

Lena Pope Foundation, Inc. and Affiliate (A Texas Nonprofit Corporation)

Consolidated Financial Report
December 31, 2020

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Independent Auditor's Report

To the Board of Directors of
Lena Pope Foundation, Inc. and Affiliate

We have audited the accompanying consolidated financial statements of Lena Pope Foundation, Inc. and Affiliate (a Texas nonprofit corporation), which comprise the consolidated statements of financial position as of December 31, 2020 and 2019, and the related consolidated statements of activities 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 the 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.

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CPAs AND ADVISORS | WEAVER.COM

The Board of Directors of
Lena Pope Foundation, Inc. and Affiliate

Opinion

In our opinion, the consolidated financial statements referred to above present fairly, in all material respects, the consolidated financial position of Lena Pope Foundation, Inc. and Affiliate as of December 31, 2020 and 2019, and the changes in its consolidated net assets and its consolidated cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

Weaver and Tidwell, L.L.P.

WEAVER AND TIDWELL, L.L.P.

Fort Worth, Texas
November 30, 2021

Lena Pope Foundation, Inc. and Affiliate
(A Texas Nonprofit Corporation)

Consolidated Statements of Financial Position
December 31, 2020 and 2019

	<u>2020</u>	<u>2019</u>
ASSETS		
Cash	\$ 541,042	\$ 1,074,430
Investment income receivable	11,196	14,220
Rent receivable	13,006	22,489
Land, at cost	381,404	207,441
Investments, at fair value, including \$185,973 at December 31, 2020 and \$160,044 at December 31, 2019 held on behalf of a related party	<u>41,778,137</u>	<u>36,285,552</u>
TOTAL ASSETS	<u><u>\$ 42,724,785</u></u>	<u><u>\$ 37,604,132</u></u>
LIABILITIES AND NET ASSETS		
LIABILITIES		
Accounts payable	\$ 2,900	\$ 11,108
Due to related party	185,973	160,044
Deferred revenue	<u>81,503</u>	<u>76,295</u>
Total liabilities	270,376	247,447
NET ASSETS		
Net Assets without Donor Restrictions	38,795,554	34,207,937
Net Assets with Donor Restrictions	<u>3,658,855</u>	<u>3,148,748</u>
Total net assets	<u>42,454,409</u>	<u>37,356,685</u>
TOTAL LIABILITIES AND NET ASSETS	<u><u>\$ 42,724,785</u></u>	<u><u>\$ 37,604,132</u></u>

The Notes to Consolidated Financial Statements are an integral part of these statements.

Lena Pope Foundation, Inc. and Affiliate (A Texas Nonprofit Corporation)

Consolidated Statements of Activities
Years Ended December 31, 2020 and 2019

	2020		
	Net Assets without Donor Restrictions	Net Assets with Donor Restrictions	Total
REVENUES, GAINS AND OTHER SUPPORT			
Contributions	\$ 1,791	\$ -	\$ 1,791
Contributions from Lena Pope Home, Inc.	986,154	-	986,154
Investment income	1,224,432	127,014	1,351,446
Realized gain (loss) on sale of investments	93,008	8,838	101,846
Unrealized gain on fair value of investments	3,938,584	374,255	4,312,839
Miscellaneous income	44	-	44
Net assets released from restriction	-	-	-
Total revenues, gains and other support	6,244,013	510,107	6,754,120
EXPENSES			
Program Expenses			
Contributions to Lena Pope Home, Inc.	1,560,000	-	1,560,000
Supporting Services			
Administrative Expenses	96,396	-	96,396
Total expenses	1,656,396	-	1,656,396
Change in net assets	4,587,617	510,107	5,097,724
NET ASSETS, beginning of year	34,207,937	3,148,748	37,356,685
NET ASSETS, end of year	\$ 38,795,554	\$ 3,658,855	\$ 42,454,409

The Notes to Consolidated Financial Statements are an integral part of these statements.

2019

Net Assets without Donor Restrictions	Net Assets with Donor Restrictions	Total
\$ 370	\$ -	\$ 370
939,029	-	939,029
1,223,655	131,357	1,355,012
(240,963)	(23,898)	(264,861)
5,312,402	526,866	5,839,268
349	-	349
109,988	(109,988)	-
7,344,830	524,337	7,869,167
1,389,988	-	1,389,988
59,786	-	59,786
1,449,774	-	1,449,774
5,895,056	524,337	6,419,393
28,312,881	2,624,411	30,937,292
<u>\$ 34,207,937</u>	<u>\$ 3,148,748</u>	<u>\$ 37,356,685</u>

Lena Pope Foundation, Inc. and Affiliate
(A Texas Nonprofit Corporation)

Consolidated Statements of Cash Flows
Years Ended December 31, 2020 and 2019

	<u>2020</u>	<u>2019</u>
CASH FLOWS FROM OPERATING ACTIVITIES		
Change in net assets	\$ 5,097,724	\$ 6,419,393
Adjustments to reconcile change in net assets to net cash provided by operating activities		
Realized (gain) loss on sale of investments	(101,846)	264,861
Unrealized gain on fair value of investments	(4,312,839)	(5,839,268)
Change in investment income receivable	3,024	(797)
Change in rent receivable	9,483	136,744
Change in accounts payable	(8,208)	2,222
Change in due to related party	25,929	30,044
Change in deferred revenue	5,208	-
	<u>718,475</u>	<u>1,013,199</u>
Net cash provided by operating activities		
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of land	(173,963)	(21,882)
Purchase of investments	(7,042,150)	(6,334,313)
Proceeds from sale of investments	5,964,250	6,172,911
	<u>(1,251,863)</u>	<u>(183,284)</u>
Net cash used in investing activities		
Net change in cash	(533,388)	829,915
CASH, beginning of year	<u>1,074,430</u>	<u>244,515</u>
CASH, end of year	<u><u>\$ 541,042</u></u>	<u><u>\$ 1,074,430</u></u>

The Notes to Consolidated Financial Statements are an integral part of these statements.

Lena Pope Foundation, Inc. and Affiliate

(A Texas Nonprofit Corporation)

Notes to Consolidated Financial Statements

Note 1. Summary of Significant Accounting Policies

The accompanying consolidated financial statements for Lena Pope Foundation, Inc. and Affiliate include the accounts of Lena Pope Foundation, Inc. and the accounts of a trust.

Basis for Consolidation

Lena Pope Foundation, Inc. was organized exclusively for the benefit of Lena Pope Home, Inc. (Lena Pope). All property and income received by Lena Pope Foundation, Inc. is to be used for the future benefit of Lena Pope at the discretion of the Board of Directors.

The trust includes a limited liability company of which it is the sole member. The limited liability company exclusively holds real estate. The land held at year end has been included in the consolidated statement of financial position for the years ended December 31, 2020 and 2019 at cost. Lena Pope Foundation, Inc. is the sole beneficiary of the trust and has the ability to replace the trustee, and, thus, Lena Pope Foundation, Inc. and the trust (the Foundation, collectively) are consolidated for reporting purposes.

Nature of Activities

The management of the Foundation is vested in the Board of Directors who have discretionary authority to determine the amount, manner and times for payment of any distributions to Lena Pope. During 2020 and 2019, the Foundation contributed \$1,560,000 and \$1,389,988 respectively, to Lena Pope.

Basis of Accounting

The accompanying consolidated financial statements are prepared on the accrual basis of accounting, which recognizes support and revenue when earned and expenses when incurred.

Financial Statement Presentation

The consolidated financial statements of the Foundation are presented in accordance with accounting principles generally accepted in the United States of America applicable to not-for-profit organizations. Financial position and activities are reported according to two classes of net assets: (i) net assets without donor restrictions and (ii) net assets with donor restrictions.

Use of 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 the reported amounts of assets and liabilities, disclosure of contingent assets and liabilities at the date of the consolidated financial statements, and the reported amounts of revenues and expenses during the reporting period. Significant estimates include, but are not limited to, fair value of investments, including mineral interests, and valuation of land. It is at least reasonably possible that these estimates will change in the near term.

Lena Pope Foundation, Inc. and Affiliate
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Notes to Consolidated Financial Statements

Cash

For the purpose of the statement of cash flows, the Foundation considers cash available in the demand deposit accounts and all highly liquid short-term investments with original maturities of three months or less to be cash equivalents.

The Foundation maintains its cash and cash equivalents in bank deposit accounts which, at times may exceed federally insured limits. The Foundation has not experienced any losses in such amounts and believes it is not exposed to any significant credit risk related to cash and cash equivalents.

Investments

Investments are carried at fair value and appreciation or depreciation in market value is reported in unrealized gain (loss) on fair value of investments on the consolidated statements of activities.

Contributions

Unconditional promises to give are recorded as contributions when received and classified as net assets without donor restrictions or net assets with donor restrictions, depending on the existence and/or nature of any donor stipulations.

Donor Restrictions

The Foundation reports gifts of cash and other assets as restricted support 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 statement of activities as net assets released from restrictions.

Functional Allocation of Expenses

The costs of providing the programs and supporting service of the Foundation have been summarized on a natural basis in the statement of activities. Functional expenses have been categorized as program and supporting services based on the nature of the activity performed, and, as such, no costs have been allocated across the functional expense categories.

Income Taxes

The Foundation is exempt from federal income taxes under Section 501(c)(3) of the Internal Revenue Code. In addition, the Foundation has been determined by the Internal Revenue Service not to be a private foundation within the meaning of Section 509(a) of the Code.

Uncertain Tax Positions

The Foundation recognizes in its consolidated financial statements the financial effect of a tax position, if that position is more likely than not to be sustained upon examination, including resolution of any appeals or litigation processes, based upon the technical merits of the position.

Lena Pope Foundation, Inc. and Affiliate

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Notes to Consolidated Financial Statements

Tax positions taken related to the Foundation's tax exempt status for federal tax purposes and state filing requirements have been reviewed, and management is of the opinion that material positions taken by the Foundation would more likely than not be sustained by examination. Accordingly, the Foundation has not recorded an income tax liability for uncertain tax benefits.

Recent Accounting Pronouncement

In February 2016, the FASB issued ASU 2016-02, Leases (Topic 842), a comprehensive new standard that amends various aspects of existing accounting guidance for leases, including the recognition of a right of use asset and a lease liability for leases with duration greater than one year. The guidance is effective for fiscal years beginning after December 15, 2021, including interim periods within those fiscal years. This standard can be implemented using a modified retrospective approach, under which provisions are applied to all applicable leases as of the beginning of the earliest period presented, or at the date of adoption with the recognition of a cumulative effect adjustment to the opening balance of net assets in the period of adoption. Early adoption is permitted. The Foundation is currently evaluating the effect that the new standard will have on its financial statements; however, the Foundation anticipates that adoption of the new of the standard will have a minimal impact on the financial statements.

Subsequent Events

The Foundation evaluated all events or transactions that occurred after December 31, 2020 through November 30, 2021, the date these consolidated financial statements were available to be issued.

Note 2. Fair Value Measurements

A fair value hierarchy that prioritizes the inputs to valuation techniques is 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 inputs) and the lowest priority to unobservable inputs (Level 3 inputs). The three levels of the fair value of hierarchy are described below:

- Level 1 inputs: Unadjusted, quoted prices in active markets that are accessible at the measurement date for identical assets or liabilities.
- Level 2 inputs: Inputs (other than quoted market prices included within Level 1) that are either directly or indirectly observable for the asset or liability through correlation with market data at the measurement date and fair value is determined through the use of models or other valuation techniques.
- Level 3 inputs: Prices or valuations that require inputs that are both significant to the fair value measurement and unobservable. Fair value for these investments are determined using valuation methodologies that consider a range of factors including but not limited to the nature of the investment, market conditions, current and projected operating performance and changes in operating characteristics of the investment.

Following is a description of the valuation methodologies used for assets measured at fair value. The valuation techniques used to determine fair value have been consistently applied during the years ended December 31, 2020 and 2019.

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Notes to Consolidated Financial Statements

Equity securities and mutual funds traded on active markets are carried at a value consistent with traded prices on the valuation date, representing Level 1 inputs.

Investments in mineral properties are valued using a three-times multiple of earnings, representing Level 3 inputs.

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

The following tables set forth, by level, within the fair value hierarchy, the Foundation's investments at fair value as of December 31, 2020 and 2019:

2020				
	Level 1	Level 2	Level 3	Total
Equity securities				
United States large cap	\$ 21,818,718	\$ -	\$ -	\$ 21,818,718
United States mid cap and small cap	2,310,145	-	-	2,310,145
Global	5,073,444	-	-	5,073,444
Foreign	4,203,710	-	-	4,203,710
Emerging markets	1,794,260	-	-	1,794,260
Mutual funds	2,326,641	-	-	2,326,641
Mineral properties	-	-	448,695	448,695
Total investments in fair value hierarchy	<u>\$ 37,526,918</u>	<u>\$ -</u>	<u>\$ 448,695</u>	<u>\$ 37,975,613</u>
2019				
	Level 1	Level 2	Level 3	Total
Equity securities				
United States large cap	\$ 17,293,876	\$ -	\$ -	\$ 17,293,876
United States mid cap and small cap	1,939,568	-	-	1,939,568
Global	4,730,664	-	-	4,730,664
Foreign	3,953,370	-	-	3,953,370
Emerging markets	1,522,641	-	-	1,522,641
Mutual funds	2,601,700	-	-	2,601,700
Mineral properties	-	-	741,408	741,408
Total investments in fair value hierarchy	<u>\$ 32,041,819</u>	<u>\$ -</u>	<u>\$ 741,408</u>	<u>\$ 32,783,227</u>

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Notes to Consolidated Financial Statements

The following table summarizes the change in carrying values associated with Level 3 financial instruments for the years ended December 31, 2020 and 2019. Actual net revenues realized upon the disposition of Level 3 securities could differ materially from the amounts presented below:

	2020	2019
Balance, beginning of year	\$ 741,408	\$ 870,708
Gains or losses (realized or unrealized)	(292,713)	(129,300)
Balance, end of year	<u>\$ 448,695</u>	<u>\$ 741,408</u>

There was no change in unrealized gains or losses from Level 3 investments for the years ended December 31, 2020 and 2019 included in earnings for assets still held at the end of the reporting periods.

Investments measured at net asset value and cash and cash equivalents held for long-term investment are excluded from the fair value hierarchy. The following table reconciles investments in fair value hierarchy to investments at fair value on the statements of financial position for years ended December 31:

	2020	2019
Total Investments in fair value hierarchy	\$ 37,975,613	\$ 32,783,227
Cash and cash equivalents	2,832,860	2,544,555
Investments measured at net asset value:		
Investment in investment companies		
Global infrastructure	951,871	907,042
Off-shore investments	17,793	50,728
Total investments at fair value	<u>\$ 41,778,137</u>	<u>\$ 36,285,552</u>

Investments in investment companies consisting of global infrastructure investments have a bi-annual redemption frequency and a remaining capital commitment of \$136,015. No redemption restrictions or redemption notice periods noted.

Investments in investment companies consisting of off-shore investments have a monthly, quarterly or semi-annually redemption frequency, and a remaining capital commitment of \$278,326. No redemption restrictions or redemption notice period noted.

Note 3. Net Assets

Net assets with donor restrictions are available to provide capital improvements including major repairs to the Marty Leonard Community Chapel and surrounding grounds. Secondly, the funds may be used for other needs of the Marty Leonard Community Chapel, including programs.

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Notes to Consolidated Financial Statements

Net assets with donor restrictions to be held in perpetuity consist of the Marty Leonard Community Chapel Fund established to provide funding for assistance and maintenance of the Marty Leonard Community Chapel at Lena Pope. As of December 31, 2020 and 2019, net assets with donor restrictions were \$3,658,855 and \$3,148,748, respectively. In years ended December 31, 2020 and 2019, \$0 and \$109,988 respectively, were released from restriction for Chapel needs.

Note 4. Related Party Lease Agreement

In 1999, Lena Pope entered into a ground lease agreement for certain land owned by Lena Pope. The lease term commenced on August 1, 1999 and expires December 31, 2060. The first lease year commenced August 1, 1999 and ended December 31, 2000. Thereafter, the lease year is equal to a calendar year. The annual rent for the first ten years of the lease was \$900,000 each lease year, except for the first lease year, which was prorated. Thereafter, the annual rent is recalculated every 10-year period based on total annual rent plus all percentage rent payable during the previous 10 years divided by 10 years.

Percentage rent is payable annually each lease year during the term of the lease, including the initial 10-year term. Percentage rent is equal to the difference of: (a) 30% of gross income (defined as rent) in respect to the lease year in question; minus (b) the annual rent paid to Lena Pope; minus (c) the amount of any rental tax. Percentage rent for the years ended December 31, 2020 and 2019 was \$13,006 and \$22,489, respectively. Effective August 28, 1999, Lena Pope has assigned to the Foundation all annual rent and percentage rent due and that will become due under the lease agreement. \$986,154 and \$939,029 are including in contributions from Lena Pope Home, Inc. on the statement of activities for the years ended December 31, 2020 and 2019, respectively, relating to rental income received by Lena Pope assigned to the Foundation.

Note 5. Due to Related Party

At December 31, 2020 and 2019, the Foundation held endowment assets of \$185,973 and \$160,044 on behalf of Lena Pope. In order to maximize the benefits received from pooling cash and investments, the Foundation is holding this amount on Lena Pope's behalf. These amounts are included in investments and due to related party on the statements of financial position.

Note 6. Uniform Prudent Management of Institutional Funds Act

The investment policy is issued by the Board of Directors (the Board) of the Foundation, and It articulates the principles by which the Foundation governs the management of its investment assets. The Board is responsible for adopting investment objectives and policies, hiring and evaluating investment managers, establishing a controlled environment, and monitoring policy implementation and investment performance. The Board exercises its responsibility according to applicable fiduciary standards and in the exclusive interest of the Foundation.

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Notes to Consolidated Financial Statements

A reconciliation of the donor imposed endowment fund's beginning and ending balances for the years ended December 31, 2020 and 2019 is as follows. There was no cumulative effect of any amounts by which net assets with donor restrictions have been reduced or increased that were not specified by the donor, or in the absence of a donor stipulation, approved by the Board.

	Net Assets without Donor Restrictions	Net Assets with Donor Restrictions	Total Endowment Net Assets
Endowment net assets, January 1, 2019	\$ -	\$ 2,624,411	\$ 2,624,411
Interest and dividends	-	131,357	131,357
Net appreciation (realized and unrealized)	-	502,968	502,968
	-	3,258,736	3,258,736
Contributions	-	-	-
Appropriation of endowment assets for expenditure	-	(109,988)	(109,988)
Endowment net assets, December 31, 2019	<u>\$ -</u>	<u>\$ 3,148,748</u>	<u>\$ 3,148,748</u>
	Net Assets without Donor Restrictions	Net Assets with Donor Restrictions	Total Endowment Net Assets
Endowment net assets, January 1, 2020	\$ -	\$ 3,148,748	\$ 3,148,748
Interest and dividends	-	127,014	127,014
Net appreciation (realized and unrealized)	-	383,093	383,093
	-	3,658,855	3,658,855
Contributions	-	-	-
Appropriation of endowment assets for expenditure	-	-	-
Endowment net assets, December 31, 2020	<u>\$ -</u>	<u>\$ 3,658,855</u>	<u>\$ 3,658,855</u>

Lena Pope Foundation, Inc. and Affiliate

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Notes to Consolidated Financial Statements

Endowment net asset composition as of December 31, 2020, was as follows:

	Net Assets without Donor Restrictions	Net Assets with Donor Restrictions	Total Endowment Net Assets
Donor-restricted	\$ -	\$ 3,658,855	\$ 3,658,855
Total funds	\$ -	\$ 3,658,855	\$ 3,658,855

Endowment net asset composition as of December 31, 2019, was as follows:

	Net Assets without Donor Restrictions	Net Assets with Donor Restrictions	Total Endowment Net Assets
Donor-restricted	\$ -	\$ 3,148,748	\$ 3,148,748
Total funds	\$ -	\$ 3,148,748	\$ 3,148,748

Investment Goals and Objectives

The basic investment goal is to provide a reasonably stable, growing, and predictable revenue stream to the Foundation. The basic investment objective is to seek maximum total return consistent with acceptable levels of risk. Returns must be sufficient to preserve the inflation-adjusted purchasing power of the endowment, net of management and administrative expenses, and to provide an annual income stream to the Foundation.

In pursuing the investment objective, the Foundation endeavors, over time, to outperform the average total returns in the markets in which it is invested, and also to maintain a place in the top half of funds with similar objectives and policies over rolling three-to-five-year periods.

Investment Philosophy

The management philosophy to be followed is a disciplined and consistent one, capable of accommodating all those events and occurrences considered reasonable and probable. Extreme positions and unproven strategies do not fit the general philosophy of the Foundation and are not acceptable. The portfolio should be diversified, not only by asset class, but within asset class as well. The purpose of asset diversification is to control risk by providing reasonable assurance that the portfolio's aggregate results are not affected disproportionately by a single security, class of securities, or investment style. In making asset allocation judgments, the Board does not seek to "time" subtle changes in the investment markets or to make frequent and/or minor adjustments. Rather, it will review regularly, at least on an annual basis, its approved guidelines from a long-term perspective.

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Notes to Consolidated Financial Statements

Investment risk will be measured in terms of the total portfolio. The Board must ensure that the asset selection and allocation do not expose the portfolio to unacceptable levels of risk but are also managed in an optimal way that will achieve the best possible returns over time.

The Foundation will engage investment managers who have demonstrated skill in investing the relevant asset class. The managers are given discretion to best achieve the investment objectives within the policies and requirements set forth in this statement and any directions established subsequently by the Board.

Investment Strategies

To accomplish the Foundation's investment objective, long-term investment total returns must equal no less than the sum of investment management expenses, other management expenses and the annual endowment spending rate.

Therefore the endowment is expected to attain an average annual real (inflation adjusted) total return of between 5% and 7% over most five-year periods.

Spending Policy

The goal of a spending rule is to balance two conflicting objectives by releasing a substantial, stable flow of resources which could be paid out to Lena Pope while preserving the value of endowment assets for future generations. The Foundation has used the goal of a spending rate of up to 5% of market value but will exceed this amount when special requests are made by Lena Pope.

Note 7. Liquidity

As a not-for-profit entity, the Foundation receives significant funding in the form of contributions from Lena Pope Home and investment earnings, which may be restricted for a certain amount of time or to be used in a particular manner. The Foundation must maintain sufficient resources to meet those responsibilities to its contributors. Thus, financial assets may not be available for general expenditure within one year. As part of managing its financial assets, the Foundation ensures sufficient resources are available when obligations come due.

The following reflects the Foundation's financial assets as of the consolidated statement of financial position dates, including amounts not available within one year of the statement of financial position date. Amounts not available within one year include contributions with donor-imposed restrictions.

Lena Pope Foundation, Inc. and Affiliate
(A Texas Nonprofit Corporation)
Notes to Consolidated Financial Statements

	2020	2019
Financial assets		
Cash	\$ 541,042	\$ 1,074,430
Investment income receivable	11,196	14,220
Rent receivable	13,006	22,489
Investments	41,778,137	36,285,552
	<hr/>	<hr/>
Total financial assets, year end	42,343,381	37,396,691
Less		
Investments held on behalf of related party	(185,973)	(160,044)
Net assets with donor restrictions	(3,658,855)	(3,148,748)
	<hr/>	<hr/>
Total financial assets not available to be used within one year	(3,844,828)	(3,308,792)
	<hr/>	<hr/>
Total financial assets available to meet general expenditures within one year	\$ 38,498,553	\$ 34,087,899
	<hr/>	<hr/>

Note 8. COVID-19

The Foundation is unable to accurately predict how COVID-19 will affect the future results of its operations because the virus's severity and the duration of the pandemic are uncertain. The extent of the future operational and financial impact the COVID-19 pandemic may have on the Foundation has yet to be determined and is dependent on its duration and spread, any related operational restrictions and the overall economy.