgement made by a reasonable user based on the financial statements.

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

- Exercise professional judgement and maintain professional skepticism throughout the audit.
- Identify and assess the risk 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 amount 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 Lamar Community College Foundation's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in my judgement, there are conditions or events, considered in the aggregate, that raise substantial doubt about Lamar Community College Foundation's ability to continue as a going concern for a reasonable period of time.

I am 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.

Paul D. Miller, CPA, LLC

Grand Junction, CO

August 26, 2022

Lamar Community College Foundation
Statement of Net Assets
June 30, 2022, with comparative amounts for 2021

	2022	2021
ASSETS		
Current Assets		
Cash	\$ 469,662	\$ 319,115
Investments	562,469	612,256
Total Current Assets	1,032,131	931,371
Fixed Assets		
Land	560,000	-
Building	127,270	-
Construction in Process	431,681	-
Total Restricted Assets	1,118,951	-
TOTAL ASSETS	\$ 2,151,082	\$ 931,371
LIABILITIES		
Current Liabilities		
Accounts payable	\$ 82,484	\$ 59,021
Deferred revenue	190,304	44,470
Current Portion of Note Payable	68,718	-
Total Current Liabilities	341,506	103,491
Long-Term Liabilities		
Note Payable- Residence Hall (Net of current portion)	435,150	-
Note Payable- Residence Hall Remodel (Net of current portion)	274,843	-
Total Long-Term Liabilities	709,993	-
NET ASSETS		
Without Donor Restriction	177,224	175,114
With Donor Restrictions	922,359	652,767
Total Net Assets	1,099,583	827,881
TOTAL LIABILITIES AND NET ASSETS	\$ 2,151,082	\$ 931,372

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

Lamar Community College Foundation
Statement of Activities
For the year ended June 30, 2022 with comparative amounts for 2021

	<u>Without Donor Restrictions</u>	<u>With Donor Restrictions</u>	<u>2022</u>	<u>2021</u>
SUPPORT AND REVENUE				
Support:				
Contributions	\$ 48,461	\$ 555,391	\$ 603,852	\$ 437,255
Revenue:				
Rental Income	-	29,642	29,642	-
Other Income	763	-	763	1,207
Special Event (net of expense of \$2,203)	39,567	-	39,567	-
Investment income (loss)	<u>(43,968)</u>	<u>-</u>	<u>(43,968)</u>	<u>75,633</u>
Total Revenue	<u>(3,638)</u>	<u>29,642</u>	<u>26,004</u>	<u>76,840</u>
Total Support and revenue	<u>44,823</u>	<u>585,033</u>	<u>629,856</u>	<u>514,095</u>
Released From Restriction	<u>315,441</u>	<u>(315,441)</u>	<u>-</u>	<u>-</u>
EXPENSES				
Program Services				
Scholarships & Programs	164,386	-	164,386	178,195
Program Cost LCC Curriculum	135,211	-	135,211	149,558
Support Services				
Transfer of Assets	35,000	-	35,000	-
General and Administrative	15,204	-	15,204	12,372
Interest Expense	<u>8,353</u>	<u>-</u>	<u>8,353</u>	<u>-</u>
Total Expenses	<u>358,154</u>	<u>-</u>	<u>358,154</u>	<u>340,125</u>
Change in net assets	2,110	269,592	271,702	173,970
Net Assets, Beginning of Year	175,114	652,767	827,881	653,911
Net Assets, End of Year	<u>\$ 177,224</u>	<u>\$ 922,359</u>	<u>\$ 1,099,583</u>	<u>\$ 827,881</u>

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

Lamar Community College Foundation
Statement of Functional Expenses
For the year ended June 30, 2022 with comparative amounts for 2021

	2022	2021
SUPPORT AND REVENUE		
Support:		
Contributions	\$ 603,852	\$ 437,255
Other Income	763	1,207
Investment Income	(43,968)	75,633
Rental Income	29,642	-
Special Revenue	41,770	-
	632,059	514,095
Total Support and Revenue		
 EXPENSES		
Program Services		
Insurance	798	798
Telephone	309	310
Software	4,684	3,150
Dues	20	245
Office Supplies	987	414
Professional Fees	8,406	7,455
Scholarships Paid	164,386	178,195
Interest Expense	8,353	-
Special Events	2,203	-
Property Transfer to LCC	35,000	-
Program Costs for LCC Curriculum	135,211	149,558
	360,357	340,125
Total Expenses		
Change in Net Assets	271,702	173,970
Net Assets Beginning	827,881	653,911
Net Assets Ending	\$ 1,099,583	\$ 827,881

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

Lamar Community College Foundation
Statement of Cash Flows
For the year ended June 30, 2022 with comparative amounts for 2021

	2022	2021
CASH FLOWS FROM OPERATING ACTIVITIES		
Contributions	\$ 714,686	\$ 438,254
Rental Income	29,642	-
Investment Income (Loss)	(43,968)	75,633
Other Income	764	1,207
Fund Raising Activity	39,567	
Cash paid for Scholarships & Programs	(276,134)	(306,399)
Cash paid for General & Administrative Support	(23,557)	(12,373)
Net Cash Provided (Used) by Operating Activities	440,999	196,322
CASH FLOWS FROM CAPITAL ACTIVITIES		
Purchase of Fixed Assets	(1,118,951)	-
Net Cash Provided by (Used in) Capital Activities	(1,118,951)	-
CASH FLOWS FROM FINANCING ACTIVITIES		
Cash provided from borrowing	800,000	-
Payment on borrowings	(21,288)	-
Net Cash provided by (Used by) financing Activity	778,712	-
Net Increase (Decrease) In Cash	100,760	196,322
Cash, Beginning of Year	931,371	735,049
Cash End of Year	\$ 1,032,131	\$ 931,371
RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES:		
Operating Income (Loss)	\$ 271,702	\$ 173,970
Adjust for noncash items Depreciation		-
Changes in Assets & Liabilities related to Operations:		
Increase (Decrease) in Accounts Payable	23,463	21,355
Increase (Decrease) Deferred Revenue	145,835	999
Net Cash Provided (Used) By Operating Activities	\$ 440,999	\$ 196,324

Cash includes Cash and Restricted Cash.

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

Lamar Community College Foundation
Notes to the Financial Statements
June 30, 2022

Note 1-SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES:

This summary of significant accounting policies for Lamar Community College Foundation (the Foundation), is presented to assist in understanding the Foundation's financial statements. The financial statements and notes are representations of the Foundation's management, which is responsible for their integrity and objectivity. These accounting policies conform to the generally accepted principles as promulgated by the AICPA Industry Audit and Accounting Guide, Not-for-Profit Foundations.

Nature of Operations

The Foundation was formed in 1973 as Lamar Community College Development Corporation. The name was changed in 1977 to the Lamar Community College Foundation. The primary activities of the Foundation are to raise funds and distribute those funds to promote the educational purpose of Lamar Community College (the College) and purchase, lease, or improve real and personal property for the College.

For financial reporting purposes, the Foundation is a component unit of Lamar Community College, which is a Colorado government unit.

Basis of Accounting

The accrual basis of accounting is employed where support and revenue are recorded when earned and expenses are recognized when incurred.

Cash and Cash Equivalents

For purposes of the statement of cash flows, the Foundation considers all highly liquid investments securities purchased with an original maturity of three months or less to be cash equivalents.

Contributions and Promises to Give

The Foundation has adopted the Statement of Financial Accounting Standards, FASB ASC 958, relating to the contributions received and contributions made. Contributions received are recorded as unrestricted, temporarily restricted, or permanently restricted support depending on the existence and/or nature of any donor restrictions. When a restriction expires, that is, when a stipulated time restriction ends or when the purpose of the restriction is accomplished, temporarily restricted net assets are reclassified to unrestricted net assets and are reported in the Statement of Activities as net assets released from restrictions.

Unconditional promises to give are recognized as receivables in the period in which the Foundation is notified by the donor of his or her commitment to make a contribution. Conditional promises to give are recognized when the conditions on which they are dependent are substantially met.

Lamar Community College Foundation
Notes to the Financial Statements
June 30, 2022

The Foundation did not have any unconditional or conditional promises to give as of June 30, 2022.

Donated Materials and Services

The Foundation records the value of donated goods or services when there is an objective basis available to measure their value. Donated services of a professional or skilled nature are presented at the estimated value of such services. Donated materials and equipment are reflected in the accompanying statements at their estimated value at date of receipt.

The Foundation's Board of Directors and its officers serve without compensation. The value of these services is not recorded in the financial statements. Additionally, several volunteers periodically donate significant amounts of time to the Foundation. No amounts have been reflected in the statements for these contributed services since the contribution of these services did not create or enhance non-financial assets or require specialized skills.

Income Taxes

The Foundation was granted tax-exempt status from federal income taxes by the Internal Revenue Service under Internal Revenue Code Section 501(c)(3).

Accounting for Income Taxes

The Foundation has adopted FASB ASC 740-10, Accounting for Income Taxes, which clarifies the accounting for uncertainty in income taxes recognized in an entity's financial statements. The interpretation prescribed a recognition threshold and measurement attribute for the financial statement recognition and measurement of a tax position taken or expected to be taken in a tax return. Based on analyses of various federal and state filing positions of the Foundation, management believes that its income tax filing positions and deductions are well documented and supported.

As of June 30, 2021, the Foundation had no temporary differences relating to the recognition of income and expenses for financial and tax reporting purposes. Accordingly, no deferred tax assets or liabilities are recorded. Additionally, as of June 30, 2021, the Foundation had no uncertain tax positions that would qualify for either recognition or disclosure in the financial statements. Therefore, no reserves for uncertain income tax positions have been recorded pursuant to FASB ASC 740-10. In addition, no cumulative effect adjustment related to the adoption of FASB ASC 740-10 was recorded.

There have been no increases or decreases in unrecognized tax benefits for current or prior years since the date of adoption. Furthermore, no interest or penalties have been included since no reserves were recorded and no significant increases or decreases are expected to occur within the next 12 months. When applicable, such interest and penalties will be reported as income tax expense.

Since tax matters are subject to some degree of uncertainty, there can be no assurance that the Foundation's tax returns will not be challenged by the taxing authorities and that the Foundation will not be subject to additional tax, penalties, and interest as a result of such challenge. On June 30, 2022, the periods that remain open to examination under federal statute are for the tax years ended June 30, 2019, through 2021.

Lamar Community College Foundation
Notes to the Financial Statements
June 30, 2022

Use of 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 that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and reported amounts of revenue and expenses during the reporting period. These estimates are based upon the management's best estimates, after considering past and current events and assumptions about future events. Actual results could differ from those estimates.

Building

Assets are stated at cost or, if donated, at the appropriated fair value at the date of donation. Depreciation is computed using the straight-line method over the estimated useful lives on the assets, normally 30 to 40 years. As of June 30, 2022, there was no donated fixed assets.

Classification of Net Assets

Financial statement presentation follows the recommendations of the Financial Accounting Standards Board in its ASC 958-205. Under FASB ASC 958-205, the Foundation 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 asset with donor restrictions.

The assets, liabilities, and net assets of the Foundation are reported in net assets classes as follows:

- a) Net Assets without donor restrictions: Net assets without donor restrictions are resources over which the Board of Directors (the "Board") has discretionary control including those net assets invested in property and equipment at the direction of the Board. These net assets are not subject to donor-imposed restrictions and may be expended for any purpose in performing the primary objectives of the Foundation.
- b) Net Assets with donor restrictions: Net assets with donor restrictions are subject to donor-imposed stipulation that may or will be met by actions of the Foundation and/or the passage of time. After the donor-imposed time or purpose restriction is satisfied, restricted net assets are reclassified to unrestricted net assets and reported within the statement of activities as net assets released from restrictions. Other net assets with donor restrictions are limited by donor-imposed stipulations that neither expire by the passage of time nor can be fulfilled or otherwise removed by actions of the Foundation. Depending upon the restrictions of the donor, some net assets with donor restrictions may be maintained in perpetuity.

Fair Value of Financial Instruments

All financial instruments are carried at amounts that approximate estimated fair value. FASB ASC 820, Fair Value Measurement, establishes a framework for measuring fair value. That framework provides a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (Level 1 measurement) and the lowest priority to unobservable inputs (Level 3 measurement).

Lamar Community College Foundation
Notes to the Financial Statements
June 30, 2022

The three levels of the fair value hierarchy under ASC 820 are described below:

Level 1

Inputs to the valuation methodology are unadjusted quoted prices in active markets for identical assets or liabilities that the Foundation can access at the measurement date.

Level 2

Inputs to the valuation methodology are other than quoted prices included within Level I that are observable for the asset or liability, either directly or indirectly such as publicly available information about actual events or transactions, and that reflect the assumptions that market participants would use when pricing the assets or liability.

Level 3

Inputs to the valuation methodology are unobservable for the asset or liability. Unobservable inputs are defined as inputs for which market data are not available and that are developed using the best information available about the assumptions that market participants would use when pricing the asset or liability.

For the years ended June 30, 2022, and 2021, all financial instruments were Level I inputs under the fair value hierarchy.

Note 2 – Marketable Investment Securities

Investments in marketable securities are reported at their fair market values. Earnings, including realized and unrealized gains and losses from the investment of contributed funds, are treated as unrestricted resources, unless such earnings have been specifically restricted by donors.

As of June 30, 2022, and June 30, 2021, respectively, \$579,594, and \$623,284 were invested in various securities. The investments are not FDIC insured and are not insured by any government agency.

Investment consists of the following:

	June 30, 2022		June 30, 2021	
	Cost	Market	Cost	Market
Deposit Accounts	\$213,205	\$213,205	\$ 206,447	\$210,935
Exchange Traded Funds	364,610	360,849	305,029	357,584
Other Investments	6,152	5,540	53,725	54,765
Total	<u>\$583,967</u>	<u>\$579,594</u>	<u>\$ 565,201</u>	<u>\$623,284</u>

Lamar Community College Foundation
Notes to the Financial Statements
June 30, 2022

Note 3-ENDOWMENTS:

The Board of Directors of the Foundation has interpreted the Uniform Prudent Management of Institutional Funds Act (UPMIF A) as generally requiring the preservation of the fair value of the original gift as of the gift date of the donor-restricted endowment funds absent donor stipulations to the contrary. As a result of this interpretation, the Foundation generally classifies as permanently restricted net assets (a) the original value of gifts donated to the permanent endowment, (b) the original value of subsequent gifts to the permanent endowment and (c) accumulations to the permanent endowment made in accordance with the direction of the applicable donor gift instrument at the time the accumulation is added to the fund. In accordance with UPMIF A, the Foundation considers the following factors in deciding to appropriate or accumulate donor-restricted endowment funds:

1. The duration and preservation of the fund duration and preservation of the fund.
2. The purposes of the organization and the donor-restricted endowment fund.
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 organization.
7. The investment policies of the organization.

The endowment funds may be invested in high quality, publicly traded common and preferred stocks, convertible bonds, bank common funds, mutual funds, fixed income securities and other assets as authorized by the Board of Directors of the Foundation from time to time. The nature of the assets involved, and the long-term objectives of the Foundation suggest utilizing a total return approach to investment management.

The Foundation endowment seeks preservation of principal and to provide a dependable and reasonable rate of long-term investment return consistent with moderate investment risk. The primary investment objective of the endowment is to achieve a total annual return measured on a five-year moving average basis, at least equal to the rate of inflation plus four percent (4%).

The Foundation has a policy of appropriating for distribution each year up to 4% of the average of the permanent endowment's market values on June 30th for each of the five immediately preceding years, as approved by the Foundation Board, in accordance with the endowment mission and purpose.

If the spending allocation amount of the permanent endowment would cause the Foundation's permanent endowment's value to fall below its original gift value level, then the annual spending allocation amount is limited to the amount in excess of the original gift value.

Lamar Community College Foundation
Notes to the Financial Statements
June 30, 2022

The following are the changes in the endowment net assets for the year ended June 30, 2022:

	Net Assets With Restrictions
Endowment net assets, beginning of year	\$ 52,081
Contribution and earnings	
Withdrawals	(867)
Endowment net assets, end of year	\$ 51,214

The following are the changes in the endowment net assets for the year ended June 30, 2021:

	Net Assets With Restrictions
Endowment net assets, beginning of year	\$ 50,077
Contributions	-
Investments	2,004
Endowment net assets, end of year	\$ 52,081

Note -4- Net Assets with Donor Restrictions

Net assets with donor restrictions are available for the following purpose

	June 30, 2022	June 30, 2021
Unappropriated endowment fund:	\$ 922,359	\$ 652,767

These funds will be used as determined by the donor.

Note 5-Subsequent Events:

Subsequent events have been evaluated through the date of the financial statements and there are not any subsequent events to disclose

Note 6 Related Parties

The Foundation is provided services by Lamar Community College (the "College"). During 2021-22 the Foundation provided \$164,385 in scholarships, \$135,211 toward programs, and \$9,888 in general, administrative, and fund raising. The Foundation receives grants that are used specifically to provide goods and services for the benefit of Lamar Community College. The Foundation accounts for the grant receipts as contributions and for the expenses as program. During 2020-21 the Foundation provided \$178,195 in scholarships, \$149,558 towards programs, and \$7,916 in general, administrative, and fund raising.

Lamar Community College Foundation
Notes to the Financial Statements
June 30, 2022

The College will bill the Foundation every two months with the Foundation approving the bill for payment at its next board meeting. As of June 30, 2022, the Foundation owed the College \$23,505 and \$59,021 as of June 30, 2021.

Note 7 Information Regarding Liquidity

The Lamar Community College Foundation's liquidity management is structured to make its financial assets available as general expenditures and obligations come due. Annually, an analysis of the expected inflows/outflows for the next 12 months is prepared, and all funds anticipated to be expended that year are held as cash in checking accounts. Funds not anticipated to be expended in the fiscal year are either invested or deposited in certificates of deposit in order to maximize gains on those funds. If, at any time during a fiscal year, the Foundation is required to draw on reserves, it can access funds held in investment accounts and short-term CD's (12 and 24 month) with LCCF Investment Committee approval. This has not happened in recent history. As certificates of deposits come due, and investment returns are analyzed, these considerations are used in an on-going decision-making process to extend or renew those investments.

The following reflects the Foundation's financial assets as of the statement of net assets date, reduced by the amounts not available for use within one year of the statement of financial position date because of contractual or donor-imposed restricted or internal designations. Amounts available include unrestricted funds as well as donor-restricted amounts that are available for general expenditure in the following year. Amounts not available include donor-restricted endowments.

	<u>2022</u>	<u>2021</u>
Cash	\$452,537	\$308,088
Investments-Short-term	579,594	623,284
Less Endowments	(51,214)	(52,081)
Available	<u>\$980,917</u>	<u>\$879,291</u>

Note 8 Notes Payable

Lamar Community College Foundation (LCCF) undertook a project which would provide students at Lamar Community College, with additional dorm space. LCCF purchased a motel and is the process of remodeling it. As a result of this undertaking two notes were taken out to finance the project.

On May 13, 2022, a \$300,000 note was signed which matures on April 25, 2032. The interest rate is 4.25%, semi-annual payments, due April, and October, including interest are \$18,586. Below is the amortization of the note to maturity.

Lamar Community College Foundation
Notes to the Financial Statements
June 30, 2022

	Principal	Interest	Total
2023	\$ 25,157	\$ 12,015	\$ 37,172
2024	25,769	11,403	37,172
2025	26,876	10,296	37,172
2026	28,030	9,142	37,172
2027	29,234	7,938	37,172
2028	30,489	6,683	37,172
2029	31,799	5,373	37,172
2030	33,165	4,007	37,172
2031	34,589	2,583	37,172
2032	34,892	2,280	37,172
	<u>300,000</u>	<u>71,720</u>	<u>371,720</u>
Less Current	<u>(25,157)</u>	<u>(12,015)</u>	<u>(37,172)</u>
	<u>\$ 274,843</u>	<u>\$ 59,705</u>	<u>\$ 334,548</u>

Also on October 29, 2021, LCCF signed a note with the Bank for \$500,000. The notes interest rate is 3.36%, with semi-annual principal and interest of \$29,642, due April and October. Below is the amortization through maturity.

	Principal	Interest	Total
2023	\$ 43,561	\$ 15,723	\$ 59,284
2024	45,037	14,247	59,284
2025	46,563	12,721	59,284
2026	48,141	11,143	59,284
2027	49,772	9,512	59,284
2028	51,458	7,826	59,284
2029	53,202	6,082	59,284
2030	55,004	4,280	59,284
2031	56,867	2,417	59,284
2032	29,106	536	29,642
	<u>478,711</u>	<u>84,487</u>	<u>563,198</u>
Less Current	<u>(43,561)</u>	<u>(15,723)</u>	<u>(59,284)</u>
	<u>\$ 435,150</u>	<u>\$ 68,764</u>	<u>\$ 503,914</u>

The Foundation has initiated a sale lease back with the State of Colorado for the Residence Hall. The lease period is for ten years with annual lease payments of \$59,284. After the ten years has concluded, the property will be transferred to Lamar Community College with no further amounts due.

Lamar Community College Foundation
Notes to the Financial Statements
June 30, 2022

Note 9- Fixed Assets

During the year LCCF acquired property which will be used as a dormitory for the students attending Lamar Community College. The project is still in process on June 30, 2022; therefore, no depreciation has been calculated. Below is the change in fixed assets during the fiscal year ending June 30, 2022

	Balance June 30, 2021	Additions	Deletions	Balance June 30, 2022
Building (Residence Hall)	\$ -	\$ 127,270	\$ -	\$ 127,270
Building Remodel (Residence Hall)	-	431,681	-	431,681
Total Depreciated Property	-	558,951	-	558,951
Less Accumulated Depreciation	-	-	-	-
Net Depreciable Property	-	558,951	-	558,951
Property not Depreciated				
Land	-	560,000	-	560,000
Total Net Fixed Assets	<u>\$ -</u>	<u>\$ 1,118,951</u>	<u>\$ -</u>	<u>\$ 1,118,951</u>