



Consolidated Financial Statements
June 30, 2021 and 2020

**Guadalupe Center Educational
Programs, Inc.**

Guadalupe Center Educational Programs, Inc.

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June 30, 2021 and 2020

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Independent Auditor's Report

The Board of Directors
Guadalupe Center Educational Programs, Inc.
Salt Lake City, Utah

Report on the Consolidated Financial Statements

We have audited the accompanying consolidated financial statements of Guadalupe Center Educational Programs, Inc. (a nonprofit organization) which comprise the consolidated statements of financial position as of June 30, 2021 and 2020, and the related consolidated statements of activities, functional expenses, and cash flows for the years then ended, and the related notes to the consolidated financial statements.

Management's Responsibility for the Consolidated Financial Statements

Management is responsible for the preparation and fair presentation of these consolidated financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of consolidated financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these consolidated financial statements based on our audits. We conducted our audits in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the consolidated financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the consolidated financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the consolidated financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the consolidated financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the consolidated financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the consolidated financial statements referred to above present fairly, in all material respects, the financial position of Guadalupe Center Educational Programs, Inc. as of June 30, 2021 and 2020, and the change 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.

Other Matters**Report on Supplementary Information**

Our audit was conducted for the purpose of forming an opinion on the consolidated financial statements taken as a whole. The accompanying supplementary information shown on pages 25-32 is presented for purposes of additional analysis and is not a required part of the consolidated financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the consolidated financial statements. The information has been subjected to the auditing procedures applied in the audit of the consolidated financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the consolidated financial statements or to the consolidated financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the consolidated financial statements as a whole.

The image shows a handwritten signature in cursive script that reads "Eide Bailly LLP". The signature is written in black ink and is positioned above the printed name and address of the firm.

Salt Lake City, Utah
February 21, 2022

Guadalupe Center Educational Programs, Inc.
Consolidated Statements of Financial Position
June 30, 2021 and 2020

	2021	2020
Assets		
Current assets		
Cash and cash equivalents	\$ 1,335,228	\$ 1,340,434
Restricted cash	-	18,111
Government grants and contracts receivable	441,007	382,685
Contributions receivable	-	2,689
Other receivables	4,301	5,801
Prepaid expenses and deposits	19,950	12,118
Total current assets	1,800,486	1,761,838
Property and equipment, net	6,631,294	6,842,721
Note receivable	-	6,724,000
Investments	658,443	540,110
Endowment - investments	972,434	788,471
Beneficial interest in assets held by recipient organization	271,146	230,457
	\$ 10,333,803	\$ 16,887,597
Liabilities and Net Assets		
Current liabilities		
Accounts payable	\$ 28,748	\$ 36,673
Accrued liabilities	443,692	383,396
Deferred revenue	28,066	214,600
Note payable - Paycheck Protection Program	-	400,000
Total current liabilities	500,506	1,034,669
Long-term debt, less unamortized debt issuance costs of \$53,528 in 2020	-	9,696,472
Total liabilities	500,506	10,731,141
Net assets		
Without donor restrictions		
Undesignated	8,560,007	4,902,430
Board designated endowment	972,434	788,471
Total net assets without donor restrictions	9,532,441	5,690,901
With donor restrictions		
Purpose restrictions	29,710	235,098
Endowment	271,146	230,457
Total net assets with donor restrictions	300,856	465,555
Total net assets	9,833,297	6,156,456
	\$ 10,333,803	\$ 16,887,597

Guadalupe Center Educational Programs, Inc.
Consolidated Statements of Activities
Years Ended June 30, 2021 and 2020

	2021	2020
Net Assets Without Donor Restrictions		
Public support		
Private donations	\$ 212,847	\$ 370,356
Other	-	3,680
Revenue		
Interest income	61,679	96,783
Net investment return	274,739	65,279
Debt forgiveness	3,426,000	-
Other	1,432	4,236
Special events revenue	-	118,599
Less costs of direct benefits to donors	-	(15,685)
	3,976,697	643,248
Net Assets Released from Restrictions		
Restrictions satisfied	5,799,787	4,981,905
Total public support and revenue without donor restrictions	9,776,484	5,625,153
Expenses		
Program services		
Guadalupe Charter School	3,652,525	3,558,454
Adult Education Program	610,691	547,438
Preschool Program	587,009	577,878
Toddler Beginnings	194,522	189,602
In-Home Program	227,169	264,997
Total program services	5,271,915	5,138,369
Supporting services		
Management and general	438,095	164,944
Fundraising	224,934	202,144
Total supporting services	663,029	367,088
Total expenses	5,934,944	5,505,457
Change in Net Assets Without Donor Restrictions	3,841,540	119,696

(Continued)

Guadalupe Center Educational Programs, Inc.
Consolidated Statements of Activities
Years Ended June 30, 2021 and 2020

	<u>2021</u>	<u>2020</u>
With Donor Restrictions - Purpose Restrictions		
Public support		
Private donations	\$ 1,806,589	\$ 687,895
Public grants and contracts		
Charter School - federal funding	835,460	645,688
Charter School - state funding	2,584,646	2,680,575
Other government funding	359,291	737,306
Net Assets Released from Restrictions		
Restrictions satisfied	<u>(5,799,787)</u>	<u>(4,981,905)</u>
Change in Net Assets With Donor Restrictions from Operations	(213,801)	(230,441)
Change in Interest in Net Assets of Recipient Organization	<u>49,102</u>	<u>4,135</u>
Change in Net Assets With Donor Restrictions	<u>(164,699)</u>	<u>(226,306)</u>
Change in Net Assets	3,676,841	(106,610)
Net Assets, Beginning of Year	<u>6,156,456</u>	<u>6,263,066</u>
Net Assets, End of Year	<u><u>\$ 9,833,297</u></u>	<u><u>\$ 6,156,456</u></u>

Guadalupe Center Educational Programs, Inc.
Consolidated Statement of Functional Expenses
Year Ended June 30, 2021

	Program Services					Supporting Services			Total Expenses	
	Guadalupe Charter School	Adult Education Program	Preschool Program	Toddler Beginnings	In-Home Program	Total	Management and General	Fundraising		Total
Salaries	\$2,110,232	\$ 380,792	\$ 380,529	\$ 141,493	\$ 153,882	\$3,166,928	\$ 201,999	\$ 148,903	\$ 350,902	\$ 3,517,830
Benefits	449,853	60,838	81,624	22,431	22,842	637,588	61,272	30,982	92,254	729,842
Professional and technical services	314,773	6,082	21,711	2,784	7,953	353,303	14,380	3,213	17,593	370,896
Purchased property services (repairs and maintenance)	146,344	16,080	14,859	8,471	11,614	197,368	2,275	6,096	8,371	205,739
Other purchased services	24,883	4,076	4,131	2,543	4,840	40,473	9,404	9,369	18,773	59,246
Supplies	371,687	10,313	45,353	2,014	5,696	435,063	43,230	9,090	52,320	487,383
Depreciation	166,600	109,847	25,075	9,450	11,168	322,141	12,806	10,580	23,386	345,527
Interest	66,793	12,053	12,045	4,479	4,871	100,240	6,394	4,713	11,107	111,347
Asset management fee	-	-	-	-	-	-	1,111	-	1,111	1,111
Other	1,359	10,610	1,682	857	4,303	18,811	85,225	1,987	87,212	106,023
Total expenses	\$3,652,525	\$ 610,691	\$ 587,009	\$ 194,522	\$ 227,169	\$5,271,915	\$ 438,095	\$ 224,934	\$ 663,029	\$ 5,934,944

Guadalupe Center Educational Programs, Inc.
Consolidated Statement of Functional Expenses
Year Ended June 30, 2020

	Program Services					Supporting Services			Total Expenses	
	Guadalupe Charter School	Adult Education Program	Preschool Program	Toddler Beginnings	In-Home Program	Total	Management and General	Fundraising		Total
Salaries	\$ 2,017,570	\$ 364,876	\$ 362,506	\$ 116,664	\$ 161,639	\$ 3,023,255	\$ 36,706	\$ 115,378	\$ 152,084	\$ 3,175,339
Benefits	430,354	62,199	81,725	20,979	39,413	634,670	32,696	32,400	65,096	699,766
Professional and technical services	270,109	6,928	12,920	17,702	4,729	312,388	2,492	3,206	5,698	318,086
Purchased property services (repairs and maintenance)	109,936	18,306	17,852	8,642	12,965	167,701	1,832	6,801	8,633	176,334
Other purchased services	21,747	1,931	4,118	922	3,713	32,431	7,353	4,266	11,619	44,050
Supplies	400,875	15,717	30,628	2,639	3,659	453,518	6,848	10,098	16,946	470,464
Depreciation	194,223	46,065	48,475	15,437	27,072	331,272	7,841	21,617	29,458	360,730
Interest	101,924	18,433	18,313	5,894	8,166	152,730	1,854	5,829	7,683	160,413
Asset management fee	-	-	-	-	-	-	50,000	-	50,000	50,000
Other	11,716	12,983	1,341	723	3,641	30,404	17,322	2,549	19,871	50,275
Special events	-	-	-	-	-	-	-	15,685	15,685	15,685
Total expenses	3,558,454	547,438	577,878	189,602	264,997	5,138,369	164,944	217,829	382,773	5,521,142
Less expenses included as revenue on the consolidated statement of activities - costs of direct benefits to donors	-	-	-	-	-	-	-	(15,685)	(15,685)	(15,685)
	<u>\$ 3,558,454</u>	<u>\$ 547,438</u>	<u>\$ 577,878</u>	<u>\$ 189,602</u>	<u>\$ 264,997</u>	<u>\$ 5,138,369</u>	<u>\$ 164,944</u>	<u>\$ 202,144</u>	<u>\$ 367,088</u>	<u>\$ 5,505,457</u>

Guadalupe Center Educational Programs, Inc.

Consolidated Statements of Cash Flows

Years Ended June 30, 2021 and 2020

	2021	2020
Operating Activities		
Change in net assets	\$ 3,676,841	\$ (106,610)
Adjustments to reconcile change in net assets to net cash from operating activities		
Debt forgiveness - PPP	(400,000)	-
Debt forgiveness - NMTC	(3,026,000)	-
Depreciation	345,527	360,730
Interest expense attributable to amortization of debt issuance costs	53,528	62,913
Change in interest in net assets of recipient organization	(49,102)	(4,135)
Net investment return	(274,739)	(65,279)
Changes in operating assets and liabilities		
Government grants and contracts receivable	(58,322)	(141,150)
Contributions receivable	2,689	121,059
Other receivables	1,500	(1,216)
Prepaid expenses and deposits	(7,832)	3,191
Accounts payable and accrued liabilities	52,371	113,470
Deferred revenue	(186,534)	11,448
Net Cash from Operating Activities	129,927	354,421
Investing Activities		
Purchases of property and equipment	(134,100)	(104,550)
Proceeds from interest in net assets of recipient organization	8,413	6,979
Purchases of investments	(27,557)	(112,251)
Sale of endowment investments	-	707
Contribution to net assets of recipient organization	-	(100)
Net Cash used for Investing Activities	(153,244)	(209,215)
Financing Activities		
Proceeds from note payable - paycheck protection program	-	400,000
Net Cash from Financing Activities	-	400,000
Net Change in Cash, Cash Equivalents, and Restricted Cash	(23,317)	545,206
Cash, Cash Equivalents, and Restricted Cash Beginning of Year	1,358,545	813,339
Cash, Cash Equivalents, and Restricted Cash End of Year	\$ 1,335,228	\$ 1,358,545

Guadalupe Center Educational Programs, Inc.
Consolidated Statements of Cash Flows
Years Ended June 30, 2021 and 2020

	2021	2020
Cash and Cash Equivalents	\$ 1,335,228	\$ 1,340,434
Restricted Cash	-	18,111
	\$ 1,335,228	\$ 1,358,545
 <u>Supplemental Cash Flow Information</u>		
Interest paid	\$ 57,819	\$ 97,500
 <u>Supplemental Disclosure of Non-cash Investing and Financing Activity</u>		
Debt forgiveness - PPP	\$ 400,000	\$ -
Debt forgiveness - NMTC	\$ 3,026,000	\$ -
Cancellation of note receivable against long-term debt	\$ 6,724,000	\$ -

Note 1 - Summary of Significant Accounting Policies**Operational Purpose**

Guadalupe Center Educational Programs, Inc. is a nonprofit corporation organized under the laws of the State of Utah to provide educational services as a sustainable way to end the cycle of poverty in families. The In-Home program sends counselors into low-income homes to help new parents create an environment that nurtures their child's cognitive development. Toddler Beginnings and Preschool Programs expose young learners to the school environment and ensure kindergarten readiness. Students enter the Guadalupe Charter School (GCS) at age five to continue their high-quality, individualized education until 6th grade. The Adult Education Program offers classes in English as a second language, U.S. citizenship, and job skills to parents and adult community members. Funding for these programs comes from private donations, government grants and contracts.

GCS received charter school status starting in the 2007/2008 school year. Charter schools are funded by the State of Utah on a per pupil basis. The Utah State Legislature appropriates funds each year to replace a portion of the property tax revenues usually distributed through local school districts that are not available to charter schools. Charter schools, including GCS, may apply for state, federal and specialized funds if qualifying students are served in approved programs. GCS is governed by a local board of trustees comprised of parents as well as members of the Board of Directors (the Board) of Guadalupe Center Educational Programs Inc. and the community at large.

Principles of Consolidation

The accompanying consolidated financial statements include the accounts of Guadalupe Center Educational Programs, Inc., Guadalupe Holding Company (GHC), and Friends of Guadalupe (FOG). The consolidated entities are collectively referred to as "GEP." All significant intercompany accounts and transactions have been eliminated in the consolidated financial statements. GHC and FOG are tax-exempt supporting organizations organized during October 2013 in connection with the financing, construction, and ownership of the Guadalupe School building, which was completed and placed in service during August 2014.

The accompanying consolidated financial statements of GEP have been prepared using the accrual method of accounting.

Cash and Cash Equivalents

For purposes of reporting cash flows, cash and cash equivalents are defined as cash on hand and highly liquid investments with maturities of three months or less. Restricted cash is not considered a cash equivalent.

Receivables and Credit Policies

Receivables consist primarily of noninterest-bearing amounts due for educational programs. Management determines the allowance for uncollectable accounts receivable based on historical experience, an assessment of economic conditions, and a review of subsequent collections. Receivables are written off when deemed uncollectable. At June 30, 2021 and 2020, the allowance was \$0.

Promises to Give

Unconditional promises to give expected to be collected within one year are recorded at net realizable value. Unconditional promises to give expected to be collected in future years are initially recorded at fair value using present value techniques incorporating risk-adjusted discount rates designed to reflect the assumptions market participants would use in pricing the asset. In subsequent years, amortization of the discounts is included in contribution revenue in the statements of activities. Management determines the allowance for uncollectable promises to give based on historical experience, an assessment of economic conditions, and a review of subsequent collections. Promises to give are written off when deemed uncollectable. At June 30, 2021 and 2020, the allowance was \$0 and all amounts are expected to be collected within one year.

Property and Equipment

Property and equipment are recorded at acquisition cost or, where donated, at estimated fair value at the date of the donation. Depreciation is computed using the straight-line method based on the estimated useful lives of the assets. Property and equipment have been assigned useful lives ranging from three to thirty-nine years. Expenditures for repairs and maintenance are charged to expense as incurred. When assets are sold or otherwise disposed of, the cost and related depreciation or amortization are removed from the accounts, and any remaining gain or loss is included in the statements of activities.

GEP reviews the carrying values of property and equipment for impairment whenever events or circumstances indicate that the carrying value of an asset may not be recoverable from the estimated future cash flows expected to result from its use and eventual disposition. When considered impaired, an impairment loss is recognized to the extent carrying value exceeds the fair value of the asset. There were no indicators of asset impairment during the years ended June 30, 2021 and 2020.

Beneficial Interest in Assets Held by Recipient Organization

The Catholic Foundation of Utah (CFU) is the recipient organization that holds an endowment fund for the benefit of GEP. As CFU has not been granted variance power, that is, the unilateral power to redirect the use of the transferred assets to another beneficiary, GEP recognizes its rights to the assets and adjusts that interest for its share of the change in net assets of CFU related to the transferred assets in accordance with generally accepted accounting principles (GAAP). Accounting for changes in the interest in net assets of recipient organization is recorded as an increase or decrease in net assets with restrictions until appropriated for expenditure by GEP (time restriction).

Investments

GEP records investment purchases at cost or, if donated, at fair value on the date of donation. Thereafter, investments are reported at their fair values in the consolidated statements of financial position. Net investment return is reported in the consolidated statements of activities and consists of interest and dividend income, realized and unrealized capital gains and losses, less investment management and custodial fees.

Net Assets

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

Net Assets Without Donor Restrictions – Net assets available for use in general operations and not subject to donor (or certain grantor) restrictions. The governing board has designated, from net assets without donor restrictions, net assets for an operating reserve and board-designated endowment.

Net Assets With Donor Restrictions – Net assets subject to donor (or certain grantor) restrictions. Some donor imposed (or grantor) restrictions are temporary in nature, such as those that will be met by the passage of time or other events specified by the donor. Other donor restrictions are perpetual in nature, where the donor stipulates that resources be maintained in perpetuity. The Organization reports contributions restricted by donors as increases in net assets with donor restrictions if they are received with donor stipulations that limit the use of the donated assets. When a donor restriction expires, that is, when a stipulated time restriction ends, or purpose restriction is accomplished, net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the consolidated statements of activities as net assets released from restrictions. Gifts of long-lived assets and gifts of cash restricted for the acquisition of long-lived assets are recognized as revenue when the assets are placed in service. Donor-imposed restrictions are released when a restriction expires, that is, when the stipulated time has elapsed, when the stipulated purpose for which the resource was restricted has been fulfilled, or both.

Concentration and Credit Risk

As a charter school, GCS receives a significant amount of funding from the State of Utah. If this funding were lost, it would have a material adverse effect on the financial condition of GEP.

Investments are made by diversified investment managers whose performance is monitored by GEP and the Board. Although the fair values of investments are subject to fluctuation on a year-to-year basis, GEP believes that the investment policies and guidelines are prudent for the long-term welfare of the organization.

Credit risk associated with accounts receivable and promises to give is considered to be limited due to high historical collection rates and because substantial portions of the outstanding amounts are due from governmental agencies and foundations supportive of GEP's mission.

Donated Services and In-Kind Contributions

Volunteers contribute significant amounts of time to the organization's program services, administration, and fundraising and development activities; however, the consolidated financial statements do not reflect the value of these contributed services because they do not meet recognition criteria prescribed by generally accepted accounting principles. Contributed goods are recorded at fair value at the date of donation. Donated professional services are recorded at the respective fair values of the services received. No significant contributions of such goods or services were received during the years ended June 30, 2021 and 2020, respectively.

Revenue and Revenue Recognition

GEP recognizes contributions when cash, securities or other assets; and unconditional promise to give; or a notification of a beneficial interest is received. Conditional promises to give – that is, those with a measurable performance or other barrier and a right of return – are not recognized until the conditions on which they depend have been met.

A portion of GEP's revenue is derived from cost-reimbursable federal and state contracts and grants which are conditioned upon certain performance requirements and/or the incurrence of allowable qualifying expenses. Amounts received are recognized as revenue when the organization has incurred expenditures in compliance with specific contract or grant provisions. Amounts received prior to incurring qualifying expenditures are reported as deferred revenue in the consolidated statement of financial position. GEP received cost-reimbursable grants of \$111,351 and \$109,495 that have not been recognized at June 30, 2021 and 2020 because qualifying expenditures have not yet been incurred, with advance payments of \$28,070 and \$214,600 recognized in the consolidated statement of financial as deferred revenue.

Functional Expenses

The costs of program and supporting services activities have been summarized on a functional basis in the consolidated statements of activities. The consolidated statements of functional expenses present the natural classification detail of expenses by function. Accordingly, certain costs have been allocated among the programs and supporting services benefited. The consolidated financial statements report certain categories of expenses that are attributed to more than one program or supporting function. Therefore, expenses require allocation on a reasonable basis that is consistently applied. The expenses that are allocated include salaries, benefits, professional and technical services, supplies, depreciation, interest, and other, which are allocated on the basis of estimates of time and effort.

Estimates

The preparation of consolidated financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates and those differences could be material.

Debt Issuance Costs

Debt issuance costs are amortized over the period the related obligation is outstanding using the straight-line method which approximates the effective interest method. Debt issuance costs are included within long-term debt on the consolidated statements of financial position. Amortization of debt issuance costs is included in interest expense in the accompanying consolidated financial statements.

Income Tax Status

Guadalupe Center Educational Programs, Inc. is organized as a Utah nonprofit corporation and has been recognized by the Internal Revenue Service (IRS) as exempt from federal income taxes under Section 501(a) of the Internal Revenue Code as an organization described in Section 501(c)(3), that qualifies for the charitable contribution deduction under Section 170(b)(1)(A)(vi), and has been determined not to be a private foundation under Section 509(a)(1). The organization is annually required to file a Return of Organization Exempt from Income Tax (Form 990) with the IRS. In addition, the organization is subject to income tax on net income that is derived from business activities that are unrelated to its exempt purpose. The organization has determined it is not subject to unrelated business income tax and has not filed an Exempt Organization Business Income Tax Return (Form 990-T) with the IRS.

GHC and FOG are organized as Utah nonprofit corporations and have been recognized by the (IRS) as exempt from federal income taxes under Section 501(a) of the Internal Revenue Code as organizations described in Section 501(c)(3), qualifying for the charitable contribution deduction under Section 170(b)(1)(A)(viii), and have been determined not to be private foundations under Section 509(a)(3).

GHC has been determined to be a Type III functionally integrated supporting organization under Section 509(a)(3). FOG has been determined to be a Type II supporting organization under Section 509(a)(3).

GHC and FOG are annually required to file a Return of Organization Exempt from Income Tax (Form 990) with the IRS. In addition, the organizations are subject to income tax on net income that is derived from business activities that are unrelated to their exempt purposes. The organizations have determined that they are not subject to unrelated business income tax and have not filed an Exempt Organization Business Income Tax Return (Form 990-T) with the IRS.

GEP believes that each entity has appropriate support for any tax positions taken affecting their annual filing requirements and, as such, do not have any uncertain tax positions that are material to the consolidated financial statements. The organizations would recognize future accrued interest and penalties related to unrecognized tax benefits and liabilities in income tax expense if such interest and penalties are incurred.

Subsequent Events

Management has evaluated subsequent events through February 21, 2022, the date the consolidated financial statements were available to be issued.

Reclassifications

Certain reclassifications of amounts previously reported have been made to the accompanying consolidated financial statements to maintain consistency between periods presented. The reclassifications had no impact on previously reported net assets or changes in net assets

Note 2 - Liquidity and Availability

Financial assets available for general expenditure, that is, without donor or other restrictions limiting their use, within one year of the consolidated statement of financial position date, comprise the following:

	2021	2020
Cash and cash equivalents	\$ 1,305,518	\$ 1,123,447
Contributions receivable	-	2,689
Government grants and contracts receivable	441,007	382,685
Other receivables	4,301	5,801
	\$ 1,750,826	\$ 1,514,622

Additionally, GEP has endowment funds that consist of funds designated by the Board that totaled \$972,434 and \$788,471, as of June 30, 2021 and June 30, 2020, respectively. GEP also has investment funds that totaled \$658,443 and \$540,110, as of June 30, 2021 and June 30, 2020, respectively. Although GEP does not intend to spend from this board-designated endowment fund or the investment account, the endowment and part of the investment amounts could be made available, if necessary, for general expenditures.

Note 3 - New Markets Tax Credit Project

In connection with GEP's efforts to build a new school building, GEP partnered with Chase Community Equity, LLC (Chase) and obtained additional funding by utilizing the New Markets Tax Credit Program (NMTC). As part of the process to obtain NMTC funding, two tax-exempt entities were created (GHC and FOG).

The NMTC permits taxpayers to receive a credit against federal income taxes for making qualified equity investments in designated Community Development Entities (CDE). Substantially all of the qualified equity investment must in turn be used by the CDE to provide investments in low-income communities. The credit provided to the investor totals 39% of the cost of the investment and is claimed over a seven-year credit allowance period. In each of the first three years, the investor receives a credit equal to 5% of the total amount paid for the stock or capital interest at the time of purchase. For the final four years, the value of the credit is 6% annually. Investors may not redeem their investments in CDEs prior to the conclusion of the seven-year period.

For the year ended June 30, 2020, GHC has recorded long-term debt payable to Alliance Finance Fund 5, LLC in connection with the NMTC project (see Note 13). This long-term debt was partially funded to GHC by means of an investment made in Alliance Finance Fund 5, LLC by Chase NMTC GCEP Investment Fund, LLC (Chase NMTC) (owned 100% by Chase). Chase NMTC had a promissory note payable to FOG for \$6,724,000 (see Note 6), representing the leveraged portion of the investment. During the year ended June 30, 2021, the note payable to FOG of \$6,724,000 was offset against long-term debt of GHC in the same amount.

In addition, Guadalupe Center Educational Programs, Inc. entered into a put/call option agreement with Chase (the 100% owner of Chase NMTC) (the Seller). For a 90-day period following the end of the tax credit investment period (seven years), the Seller may put their interest in Chase NMTC to GEP for \$1,000. During the year ended June 30, 2021, the Seller put their interest to GEP for \$1,000 resulting in GEP being the holder of notes receivable totaling \$9,750,000. These notes receivable were cancelled during the year ended June 30, 2021, resulting in the elimination of the note receivable totaling \$6,724,000 offset against long-term debt of the same amount (the leveraged portion) as well as debt forgiveness income of \$3,026,000.

Note 4 - Government Grants and Contracts Receivable

Government grants and contracts receivable totaling \$440,998 and \$382,685 at June 30, 2021 and 2020, respectively, represent amounts due from certain state and local government agencies for reimbursement of various approved expenses under grants or contracts. All of these amounts are expected to be collected within a year.

Note 5 - Property and Equipment

Property and equipment consists of the following at June 30, 2021 and 2020:

	2021	2020
Land	\$ 425,435	\$ 425,435
Building	6,929,166	6,929,171
Furniture and equipment	1,535,228	1,416,363
Vehicles	480,335	480,333
	9,370,164	9,251,302
Less accumulated depreciation	(2,738,870)	(2,408,581)
	\$ 6,631,294	\$ 6,842,721

Note 6 - Note Receivable

Note receivable totaling \$6,724,000 at June 30, 2020, consists of a note receivable from Chase NMTC GCEP Investment Fund, LLC, an unrelated entity involved in the financing of the school building (Note 3). The note carries an interest rate of 1.449885% and requires quarterly interest-only payments through January 2021, at which time the note was offset against long-term debt of the same amount as part of the windup of the NMTC transaction discussed in Note 3.

Note 7 - Endowment

During the year ended June 30, 2017, GEP established an endowment fund (the Endowment) held by FOG to receive gifts and to provide support for the activities and general operations of GEP. Net assets associated with endowment funds are classified and reported based on the existence or absence of any donor-imposed restrictions. As of June 30, 2021 and 2020, Endowment net assets totaled \$972,434 and \$788,471, respectively, and represent unrestricted net assets designated for investment by the Board.

Investment and Spending Policies

GEP has adopted investment and spending policies for the Endowment that attempt to provide a predictable stream of funding for operations while seeking to maintain the purchasing power of the endowment assets. Over time, long-term rates of return should be equal to an amount sufficient to maintain the purchasing power of the Endowment assets, to provide the necessary capital to fund the spending policy, and to cover the costs of managing the Endowment investments. The performance objective is to achieve returns at least equal to relevant benchmarks. Actual returns in any given year may vary. To satisfy this long-term rate-of return objective, the investment portfolio is structured on a total-return approach through which investment returns are achieved through both capital appreciation (realized and unrealized) and current yield (interest and dividends). A significant portion of the funds are invested to seek growth of principal over time.

Guadalupe Center Educational Programs, Inc.

Notes to Consolidated Financial Statements

June 30, 2021 and 2020

The annual net earnings of unrestricted Endowment funds may be committed, granted or expended for the activities and purposes of GEP in an amount not to exceed 10% of the total value of the fund upon unanimous approval of the Board. Changes in Endowment net assets for the years ended June 30, 2021 and 2020, are as follows:

	2021	2020
Endowment net assets, beginning of year	\$ 788,471	\$ 755,562
Purchase (sale) of investments	-	(707)
Investment return		
Interest and dividends, net of fees	15,982	19,516
Net realized and unrealized gain	167,981	14,100
Endowment net assets, end of year	\$ 972,434	\$ 788,471

Note 8 - Beneficial Interest in Assets Held by Recipient Organization

In approximately 1985, an endowment fund with donor restrictions that are perpetual in nature was established with Catholic Foundation of Utah (CFU). CFU is responsible for the investment and administration of the fund and the earnings are to be used to benefit GEP. The restricted corpus balance is \$165,000 at June 30, 2021 and 2020. GEP does not believe that CFU has variance power as defined by GAAP and, therefore, records its interest in the changes in the net assets of CFU related to this Endowment.

At June 30, 2021 and 2020, GEP has recorded \$271,146 and \$230,457, respectively, as its interest in the net assets of CFU relating to this Endowment. During the years ended June 30, 2021 and 2020, GEP recorded a gain of \$49,102 and \$4,135, respectively, as change in interest in the net assets of CFU and received a distribution of interest in net assets of CFU of \$8,413 and 6,979 for each year. Investments maintained by CFU on behalf of GEP in an endowment fund are carried at fair value, and realized and unrealized gains and losses are reflected in the consolidated statements of activities. Account activity for the years ended June 30, 2021 and 2020, is reflected in the following table:

	2021	2020
Interest in the net assets of recipient organization, beginning of year	\$ 230,457	\$ 233,201
Contribution	-	100
Investment returns (net of expenses)		
Net realized and unrealized gains and losses	49,102	4,135
Withdrawals/amounts appropriated for operations	(8,413)	(6,979)
Interest in the net assets of recipient organization, end of year	271,146	230,457
Allocated to net assets subject to endowment spending policy appropriation	(106,146)	(65,457)
Net assets with donor restrictions - perpetual in nature, end of year	\$ 165,000	\$ 165,000

The Board has interpreted state law to not require the preservation of the purchasing power (real value) of the permanent Endowment funds unless explicit donor stipulations specify otherwise. The donor of the Endowment has specifically stipulated that the original endowment principal may only be expended with the prior written consent of the donor. For the years ended June 30, 2021 and 2020, \$8,413 and \$6,979 was appropriated from previous appreciation of the endowment fund and was released.

Note 9 - Fair Value Measurements

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

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

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

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

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

Investment assets and endowment investment assets are classified within Level 1 because they are comprised of open-end mutual funds with readily determinable fair values based on daily redemption values. The fair value of GEP's beneficial interest in assets held by CFU is based on the fair value of fund investments as reported by CFU. These are considered to be Level 3 measurements.

Guadalupe Center Educational Programs, Inc.

Notes to Consolidated Financial Statements

June 30, 2021 and 2020

The following table presents assets measured at fair value on a recurring basis at June 30, 2021:

Assets	Fair Value Measurements at Report Date Using			Total
	Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)	
Beneficial interest in assets held by recipient organization	\$ -	\$ -	\$ 271,146	\$ 271,146
Investments				
Cash and money market funds, at cost	\$ -	\$ -	\$ -	\$ 29,005
Fixed income mutual funds	267,924	-	-	267,924
U.S. equity mutual funds	183,369	-	-	183,369
Equity securities	178,145	-	-	178,145
	<u>\$ 629,438</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 658,443</u>
Endowment investments				
Cash and money market funds, at cost	\$ -	\$ -	\$ -	\$ 3,328
Fixed income mutual funds	342,439	-	-	342,439
U.S. equity mutual funds	390,188	-	-	390,188
International equity mutual funds	198,755	-	-	198,755
Asset allocation mutual funds	37,724	-	-	37,724
	<u>\$ 969,106</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 972,434</u>

The following is a reconciliation of the beginning and ending balance of assets measured at fair value on a recurring basis using significant unobservable inputs (Level 3) for the year ended June 30, 2021:

	Beneficial Interest in Assets Held by Recipient Organization
Balance at June 30, 2020	\$ 230,457
Investment return, net	49,102
Distributions	(8,413)
Balance at June 30, 2021	\$ 271,146

Guadalupe Center Educational Programs, Inc.

Notes to Consolidated Financial Statements

June 30, 2021 and 2020

The following table presents assets and liabilities measured at fair value on a recurring basis at June 30, 2020:

Assets	Fair Value Measurements at Report Date Using			Total
	Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)	
Beneficial interest in assets held by recipient organization	\$ -	\$ -	\$ 230,457	\$ 230,457
Investments				
Cash and money market funds, at cost	\$ -	\$ -	\$ -	\$ 21,736
Fixed income mutual funds	268,284	-	-	268,284
U.S. equity mutual funds	132,253	-	-	132,253
Equity securities	117,837	-	-	117,837
	\$ 518,374	\$ -	\$ -	\$ 540,110
Endowment investments				
Cash and money market funds, at cost	\$ -	\$ -	\$ -	\$ 3,037
Fixed income mutual funds	283,580	-	-	283,580
U.S. equity mutual funds	302,373	-	-	302,373
International equity mutual funds	170,013	-	-	170,013
Asset allocation mutual funds	29,468	-	-	29,468
	\$ 785,434	\$ -	\$ -	\$ 788,471

The following is a reconciliation of the beginning and ending balance of assets measured at fair value on a recurring basis using significant unobservable inputs (Level 3) for the year ended June 30, 2020:

	Beneficial Interest in Assets Held by Recipient Organization
Balance at June 30, 2019	\$ 233,201
Investment return, net	4,135
Balance at June 30, 2020	\$ 230,457

Note 10 - Note Payable – Paycheck Protection Program

During April 2020, GEP applied for and was granted a \$400,000 loan under the Paycheck Protection Program administered by a Small Business Administration (SBA) approved partner. The loan is uncollateralized and is fully guaranteed by the Federal government. The loan accrues interest at a rate of 1%, but payments are not required to begin for six months after the funding of the loan. GEP is eligible for loan forgiveness of up to 100% of the loan, upon meeting certain requirements. The loan was forgiven and recorded as debt forgiveness income during the year ended June 30, 2021.

Note 11 - Long-Term Debt

Long-term debt consists of the following at June 30, 2021 and 2020:

	2021	2020
<p>\$9,750,000 notes payable to Alliance Finance Fund 5, LLC, an unrelated entity involved in the financing of the school building (Note 3), interest at 1.00%, quarterly interest-only payments beginning January 9, 2014. No prepayment of these notes permitted prior to the NMTC recapture period. Net of unamortized debt issuance costs of \$- in 2021 and \$53,528 in 2020, based on an effective interest rate of 1.22%. During the year ended June 30, 2021, the long-term debt was cancelled and forgiven as discussed in Note 3.</p>	<p style="margin: 0;">\$ -</p>	<p style="margin: 0;">\$ 9,696,472</p>

Note 12 - Net Assets with Donor Restrictions

Net assets with donor restrictions consist of the following at June 30, 2021 and 2020:

	2021	2020
Subject to expenditure for specified purpose		
Capital campaign	\$ 3,916	\$ 97,565
Restricted cash - CDE fees	-	18,111
Early Learning Center	-	98,262
Adult Education	-	9,000
Guadalupe Charter School	25,794	12,160
	29,710	235,098
Endowment		
Perpetual in nature, not subject to spending policy or appropriation	165,000	165,000
Perpetual in nature, earnings from which are subject to endowment spending policy appropriation (Note 7)	106,146	65,457
	271,146	230,457
	\$ 300,856	\$ 465,555

Note 13 - Defined Contribution Retirement Plan

GEP participates in the UAPCS Retirement Plan (the Plan), a qualified multiemployer plan. All employees who have attained the age of 21 are eligible to participate in the Plan. GEP makes matching plan contributions on behalf of participating, eligible employees in the amount of 50% of deferred employee compensation not to exceed 10% of their salary. For the years ended June 30, 2021 and 2020, GEP recorded expense of \$79,402 and \$63,974, respectively, to the Plan.



Supplementary Information
June 30, 2021 and 2020

**Guadalupe Center Educational
Programs, Inc.**

Guadalupe Center Educational Programs, Inc.
Consolidating Statement of Financial Position
June 30, 2021

	GEP	Guadalupe Holding Co.	Friends of Guadalupe	Eliminations	Total
Assets					
Current assets					
Cash and cash equivalents	\$ 1,216,667	\$ 99,779	\$ 18,782	\$ -	\$ 1,335,228
Restricted cash	-	-	-	-	-
Government grants and contracts receivable	441,007	-	-	-	441,007
Contributions receivable	-	-	-	-	-
Intercompany receivable	651,340	-	-	(651,340)	-
Other receivables	4,301	-	-	-	4,301
Prepaid expenses and deposits	19,950	-	-	-	19,950
Total current assets	2,333,265	99,779	18,782	(651,340)	1,800,486
Property and equipment, net	207,551	6,423,743	-	-	6,631,294
Note receivable	-	-	-	-	-
Investments	658,443	-	-	-	658,443
Endowment - investments	-	-	972,434	-	972,434
Beneficial interest in assets held by recipient organization	271,146	-	-	-	271,146
	<u>\$ 3,470,405</u>	<u>\$ 6,523,522</u>	<u>\$ 991,216</u>	<u>\$ (651,340)</u>	<u>\$ 10,333,803</u>
Liabilities and Net Assets					
Current liabilities					
Accounts payable	\$ 23,963	\$ 4,785	\$ -	\$ -	\$ 28,748
Accrued liabilities	443,692	-	-	-	443,692
Deferred revenue	28,066	-	-	-	28,066
Intercompany payable	-	-	651,340	(651,340)	-
Payment Protection Program	-	-	-	-	-
Total current liabilities	495,721	4,785	651,340	(651,340)	500,506

(Continued)

Guadalupe Center Educational Programs, Inc.
Consolidating Statement of Financial Position
June 30, 2021

	GEP	Guadalupe Holding Co.	Friends of Guadalupe	Eliminations	Total
Net Assets					
Without donor restrictions					
Undesignated	\$ 2,673,828	\$ 6,518,737	\$ (632,558)	\$ -	\$ 8,560,007
Board designated endowment	-	-	972,434	-	972,434
Total net assets without donor restrictions	2,673,828	6,518,737	339,876	-	9,532,441
With donor restrictions					
Purpose restrictions	29,710	-	-	-	29,710
Endowment	271,146	-	-	-	271,146
Total net assets with donor restrictions	300,856	-	-	-	300,856
Total net assets	2,974,684	6,518,737	339,876	-	9,833,297
	\$ 3,470,405	\$ 6,523,522	\$ 991,216	\$ (651,340)	\$ 10,333,803

Guadalupe Center Educational Programs, Inc.
Consolidating Statement of Financial Position
June 30, 2020

	GEP	Guadalupe Holding Co.	Friends of Guadalupe	Eliminations	Total
Assets					
Current assets					
Cash and cash equivalents	\$ 1,330,885	\$ 9,549	\$ -	\$ -	\$ 1,340,434
Restricted cash	-	18,111	-	-	18,111
Government grants and contracts receivable	382,685	-	-	-	382,685
Contributions receivable	2,689	-	-	-	2,689
Intercompany receivable	651,340	-	-	(651,340)	-
Other receivables	5,801	-	-	-	5,801
Prepaid expenses and deposits	12,118	-	-	-	12,118
Total current assets	2,385,518	27,660	-	(651,340)	1,761,838
Property and equipment, net	206,620	7,866,239	-	(1,230,138)	6,842,721
Note receivable	-	-	6,724,000	-	6,724,000
Investments	540,110	-	-	-	540,110
Endowment - investments	-	-	788,471	-	788,471
Beneficial interest in assets held by recipient organization	230,457	-	-	-	230,457
	<u>\$ 3,362,705</u>	<u>\$ 7,893,899</u>	<u>\$ 7,512,471</u>	<u>\$ (1,881,478)</u>	<u>\$ 16,887,597</u>
Liabilities and Net Assets					
Current liabilities					
Accounts payable	\$ 35,888	\$ 785	\$ -	\$ -	\$ 36,673
Accrued liabilities	383,396	-	-	-	383,396
Deferred revenue	214,600	-	-	-	214,600
Intercompany payable	-	-	651,340	(651,340)	-
Payment Protection Program	400,000	-	-	-	400,000
Total current liabilities	1,033,884	785	651,340	(651,340)	1,034,669
Long-term debt	-	9,750,000	-	-	9,750,000
Unamortized debt issuance costs	(9,386)	(44,142)	-	-	(53,528)
Long-term debt, less unamortized debt issuance costs	<u>(9,386)</u>	<u>9,705,858</u>	<u>-</u>	<u>-</u>	<u>9,696,472</u>
Total liabilities	<u>1,024,498</u>	<u>9,706,643</u>	<u>651,340</u>	<u>(651,340)</u>	<u>10,731,141</u>

(Continued)

Guadalupe Center Educational Programs, Inc.
Consolidating Statement of Financial Position
June 30, 2020

	GEP	Guadalupe Holding Co.	Friends of Guadalupe	Eliminations	Total
Net Assets					
Without donor restrictions					
Undesignated	\$ 1,872,652	\$ (1,812,744)	\$ 6,072,660	\$ (1,230,138)	\$ 4,902,430
Board designated endowment	-	-	788,471	-	788,471
Total net assets without donor restrictions	1,872,652	(1,812,744)	6,861,131	(1,230,138)	5,690,901
With donor restrictions					
Purpose restrictions	235,098	-	-	-	235,098
Endowment	230,457	-	-	-	230,457
Total net assets with donor restrictions	465,555	-	-	-	465,555
Total net assets	2,338,207	(1,812,744)	6,861,131	(1,230,138)	6,156,456
	\$ 3,362,705	\$ 7,893,899	\$ 7,512,471	\$ (1,881,478)	\$ 16,887,597

Guadalupe Center Educational Programs, Inc.
Consolidating Statement of Activities
Year Ending June 30, 2021

	GEP	Guadalupe Holding Co.	Friends of Guadalupe	Eliminations	Total
Net Assets Without Donor Restrictions					
Public support					
Private donations	\$ 324,779	\$ 8,406	\$ -	\$ (120,338)	\$ 212,847
Public grants and contracts					
Revenue					
Interest income	-	-	61,679	-	61,679
Net investment return	90,776	-	183,963	-	274,739
Development fee	15,000	-	-	(15,000)	-
Debt forgiveness	400,000	9,750,000	-	(6,724,000)	3,426,000
Other	1,437	163,469	79,547	(243,021)	1,432
	<u>831,992</u>	<u>9,921,875</u>	<u>325,189</u>	<u>(7,102,359)</u>	<u>3,976,697</u>
Net Assets Released from Restrictions					
Restrictions satisfied	<u>5,799,787</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>5,799,787</u>
Total public support and revenue without donor restrictions					
	<u>6,631,779</u>	<u>9,921,875</u>	<u>325,189</u>	<u>(7,102,359)</u>	<u>9,776,484</u>
Expenses					
Program services					
Guadalupe Charter School	3,621,172	194,177	-	(162,824)	3,652,525
Adult Education Program	598,909	35,039	-	(23,257)	610,691
Preschool Program	569,637	35,015	-	(17,643)	587,009
Toddler Beginnings	192,730	13,020	-	(11,228)	194,522
In-Home Program	229,850	14,160	-	(16,841)	227,169
Total program services	<u>5,212,298</u>	<u>291,410</u>	<u>-</u>	<u>(231,793)</u>	<u>5,271,915</u>
Supporting services					
Management and general	398,251	55,144	6,846,444	(6,861,744)	438,095
Fundraising	220,054	13,702	-	(8,822)	224,934
Total supporting services	<u>618,305</u>	<u>68,846</u>	<u>6,846,444</u>	<u>(6,870,566)</u>	<u>663,029</u>
Total expenses	<u>5,830,603</u>	<u>360,256</u>	<u>6,846,444</u>	<u>(7,102,359)</u>	<u>5,934,944</u>
Change in Net Assets Without Donor Restrictions					
	<u>801,176</u>	<u>9,561,619</u>	<u>(6,521,255)</u>	<u>-</u>	<u>3,841,540</u>

(Continued)

Guadalupe Center Educational Programs, Inc.
 Consolidating Statement of Activities
 Year Ending June 30, 2021

	GEP	Guadalupe Holding Co.	Friends of Guadalupe	Eliminations	Total
With Donor Restrictions					
Purpose Restrictions					
Public support					
Private donations	\$ 1,806,589	\$ -	\$ -	\$ -	\$ 1,806,589
Public grants and contracts					
Charter School - federal funding	835,460	-	-	-	835,460
Charter School - state funding	2,584,646	-	-	-	2,584,646
Other government funding	359,291	-	-	-	359,291
Net Assets Released from Restrictions					
Restrictions satisfied	(5,799,787)	-	-	-	(5,799,787)
Change in Net Assets With Donor Restrictions from Operations	(213,801)	-	-	-	(213,801)
Change in Interest in Net Assets of Recipient Organization	49,102	-	-	-	49,102
Change in Net Assets With Donor Restrictions	(164,699)	-	-	-	(164,699)
Change in Net Assets	636,477	9,561,619	(6,521,255)	-	3,676,841
Net Assets, Beginning of Year,	2,338,207	(1,812,744)	6,861,131	(1,230,138)	6,156,456
Transfer of Net Assets	-	(1,230,138)	-	1,230,138	-
Net Assets, End of Year	<u>\$ 2,974,684</u>	<u>\$ 6,518,737</u>	<u>\$ 339,876</u>	<u>\$ -</u>	<u>\$ 9,833,297</u>

Guadalupe Center Educational Programs, Inc.
Consolidating Statement of Activities
Year Ending June 30, 2020

	GEP	Guadalupe Holding Co.	Friends of Guadalupe	Eliminations	Total
Net Assets Without Donor Restrictions					
Public support					
Private donations	\$ 465,830	\$ -	\$ -	\$ (95,474)	\$ 370,356
Other	3,680	-	-	-	3,680
Public grants and contracts					
Revenue					
Interest income	-	-	96,783	-	96,783
Net investment return	31,663	-	33,616	-	65,279
Development fee	30,000	-	-	(30,000)	-
Other	4,236	132,500	-	(132,500)	4,236
Special events revenue	118,599	-	-	-	118,599
Less costs of direct benefits to donors	(15,685)	-	-	-	(15,685)
	<u>638,323</u>	<u>132,500</u>	<u>130,399</u>	<u>(257,974)</u>	<u>643,248</u>
Net Assets Released from Restrictions					
Restrictions satisfied	4,981,905	-	-	-	4,981,905
Total public support and revenue without donor restrictions					
	<u>5,620,228</u>	<u>132,500</u>	<u>130,399</u>	<u>(257,974)</u>	<u>5,625,153</u>
Expenses					
Program services					
Guadalupe Charter School	3,422,309	248,486	-	(112,341)	3,558,454
Adult Education Program	519,441	44,939	-	(16,942)	547,438
Preschool Program	547,085	44,647	-	(13,854)	577,878
Toddler Beginnings	182,718	14,369	-	(7,485)	189,602
In-Home Program	256,159	19,908	-	(11,070)	264,997
Total program services	<u>4,927,712</u>	<u>372,349</u>	<u>-</u>	<u>(161,692)</u>	<u>5,138,369</u>
Supporting services					
Management and general	98,579	96,089	97,490	(127,214)	164,944
Fundraising	194,091	14,211	-	(6,158)	202,144
Total supporting services	<u>292,670</u>	<u>110,300</u>	<u>97,490</u>	<u>(133,372)</u>	<u>367,088</u>
Total expenses	<u>5,220,382</u>	<u>482,649</u>	<u>97,490</u>	<u>(295,064)</u>	<u>5,505,457</u>
Change in Net Assets Without Donor Restrictions					
	<u>399,846</u>	<u>(350,149)</u>	<u>32,909</u>	<u>37,090</u>	<u>119,696</u>

(Continued)

Guadalupe Center Educational Programs, Inc.
Consolidating Statement of Activities
Year Ending June 30, 2020

	GEP	Guadalupe Holding Co.	Friends of Guadalupe	Eliminations	Total
With Donor Restrictions					
Purpose Restrictions					
Public support					
Private donations	\$ 687,895	\$ -	\$ -	\$ -	\$ 687,895
Public grants and contracts					
Charter School - federal funding	645,688	-	-	-	645,688
Charter School - state funding	2,680,575	-	-	-	2,680,575
Other government funding	737,306	-	-	-	737,306
Net Assets Released from Restrictions					
Restrictions satisfied	(4,981,905)	-	-	-	(4,981,905)
Change in Net Assets With Donor Restrictions from Operations	(230,441)	-	-	-	(230,441)
Change in Interest in Net Assets of Recipient Organization	4,135	-	-	-	4,135
Change in Net Assets With Donor Restrictions	(226,306)	-	-	-	(226,306)
Change in Net Assets	173,540	(350,149)	32,909	37,090	(106,610)
Net Assets, Beginning of Year	2,164,667	(1,462,595)	6,828,222	(1,267,228)	6,263,066
Net Assets, End of Year	<u>\$ 2,338,207</u>	<u>\$ (1,812,744)</u>	<u>\$ 6,861,131</u>	<u>\$ (1,230,138)</u>	<u>\$ 6,156,456</u>