



INTERNAL UNAUDITED
FINANCIAL STATEMENT

A Missouri Nonprofit Corporation
and an IRS 501(c)(3)
Organization Exempt from Taxes

December 31, 2022

John Whitmer Historical Association

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John Whitmer Historical Association

STATEMENT OF FINANCIAL POSITION

December 31, 2022

<u>ASSETS</u>	<u>Unrestricted</u>	<u>Temporarily Restricted</u>	<u>Permanent Restricted</u>	<u>Total</u>	<u>2021 Total</u>
CURRENT ASSETS					
Cash - checking	\$ 1,216	\$ -	\$ -	\$ 1,216	\$ 18,340
Cash - money market	6,886	-	-	6,883	3,851
	<u>8,102</u>	<u>-</u>	<u>-</u>	<u>8,102</u>	<u>22,191</u>
OTHER ASSETS					
Investment cash reserve fund	-	4,396	-	4,396	31,819
Investment fund	-	442,460	-	442,460	489,464
Endowment fund	-	-	153,266	153,266	173,537
	<u>-</u>	<u>446,856</u>	<u>153,266</u>	<u>600,122</u>	<u>694,820</u>
TOTAL ASSETS	<u>\$ 8,102</u>	<u>\$ 446,856</u>	<u>\$ 153,266</u>	<u>\$ 608,244</u>	<u>\$ 717,011</u>
<u>LIABILITIES AND NET ASSETS</u>					
CURRENT LIABILITIES	\$ -	\$ -	\$ -	\$ -	\$ -
NET ASSETS					
Unrestricted	8,102	-	-	22,191	22,191
Temporarily restricted	-	446,856	-	446,856	521,283
Permanently restricted	-	-	153,266	153,266	173,537
	<u>8,102</u>	<u>446,856</u>	<u>153,266</u>	<u>608,244</u>	<u>717,011</u>
TOTAL LIABILITIES AND NET ASSETS	<u>\$ 8,102</u>	<u>\$ 446,856</u>	<u>\$ 153,266</u>	<u>\$ 608,244</u>	<u>\$ 717,011</u>

John Whitmer Historical Association

STATEMENT OF ACTIVITIES

For the year ended December 31, 2022

	Unrestricted	Temporarily Restricted	Permanently Restricted	Total	2021 Total
REVENUES AND SUPPORT					
Contributions	\$ 53,432	\$ -	\$ -	\$ 53,432	\$ 57,236
Program services	61,957	-	-	61,957	12,510
Book sales	8,735	-	-	8,735	7,706
Membership dues	18,340	-	-	18,340	11,995
Transfer for intended purpose	24,639	-27,639	3,000	-	-
Transfer of funds internally	-29,000	27,000	2,000	-	-
Fundraising	853	-	-	853	-
Interest and dividends	35	734	4,561	5,330	13,065
Capital gains	-	12,826	0	12,826	12,426
Unrealized gains	-	71,898	24,230	96,128	45,498
	<u>\$ 138,991</u>	<u>\$ 84,819</u>	<u>\$ 33,791</u>	<u>\$ 257,601</u>	<u>\$ 160,436</u>
EXPENSES					
Program services	\$ 133,497	\$ -	\$ -	\$ 133,497	\$ 54,747
General and administrative	19,583	3,879	1,318	24,780	22,642
Unrealized Losses	-	155,367	52,744	208,111	-
	<u>153,080</u>	<u>159,246</u>	<u>54,062</u>	<u>366,388</u>	<u>77,389</u>
CHANGE IN NET ASSETS	-14,089	-74,427	-20,271	-108,787	83,047
Net assets, beginning of year	22,191	521,283	173,537	717,011	633,964
Net assets, end of year	<u>\$ 8,102</u>	<u>\$ 446,856</u>	<u>\$ 153,266</u>	<u>\$ 608,224</u>	<u>\$ 717,011</u>

In March 2022 \$27,000 from a large gift was transferred to the investment fund. In October the budgeted amount of \$24,639 was transferred back to the checking account to be used for operations.

In October \$2,000 was transferred from the checking account to the Endowment Fund.

In October \$3,000 was transferred from the Investment Cash Reserve to the Endowment Fund.

John Whitmer Historical Association

STATEMENT OF FUNCTIONAL EXPENSES

For the year ended December 31, 2022

	<u>Program Services</u>	<u>General and Admin Expenses</u>	<u>Total</u>	<u>2021 Total</u>
EXPENDITURES				
Contract labor	\$ 28,350	\$ 9,450	\$ 37,800	\$ 36,600
Journal expenses	10,020	-	10,020	10,704
Awards and speakers	6,395	-	6,395	-
Annual conference	70,319	-	70,319	15,059
Printing, publications and po	3,319	-	3,319	400
Spring event	750	-	750	-
Scholarships	4,000	-	4,000	-
Office expenses	0	7,504	7,504	4,854
Investment expenses	-	5,197	5,197	4,391
Travel	-	1,089	1,089	1,236
Website	1,865	-	1,865	1,630
JW books expense	8,479	-	8,479	3,890
Professional fees	-	900	900	550
Insurance	-	640	640	640
	<u>\$ 133,497</u>	<u>\$ 24,780</u>	<u>\$ 158,277</u>	<u>\$ 79,354</u>

FUNCTIONAL ALLOCATION OF EXPENSES

The costs have been allocated between program services and general and administrative expenses by management estimates of time spent on each function. The association, at this time, does not have any significant fundraising expenses to be allocated.

John Whitmer Historical Association

Notes to Financial Statements

NOTE 1 – ORGANIZATION AND ACCOUNTING POLICIES OF JWHA

Nature of Organization

JWHA is a non-profit organization dedicated to advancing the study of Latter Day Saint history. We are governed by an Executive Committee and a Board of Directors, and our day-to-day operations are overseen by the Executive Director. We promote interest in Latter Day Saint history through education, publications, an annual conference, and podcasts. Our inclusive approach welcomes professional and armchair scholars, encouraging publication in the JWHA Journal and supporting John Whitmer Books. We provide a platform for the discussion and dissemination of scholarly research and offer scholarship programs for students. Join us in supporting this vibrant scholarly society.

Basis of Accounting

Our financial statements are prepared using the cash basis, which is not in accordance with generally accepted accounting principles (GAAP) for non-profits. However, we do account for our investments at fair market value. For more details on how we account for our investments, please refer to our "Basis of Presentation" section and Note 2 - Investments.

Volunteer Support

JWHA relies on the valuable contributions of volunteers who generously donate their time and talent to ensure our successful operation. We are also grateful for the generous donors who support our annual auction through in-kind donations. However, please note that the Statement of Activities does not reflect the monetary value of these in-kind donations.

Controls Over Organization Programs and Assets

The JWHA Board prepares an annual budget, which officers and chairs can spend within without further approval. Projects must be included in the budget, and overspending requires Board approval or inclusion in the next budget. Any unbudgeted expenses must also be approved by the Board and are recorded as income or expense. The Treasurer approves all payments, including those made using Association credit cards.

Basis of Presentation

JWHA classifies its net assets and revenues into three categories based on donor or Board restrictions.

John Whitmer Historical Association

Notes to Financial Statements

1. Unrestricted (Operating) net assets are not subject to any donor or Board restrictions.
2. Temporarily restricted (Investment) net assets are subject to donor or Board imposed restrictions that will be met by the Association through its actions or the passage of time. The accounting treatment for these restrictions depends on their duration.
3. Permanently restricted (Endowment) net assets are subject to donor or Board imposed restrictions that require the Association to maintain their corpus permanently.

Donor restricted support is reported as an increase in either temporarily or permanently restricted net assets based on the nature of restriction. When the restriction expires, temporarily restricted net assets are reclassified to unrestricted net assets and reported in the statement of activities as net assets released from restrictions.

NOTE 2 – INVESTMENTS

To comply with non-profit and IRS requirements, all investments in the financial statements are accounted for at fair market value and not at their historical purchase price. The details of the current investments are as follows:

- **INVESTMENT CASH RESERVE FUND:** These funds are restricted for short-term use and are invested in a money market account managed by our investment company. No investment management fee is charged to our organization for this account. The money market fund of \$4,396 should not be confused with the operations money market account of \$6,883, which is an unrestricted operating fund invested only to earn interest until needed for operations.

Nature of Restriction	Restricted By	Balance as of 12.31.2022
Best Smith-Pettit Book Award Sponsorship	Donor	\$3,000
Giving Tuesday Interest Earned	JWHA Board	\$1,181
Total	Not Restricted	\$215
Investment Cash Reserve		\$4,396

- **INVESTMENT FUND RESTRICTED:** The JWHA Board has restricted these assets with no specific designation for their use. The \$489,464 can be used for any project or need that arises now or in the future. HighMark Wealth Management manages these funds according to the Board and Finance Committee's overall investment policies.
- **ENDOWMENT FUND:** The original gift or corpus must be used for the donor-designated purposes and cannot be used for projects or operations for any reason,

John Whitmer Historical Association Notes to Financial Statements

and it must remain permanently intact. The JWHA Board can use the earnings for any purpose authorized by the donor or the Board. HighMark Wealth Management manages these funds according to the Board and Finance Committee's investment policies.

The Board has a 5% spending policy for permanently restricted (Endowment) net assets but has currently adopted a 4.5% spending policy due to the investment environment. The Board has also adopted a 4.5% spending policy for temporarily restricted net assets to move money into operations to meet budget needs.

Endowment Fund	Restricted Use	Original Corpus	Balance 12.31.2022
JWHA Board	Earnings Unrestricted	\$100,000	\$136,099
Donor Created	Book Awards	\$10,000	<u>\$17,167</u>
Total Endowment Fund			\$153,266

1. The Finance Committee of JWHA reviews the organization's cash and investments quarterly, following guidelines established by the JWHA Board. HighMark Wealth Management, managed by Todd Arens, is responsible for specific investments. All securities are held by Fidelity Investments as custodian. In 2021, the JWHA aggregate portfolio gained 10.97% net of fees. The Endowment Fund portfolio yielded 11.47% (\$173,537), while the non-endowment portfolio yielded 10.79% (\$489,464). Since 8.16.2012, the total portfolios have increased by an average of 6.12% per year. The Endowment Fund alone has increased by an average of 7.99% per year since its investment separation on 10.21.2015.

NOTE 3 – COMPLIANCE WITH RULES AND REGULATIONS

JWHA demonstrates a commitment to legal compliance by adhering to federal and Missouri annual tax filings and reports. Additionally, we fulfill requirements for authorization to operate as a non-profit corporation in states where we engage in activities. Our administrative policy and procedure manual serves as a helpful resource in maintaining compliance with the various Board policies. Overall, we strive to be a responsible and conscientious corporate citizen as a historic association.

NOTE 4 – APPRECIATION FOR DONATIONS

JWHA is incredibly grateful for the unwavering support of our generous donors. Your contributions have enabled us to achieve financial security and continue our important work for years to come.

John Whitmer Historical Association

Notes to Financial Statements

In 2022, we were humbled to receive \$53,432 in donations, which will allow us to expand our unique programs in Restoration history. We are also proud to offer a range of membership levels, including sustaining, patron, and lifetime memberships, which allow for additional contributions to fund student scholarships and special projects. For more information, please see Note 2 regarding our restricted account.

Through the support of our community, including contributions, sponsorships, advertisements, and book sales, we are able to demonstrate our strong financial position.

We invite our valued members to continue supporting our mission through membership dues, lifetime membership contributions, and Facebook "Giving Tuesday" scholarship donations. Every donation, no matter the size, is meaningful and helps us create future plans to highlight Restoration history. Thank you for your generosity and partnership in our mission.

NOTE 5 – SUBSEQUENT EVENTS

There are no subsequent events to report.