

# THE SAN BRUNO COMMUNITY FOUNDATION

**Financial Statements and  
Report of Independent Auditors**

**For the year ended June 30, 2022  
with comparative totals as of and  
for the year ended June 30, 2021**

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NOVOGRADAC  
& COMPANY LLP®

## Report of Independent Auditors

To the Board of Directors of  
The San Bruno Community Foundation:

### **Opinion**

We have audited the accompanying financial statements of The San Bruno Community Foundation, which comprise the statement of financial position as of June 30, 2022, and the related statements of activities and changes in net assets, functional expenses, and cash flows for the year then ended, and the related notes to the financial statements.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of The San Bruno Community 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**

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of The San Bruno Community Foundation and to meet our other ethical responsibilities in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

### **Responsibilities of Management for the Financial Statements**

Management is responsible for the preparation and fair presentation of these 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 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 The San Bruno Community Foundation's ability to continue as a going concern within one year after the date that the financial statements are available to be issued.

### **Auditors' Responsibilities for the Audit of the Financial Statements**

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

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

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

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

#### **Report on Summarized Comparative Information**

We have previously audited The San Bruno Community Foundation's financial statements for the year ended June 30, 2021, and our report dated October 19, 2021 expressed an unmodified opinion on those financial statements. In our opinion, the summarized comparative information presented herein as of and for the year ended June 30, 2021, is consistent, in all material respects, with the audited financial statements from which it has been derived.

A handwritten signature in blue ink that reads "Novogrudac & Company LLP". The signature is written in a cursive, flowing style.

Petaluma, California  
October 19, 2022

**THE SAN BRUNO COMMUNITY FOUNDATION**  
**STATEMENT OF FINANCIAL POSITION**  
June 30, 2022  
with comparative totals as of June 30, 2021

**ASSETS**

	<b>2022</b>	<b>2021</b>
Cash and cash equivalents	\$ 307,978	\$ 582,323
Investments (See Note 4)	57,055,703	78,762,935
Prepaid expenses	16,692	20,053
Deposits	909	909
 Total assets	 \$ 57,381,282	 \$ 79,366,220

**LIABILITIES**

Accounts payable	\$ 28,310	\$ 36,636
Accrued scholarships	320,000	315,000
Accrued grants payable	29,785,792	4,151,188
Total liabilities	30,134,102	4,502,824

**NET ASSETS**

Without donor restriction		
Board designated	19,804,108	22,908,701
Non-designated	7,341,872	51,853,495
With donor restriction	101,200	101,200
Total net assets	27,247,180	74,863,396
 Total liabilities and net assets	 \$ 57,381,282	 \$ 79,366,220

see accompanying notes

**THE SAN BRUNO COMMUNITY FOUNDATION**  
**STATEMENT OF ACTIVITIES AND CHANGES IN NET ASSETS**  
For the year ended June 30, 2022  
with comparative totals for the year ended June 30, 2021

	2022			2021
	Without donor restriction	With donor restriction	Total	Total
<b>REVENUE AND OTHER SUPPORT</b>				
Donations	\$ 6	\$ 171,000	\$ 171,006	\$ 179,336
Investment return, net	(6,067,172)	-	(6,067,172)	7,813,404
Miscellaneous income	-	-	-	6,718
Net assets released from restrictions	171,000	(171,000)	-	-
	<u>(5,896,166)</u>	<u>-</u>	<u>(5,896,166)</u>	<u>7,999,458</u>
<b>EXPENSES</b>				
Program services	41,551,952	-	41,551,952	2,801,661
Management and general	168,098	-	168,098	218,072
	<u>41,720,050</u>	<u>-</u>	<u>41,720,050</u>	<u>3,019,733</u>
<b>CHANGE IN NET ASSETS</b>	(47,616,216)	-	(47,616,216)	4,979,725
<b>NET ASSETS AT BEGINNING OF YEAR</b>	<u>74,762,196</u>	<u>101,200</u>	<u>74,863,396</u>	<u>69,883,671</u>
<b>NET ASSETS AT END OF YEAR</b>	<u>\$ 27,145,980</u>	<u>\$ 101,200</u>	<u>\$ 27,247,180</u>	<u>\$ 74,863,396</u>

see accompanying notes

**THE SAN BRUNO COMMUNITY FOUNDATION**  
**STATEMENT OF FUNCTIONAL EXPENSES**  
For the year ended June 30, 2022  
with comparative totals for the year ended June 30, 2021

	<u>Program Services</u>	<u>Management and General</u>	<u>Total</u>	<u>2021 Total</u>
<b>PERSONNEL EXPENSES</b>				
Salaries and wages	\$ 157,238	\$ 69,272	\$ 226,510	\$ 225,557
Payroll taxes and benefits	<u>21,503</u>	<u>10,443</u>	<u>31,946</u>	<u>26,803</u>
Total personnel expenses	178,741	79,715	258,456	252,360
<b>OTHER EXPENSES</b>				
Scholarships	190,000	-	190,000	195,000
Grants	41,144,454	-	41,144,454	2,375,438
Rent	10,903	4,802	15,705	15,063
Insurance	-	22,005	22,005	22,584
Telecommunications	1,795	790	2,585	2,527
Postage and shipping	1,480	651	2,131	4,239
Marketing and communications	9,409	2,831	12,240	11,546
Office supplies	2,152	1,160	3,312	2,964
Legal fees	7,348	17,250	24,598	41,334
Accounting and payroll fees	-	33,532	33,532	31,945
Other professional services	5,648	2,823	8,471	62,283
Travel, meetings and conferences	22	700	722	1,068
Miscellaneous	<u>-</u>	<u>1,839</u>	<u>1,839</u>	<u>1,382</u>
Total other expenses	<u>41,373,211</u>	<u>88,383</u>	<u>41,461,594</u>	<u>2,767,373</u>
<b>TOTAL EXPENSES</b>	<u>\$ 41,551,952</u>	<u>\$ 168,098</u>	<u>\$ 41,720,050</u>	<u>\$ 3,019,733</u>

see accompanying notes

**THE SAN BRUNO COMMUNITY FOUNDATION**  
**STATEMENT OF CASH FLOWS**  
For the year ended June 30, 2022  
with comparative totals for the year ended June 30, 2021

	<b>2022</b>	<b>2021</b>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Change in net assets	\$ (47,616,216)	\$ 4,979,725
Adjustments to reconcile change in net assets to net cash used in operating activities:		
Net realized/unrealized loss (gain) on investments	7,738,735	(6,213,011)
(Increase) decrease in assets:		
Prepaid expenses	3,361	(805)
(Decrease) increase in liabilities:		
Accounts payable	(8,326)	3,996
Accrued scholarships	5,000	40,000
Accrued grants payable	<u>25,634,604</u>	<u>(1,056,962)</u>
Net cash used in operating activities	<u>(14,242,842)</u>	<u>(2,247,057)</u>
 <b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Net sales of securities	<u>13,968,497</u>	<u>2,170,660</u>
 Net change in cash, and cash equivalents	(274,345)	(76,397)
Cash and cash equivalents at beginning of year	<u>582,323</u>	<u>658,720</u>
Cash, cash equivalents and restricted cash at end of year	<u><u>\$ 307,978</u></u>	<u><u>\$ 582,323</u></u>

see accompanying notes



# THE SAN BRUNO COMMUNITY FOUNDATION

Notes to Financial Statements

June 30, 2022

with comparative totals as of and for the year ended June 30, 2021

## 1. Organization

The San Bruno Community Foundation (the “Foundation”), a California nonprofit corporation, was organized in 2013 as a public benefit 501(c)(3) nonprofit corporation and has been determined to be a Type I supporting organization under Section 509(a)(3) of the Internal Revenue Code (“IRC”). Pursuant to the settlement agreement dated March 12, 2012, between Pacific Gas & Electric Company (“PG&E”) and the City of San Bruno (the “City”), both parties agreed to resolve and settle all claims arising out of the September 9, 2010 pipeline incident (the “Settlement Agreement”). The terms required PG&E to contribute a total of \$70 million to the City, which comprised of 1) five vacant plots of land in the Glenview (Crestmoor) neighborhood, which had a total fair market value of \$1,250,000 and 2) \$68,750,000 in cash, to transfer to a tax-exempt, nonprofit public purpose entity. Hence, the Foundation was created from the Settlement Agreement. The Foundation engages primarily in the administration of PG&E restitution funds and building community partnerships.

The Foundation’s goals serve the San Bruno community by investing in projects, programs, services, and facilities that have significant and lasting benefits. Through making grants, leveraging partnerships, and taking advantage of other resources, the Foundation assists and enables the community to maximize shared investments and realize their subsequent enhancements and benefits.

## 2. Summary of significant accounting policies

### Basis of accounting

The Foundation prepares its financial statements on the accrual basis of accounting consistent with accounting principles generally accepted in the United States of America. The Foundation’s year end for tax and financial reporting purposes is June 30.

### Basis of presentation

The Foundation is required to report information regarding its financial position and activities according to the following net asset classifications:

#### *Net Assets without donor restrictions:*

Net assets available for use in general operations and not subject to donor restrictions. The Foundation’s governing board has designated, from net assets without donor restriction, long-term funds held in the quasi-endowment pool.

#### *Net assets with donor restrictions:*

Net assets subject to stipulations imposed by donors and grantors. Some donor restrictions are temporary in nature, which will be met by actions of the Foundation or by the passage of time. Other donor restrictions are perpetual in nature, whereby the donor has stipulated the funds be maintained in perpetuity.

### Prior period comparison

The financial statements include certain prior-period summarized comparative information in total but not by net asset class. Such information does not include sufficient detail to constitute a presentation in accordance with generally accepted accounting principles. Accordingly, such information should be read in conjunction with the Foundation’s financial statements for the year ended June 30, 2021, from which the summarized information was derived.

### Estimates

The preparation of financial statements in accordance with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the amounts reported in the financial statements and accompanying notes. Actual results could differ from those estimates.

## THE SAN BRUNO COMMUNITY FOUNDATION

Notes to Financial Statements

June 30, 2022

with comparative totals as of and for the year ended June 30, 2021

### 2. Summary of significant accounting policies (continued)

#### Cash and cash equivalents

Cash and cash equivalents include all cash balances on deposit with financial institutions and highly liquid investments with a maturity of three months or less at the date of acquisition. As of June 30, 2022 and 2021, cash and cash equivalents consist of the following:

	<u>2022</u>	<u>2021</u>
Cash - operating	\$ 192,481	\$ 184,386
Liquidity fund cash	115,497	397,937
Total cash and cash equivalents	<u>\$ 307,978</u>	<u>\$ 582,323</u>

#### Concentration of credit risk

Financial instruments that potentially subject the Foundation to concentrations of credit risk consist principally of temporary cash investments. The Foundation places its temporary cash investments with high credit quality financial institutions and, by policy, limits the amount of credit exposed to any one financial institution. The Foundation has not experienced any losses in such accounts.

#### Investments

The Foundation carries investments in various investment pools with readily determinable fair values and all investments are stated at their fair values in the Statement of Financial Position. Unrealized gains and losses are included in the change in net assets in the accompanying Statement of Activities and Changes in Net Assets.

#### Accounts receivable

Management considers receivables to be fully collectible. If amounts become uncollectible, they are charged to operations in the period in which that determination is made. Accounting principles generally accepted in the United States of America require that the allowance method be used to recognize bad debts; however, the effect of using the direct write-off method is not materially different from the results that would have been obtained under the allowance method.

#### Fair value measurements

The Foundation applies the accounting provisions related to fair value measurements. These provisions define fair value as the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date, establish a hierarchy that prioritizes the information used in developing fair value estimates and require disclosure of fair value measurements by level within the fair value hierarchy. The hierarchy gives the highest priority to quoted prices in active markets (Level 1 measurements) and the lowest priority to unobservable data (Level 3 measurements), such as the reporting entity's own data. These provisions also provide valuation techniques, such as the market approach (comparable market prices), the income approach (present value of future income or cash flows) and the cost approach (cost to replace the service capacity of an asset or replacement cost).

A financial instrument's categorization within the valuation hierarchy is based upon the lowest level of input that is significant to the fair value measurement. The three levels of valuation hierarchy are defined as follows:

*Level 1:* Observable inputs such as quoted prices (unadjusted) for identical assets or liabilities in active markets.

*Level 2:* Inputs other than quoted prices for similar assets and liabilities in active markets, and inputs that are observable for the asset or liability, either directly or indirectly, for substantially the full term of the financial instrument.

*Level 3:* Unobservable inputs that reflect the Foundation's own assumptions.

**THE SAN BRUNO COMMUNITY FOUNDATION**  
Notes to Financial Statements  
June 30, 2022  
with comparative totals as of and for the year ended June 30, 2021

2. Summary of significant accounting policies (continued)

Income taxes

The Foundation is a not-for-profit corporation under Section 501(c)(3) of the IRC and Section 23701(d) of the California Revenue and Taxation Code and therefore, is generally exempt from both federal and state income taxes, except on net income derived from unrelated business activities.

The preparation of financial statements in accordance with accounting principles generally accepted in the United States of America requires the Foundation to report information regarding its exposure to various tax positions taken. Management has determined whether any tax positions have met the recognition threshold and has measured its exposure to those tax positions. Management believes that the Foundation has adequately addressed all relevant tax positions and that there are no unrecorded tax liabilities. Federal tax authorities generally have the right to examine and audit the previous three years of tax returns filed. California tax authorities generally have the right to examine and audit the previous four years of tax returns filed. Any interest or penalties assessed to the Foundation are recorded in operating expenses. No interest or penalties from federal or state tax authorities were recorded in the accompanying financial statements.

Miscellaneous income

Miscellaneous income consists mostly of prior year grant and scholarship expenses that were written off as the actual amount due was less than the amount originally recorded. For the years ended June 30, 2022 and 2021, miscellaneous income was \$0 and \$6,718, respectively.

Scholarships expense

The Foundation offers three types of scholarships, which are defined as follows:

1. \$5,000 each year for four years, totaling \$20,000, for a high school student to attend a 4-year college.
2. \$2,500 each year for two years, totaling \$5,000, for a high school student to attend a 2-year community college.
3. \$5,000 each year for two years, totaling \$10,000, for a community college student who transfers to a 4-year college.

Members of the San Bruno community are eligible to apply for a scholarship. Scholarships are recognized when they have been awarded. Recipients are required to renew their scholarships for each year by submitting proof of full-time enrollment for the following fall and certification of status as a student in good standing, by June 1 of each year. For the years ended June 30, 2022 and 2021, scholarship expense was \$190,000 and \$195,000, respectively. As of June 30, 2022 and 2021, accrued scholarships payable was \$320,000 and \$315,000, respectively.

Grant expense

Grants are recognized when they are approved by the board, all significant conditions are met, all due diligence has been completed, and grant agreements have been executed. Grant refunds are recorded as a reduction of grant expense if the refund or notice of refund is received in the same fiscal year as the grant was expensed. For the years ended June 30, 2022 and 2021, grant expense was \$41,144,454 and \$2,375,438, respectively. Grant expense for the year ended June 30, 2022, included \$40,464,454 for the construction of the San Bruno community recreation and aquatic center and related costs, of which \$27,577,916 was payable as of June 30, 2022. As of June 30, 2022 and 2021, accrued grants payable was \$29,785,792 and \$4,151,188, respectively.

**THE SAN BRUNO COMMUNITY FOUNDATION**  
Notes to Financial Statements  
June 30, 2022  
with comparative totals as of and for the year ended June 30, 2021

2. Summary of significant accounting policies (continued)

Functional allocation of expenses

The Statement of Functional Expenses reports expenses by both natural and functional classification. Certain categories of expenses are attributed to more than one program or supporting function. Therefore, expenses require allocation on a reasonable basis that is consistently applied. Costs are directly applied to the related program or supporting service category when identifiable and possible. Other expenses have been allocated to programs and management and general based on estimates of time and effort.

Recent and pending accounting pronouncements

In February 2016, the FASB issued ASU 2016-02, Leases (Topic 842), which supersedes FASB ASC Topic 840, Leases, and makes other conforming amendments to U.S. GAAP. ASU 2016-02 requires, among other changes to the lease accounting guidance, lessees to recognize most leases on-balance sheet via the right of use asset and lease liability, and additional qualitative and quantitative disclosures. The standard will be effective for the Company for annual periods beginning after December 15, 2021, permits early adoption, and mandates a modified retrospective transition method. The Foundation is currently evaluating the effect of the standard on the financial statements. It is not expected to have a material effect.

Subsequent events

Subsequent events have been evaluated through October 19, 2022, which is the date the financial statements were available to be issued, and there are no subsequent events requiring disclosure.

3. Liquidity and availability of financial assets

The following represents the Foundation's financial assets as of June 30:

Financial assets at year end:	<u>2022</u>	<u>2021</u>
Cash and cash equivalents	\$ 307,978	\$ 582,323
Investments	<u>57,055,703</u>	<u>78,762,935</u>
Total financial assets	<u>57,363,681</u>	<u>79,345,258</u>
Less amounts not available due to:		
Net assets with donor restrictions	101,200	101,200
Board designated quasi-endowment fund	19,804,108	22,908,701
Grants payable	29,785,792	4,151,188
Scholarships payable	<u>320,000</u>	<u>315,000</u>
	<u>50,011,100</u>	<u>27,476,089</u>
Financial assets available to meet general expenditures over the next twelve months	<u>\$ 7,352,581</u>	<u>\$ 51,869,169</u>

The Foundation's goal is generally to maintain financial assets to meet its operating and budgeted needs. As part of its liquidity plan, excess cash is invested in short-term investments, including mutual funds.

**THE SAN BRUNO COMMUNITY FOUNDATION**  
Notes to Financial Statements  
June 30, 2022  
with comparative totals as of and for the year ended June 30, 2021

4. Investments

The following tables present the Foundation's assets that are measured and recognized at fair value on a recurring basis classified under the appropriate level of the fair value hierarchy as of June 30, 2022 and 2021:

		June 30, 2022			
		Level 1	Level 2	Level 3	Fair Value Measurements
Assets					
<b>Liquidity pool</b>					
Mutual funds	\$	2,307,459	\$ -	\$ -	\$ 2,307,459
Exchange traded products and ETFs		6,652,247	-	-	6,652,247
<b>Total liquidity pool</b>		<b>8,959,706</b>	<b>-</b>	<b>-</b>	<b>8,959,706</b>
<b>Strategic pool</b>					
Cash reserves		617,318	-	-	617,318
Mutual funds		18,950,158	-	-	18,950,158
Exchange traded products and ETFs		8,724,413	-	-	8,724,413
<b>Total strategic pool</b>		<b>28,291,889</b>	<b>-</b>	<b>-</b>	<b>28,291,889</b>
<b>Quasi-endowment pool</b>					
Cash reserves		615,172	-	-	615,172
Mutual funds		7,409,761	-	-	7,409,761
Exchange traded products and ETFs		11,779,175	-	-	11,779,175
<b>Total quasi-endowment pool</b>		<b>19,804,108</b>	<b>-</b>	<b>-</b>	<b>19,804,108</b>
<b>Total assets</b>	<b>\$</b>	<b>57,055,703</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 57,055,703</b>

		June 30, 2021			
		Level 1	Level 2	Level 3	Fair Value Measurements
Assets					
<b>Liquidity pool</b>					
Mutual funds	\$	2,685,565	\$ -	\$ -	\$ 2,685,565
Exchange traded products and ETFs		21,266,609	-	-	21,266,609
<b>Total liquidity pool</b>		<b>23,952,174</b>	<b>-</b>	<b>-</b>	<b>23,952,174</b>
<b>Strategic pool</b>					
Cash reserves		40,616	-	-	40,616
Mutual funds		21,255,215	-	-	21,255,215
Exchange traded products and ETFs		10,216,299	-	-	10,216,299
<b>Total strategic pool</b>		<b>31,902,060</b>	<b>-</b>	<b>-</b>	<b>31,902,060</b>
<b>Quasi-endowment pool</b>					
Cash reserves		427,554	-	-	427,554
Mutual funds		9,804,801	-	-	9,804,801
Exchange traded products and ETFs		12,676,346	-	-	12,676,346
<b>Total quasi-endowment pool</b>		<b>22,908,701</b>	<b>-</b>	<b>-</b>	<b>22,908,701</b>
<b>Total assets</b>	<b>\$</b>	<b>78,762,935</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 78,762,935</b>

**THE SAN BRUNO COMMUNITY FOUNDATION**  
Notes to Financial Statements  
June 30, 2022  
with comparative totals as of and for the year ended June 30, 2021

4. Investments (continued)

The Foundation's investments consisted of the following cost basis when originally acquired:

	<u>2022</u>	<u>2021</u>
Liquidity pool	\$ 9,067,541	\$ 23,894,129
Strategic pool	29,016,091	29,221,384
Quasi-endowment pool	<u>17,400,934</u>	<u>17,369,109</u>
Total securities	<u>\$ 55,484,566</u>	<u>\$ 70,484,622</u>

5. Office lease

The Foundation entered into an amended office lease with San Bruno Office Associates, LLC, which expires on March 31, 2025. Current monthly payments are \$1,314. The monthly rent increases annually at a rate of 3% on April 1 of each year. For the years ended June 30, 2022 and 2021, office lease payments were \$15,705 and \$15,063, respectively.

Future minimum lease payments under the operating lease are as follows:

April 2022-March 2023	\$	1,314 per month
April 2023-March 2024	\$	1,353 per month
April 2024-March 2025	\$	1,394 per month

6. Employee benefit plan

Effective January 1, 2015, the Foundation established a tax-deferred annuity plan qualified under Section 403(b) of the IRC for its employees. The Foundation makes non-matching contributions equal to 5% of the gross salary for individual employees. For the years ended June 30, 2022 and 2021, \$19,792 and \$9,896, respectively, was contributed by the Foundation on behalf of its employees.

7. Net assets with donor restriction

Net assets with donor restriction consist of the following as of June 30:

	<u>2022</u>	<u>2021</u>
Community Grants Fund	\$ 100,000	\$ 100,000
Recreation & Aquatic Memorial Bench	<u>1,200</u>	<u>1,200</u>
Total net assets with donor restriction	<u>\$ 101,200</u>	<u>\$ 101,200</u>

Net assets were released from restrictions by incurring expenses satisfying the restricted purpose or by the expiration of time as follows:

	<u>2022</u>	<u>2021</u>
Community Grants Fund	\$ 100,000	\$ 100,000
CNM Scholarships	<u>71,000</u>	<u>78,349</u>
Total net assets released from restrictions	<u>\$ 171,000</u>	<u>\$ 178,349</u>

**THE SAN BRUNO COMMUNITY FOUNDATION**

Notes to Financial Statements

June 30, 2022

with comparative totals as of and for the year ended June 30, 2021

8. Vulnerability – Impact of COVID-19

The severity of the impact of COVID-19 on the Foundation's operations will depend on a number of factors, including, but not limited to, the duration and severity of the pandemic and the extent and severity of the impact on the Foundation's investments, all of which are uncertain and cannot be predicted. The Foundation's future results could be adversely impacted by delays in donations and impacts on the US market. Management is unable to predict with absolute certainty the impact of COVID-19 on its financial condition, results of operations or cash flows.