

SERVANT FOUNDATION DBA: THE SIGNATRY

**CONSOLIDATED FINANCIAL STATEMENTS
AND SUPPLEMENTARY INFORMATION**

YEARS ENDED MARCH 31, 2023 AND 2022



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INDEPENDENT AUDITORS' REPORT

Board of Directors
Servant Foundation dba: The Signatry
and Supporting Organizations
Overland Park, Kansas

Report on the Audit of the Financial Statements

Opinion

We have audited the accompanying consolidated financial statements of the corporation and supporting organizations, collectively the Servant Foundation dba: The Signatry (a nonprofit organization), which comprise the consolidated statements of financial position as of March 31, 2023 and 2022, 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.

In our opinion, the consolidated financial statements referred to above present fairly, in all material respects, the financial position of Servant Foundation dba: The Signatry as of March 31, 2023 and 2022, and the changes in their net assets and their cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

We conducted our audits in accordance with auditing standards generally accepted in the United States of America (GAAS). 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 Servant Foundation dba: The Signatry and to meet our other ethical responsibilities in accordance with the relevant ethical requirements relating to our audits. 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 the consolidated financial statements in accordance with accounting principles generally accepted in the United States of America, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the consolidated financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about Servant Foundation dba: The Signatry's ability to continue as a going concern for one year after the date the consolidated 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 consolidated 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 GAAS 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 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 consolidated financial statements.

In performing an audit in accordance with GAAS, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the consolidated 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 consolidated 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 Servant Foundation dba: The Signatry'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 consolidated financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about Servant Foundation dba: The Signatry'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.

Board of Directors
Servant Foundation dba: The Signatry

Supplementary Information

Our audits were conducted for the purpose of forming an opinion on the consolidated financial statements as a whole. The consolidating statements of financial position and consolidating statements of activities are 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 audits 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 GAAS. In our opinion, the information is fairly stated in all material respects in relation to the consolidated financial statements as a whole.



CliftonLarsonAllen LLP

Kansas City, Missouri
September 12, 2023

**SERVANT FOUNDATION DBA: THE SIGNATRY
CONSOLIDATED STATEMENTS OF FINANCIAL POSITION
MARCH 31, 2023 AND 2022**

ASSETS	<u>2023</u>	<u>2022</u>
Cash and Cash Equivalents	\$ 46,784,906	\$ 34,820,643
Accounts Receivable	5,093,437	11,344,345
Investments	1,179,010,034	1,049,881,115
Prepaid Expenses	504,752	524,060
Other	131,127	53,277
Construction in Progress	2,770,460	104,015
Software Development in Process	-	6,290,290
Notes Receivable, Net	28,894,500	46,995,400
Intangible Assets, Net	3,584,353	3,848,222
Artifacts	188,564,920	188,474,720
Property and Equipment, Net	<u>246,110,177</u>	<u>242,273,381</u>
Total Assets	<u>\$ 1,701,448,666</u>	<u>\$ 1,584,609,468</u>
LIABILITIES AND NET ASSETS		
LIABILITIES		
Accounts Payable	\$ 31,841,045	\$ 5,201,366
Grants Payable	1,535,350	2,062,400
Accrued Expenses	2,467,258	3,528,197
Deferred Revenue	19,824	31,879
Notes Payable	<u>1,999,000</u>	<u>1,894,000</u>
Total Liabilities	37,862,477	12,717,842
NET ASSETS		
Controlling Interest in Net Assets Without Donor Restrictions	1,660,470,123	1,568,199,166
Noncontrolling Interest	<u>3,116,066</u>	<u>3,692,460</u>
Total Net Assets	<u>1,663,586,189</u>	<u>1,571,891,626</u>
Total Liabilities and Net Assets	<u>\$ 1,701,448,666</u>	<u>\$ 1,584,609,468</u>

See accompanying Notes to Consolidated Financial Statements.

**SERVANT FOUNDATION DBA: THE SIGNATRY
CONSOLIDATED STATEMENTS OF ACTIVITIES
YEARS ENDED MARCH 31, 2023 AND 2022**

	<u>2023</u>	<u>2022</u>
	<u>Without Donor Restrictions</u>	<u>Without Donor Restrictions</u>
REVENUES AND SUPPORT		
Contributions	\$ 788,870,888	\$ 784,761,107
Noncash Contributions	103,729,191	169,013,116
Investment Income (Loss)	(2,749,805)	11,283,973
Income from Services	763,590	1,284,270
Rental Income	13,542,825	19,125,979
Special Events	27,050	128,567
Other	448,580	124,841
Net Assets Released from Restrictions	-	-
Total Operating Revenues	<u>904,632,319</u>	<u>985,721,853</u>
EXPENSES		
Program Expenses:		
Grants	555,797,482	444,379,394
Donor Services	187,942,248	85,651,101
Administrative Expenses	68,717,400	19,717,767
Development Expenses	1,057,020	732,942
Total Expenses	<u>813,514,150</u>	<u>550,481,204</u>
CHANGE IN NET ASSETS BEFORE NONRECURRING ITEMS	91,118,169	435,240,649
Bicknell Family Foundation - Net Asset Transfer Out	-	35,314,671
Loss on Return of Donated Artifacts	-	<u>125,000</u>
TOTAL CHANGE IN NET ASSETS - BEFORE NONCONTROLLING INTEREST LOSS	91,118,169	399,800,978
Noncontrolling Interest Loss	<u>576,394</u>	<u>1,071,423</u>
CHANGE IN NET ASSETS WITHOUT NONCONTROLLING INTEREST LOSS	91,694,563	400,872,401
Net Assets - Beginning of Year	<u>1,571,891,626</u>	<u>1,171,019,225</u>
CONTROLLING INTEREST IN NET ASSETS - END OF YEAR	<u>\$ 1,663,586,189</u>	<u>\$ 1,571,891,626</u>

See accompanying Notes to Consolidated Financial Statements.

**SERVANT FOUNDATION DBA: THE SIGNATRY
CONSOLIDATED STATEMENT OF FUNCTIONAL EXPENSES
YEAR ENDED MARCH 31, 2023**

	<u>Grants and Donor Services</u>	<u>Administrative</u>	<u>Development</u>	<u>Total</u>
Grants	\$ 555,797,482	\$ -	\$ -	\$ 555,797,482
Personnel	4,363,750	4,565,458	923,603	9,852,811
Travel	260,477	110,289	70,984	441,750
Meals and Entertainment	75,460	33,572	11,943	120,975
Facilities	4,262,288	164,571	-	4,426,859
Telecommunication	83,731	22,312	1,234	107,277
Office Supplies	18,258	28,640	-	46,898
Postage and Delivery	5,052	4,958	-	10,010
Copying and Printing	14,732	884	-	15,616
Professional Fees	2,243,584	1,698,297	-	3,941,881
Finance Charges	-	226,047	-	226,047
Advertising and Promotion	174,674,113	45,250,468	-	219,924,581
Insurance Expense	309,289	150,854	-	460,143
Licenses and Permits	908	9,622	-	10,530
Other Expenses	452,023	698,692	49,256	1,199,971
Repairs and Maintenance	1,178,583	-	-	1,178,583
Bad Debt Write-Offs	-	661,275	-	661,275
Depreciation Expense	-	5,395,599	-	5,395,599
Amortization Expense	-	1,369,104	-	1,369,104
Unrelated Business Income Taxes	-	4,509,048	-	4,509,048
Real Estate and Other Taxes	-	3,817,710	-	3,817,710
	<u>\$ 743,739,730</u>	<u>\$ 68,717,400</u>	<u>\$ 1,057,020</u>	<u>\$ 813,514,150</u>
Total				

See accompanying Notes to Consolidated Financial Statements.

**SERVANT FOUNDATION DBA: THE SIGNATRY
CONSOLIDATED STATEMENT OF FUNCTIONAL EXPENSES
YEAR ENDED MARCH 31, 2022**

	<u>Grants and Donor Services</u>	<u>Administrative</u>	<u>Development</u>	<u>Total</u>
Grants	\$ 444,379,394	\$ -	\$ -	\$ 444,379,394
Personnel	3,555,827	2,528,494	646,440	6,730,761
Travel	216,079	23,852	53,970	293,901
Meals and Entertainment	46,398	4,256	11,167	61,821
Facilities	3,127,876	162,394	-	3,290,270
Telecommunication	56,348	6,830	2,312	65,490
Office Supplies	14,516	26,908	2,796	44,220
Postage and Delivery	8,662	5,075	1,673	15,410
Copying and Printing	828	-	-	828
Professional Fees	2,434,270	605,748	-	3,040,018
Finance Charges	-	840,586	-	840,586
Advertising and Promotion	74,253,301	16,555	-	74,269,856
Insurance Expense	325,888	40,981	2,266	369,135
Licenses and Permits	784	33,412	-	34,196
Other Expenses	387,397	415,636	12,318	815,351
Repairs and Maintenance	1,222,927	-	-	1,222,927
Bad Debt Write-Offs	-	3,325,794	-	3,325,794
Depreciation Expense	-	5,345,848	-	5,345,848
Amortization Expense	-	552,445	-	552,445
Unrelated Business Income Taxes	-	575,122	-	575,122
Real Estate and Other Taxes	-	5,207,831	-	5,207,831
	<u>\$ 530,030,495</u>	<u>\$ 19,717,767</u>	<u>\$ 732,942</u>	<u>\$ 550,481,204</u>
Total				

See accompanying Notes to Consolidated Financial Statements.

**SERVANT FOUNDATION DBA: THE SIGNATRY
CONSOLIDATED STATEMENTS OF CASH FLOWS
YEARS ENDED MARCH 31, 2023 AND 2022**

	2023	2022
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase in Net Assets	\$ 91,694,563	\$ 400,872,401
Adjustments to Reconcile Change in Net Assets to Net Cash Provided by Operating Activities:		
Depreciation	5,395,599	5,345,848
Amortization	1,369,104	552,445
Bad Debt Write-Offs	661,275	3,325,794
Realized (Gains) Losses on Investments	7,012,065	(24,649,871)
Unrealized Losses on Investments	14,023,068	19,539,475
Loss on Return of Donated Artifacts	-	125,000
Change in Beneficial Interest in Trust Held by Others	-	7,135,781
Transfer of Cash, Investments, and Property and Equipment due to Dissolution of Supporting Organization	-	27,162,051
(Increase) Decrease in:		
Accounts Receivable	6,809,618	(1,721,188)
Prepaid Expenses	19,308	(72,852)
Artifacts	(90,200)	(2,269,300)
Other	(77,850)	(6,900)
Increase (Decrease) in:		
Accounts Payable	27,783,784	3,497,390
Accrued Expenses	(1,060,939)	2,692,107
Deferred Revenue	(12,055)	(228,943)
Notes Payable	105,000	122,674
Net Cash Provided by Operating Activities	153,632,340	441,421,912
CASH FLOWS FROM INVESTING ACTIVITIES		
Net Purchases of Property and Equipment	(135,122)	(279,488)
Proceeds from Sale of Property and Equipment	1,605	2,884,500
Gain/Loss on Sale of Property and Equipment	(3,240)	(690,561)
Net Issuance and payments Received on Notes Receivable	17,439,625	(23,113,542)
Net Intangible Asset Development Cost Disbursements	(25,316)	(3,268,204)
Construction in Progress	(6,823,420)	(497,287)
Software Development in Process	(1,958,157)	(2,188,572)
Net Purchases and Disposals of Investment	(150,164,052)	(412,540,087)
Net Cash Used by Investing Activities	(141,668,077)	(439,693,241)
NET INCREASE IN CASH AND CASH EQUIVALENTS	11,964,263	1,728,671
Cash and Cash Equivalents - Beginning of Year	34,820,643	33,091,972
CASH AND CASH EQUIVALENTS - END OF YEAR	\$ 46,784,906	\$ 34,820,643
SUPPLEMENTAL CASH FLOWS INFORMATION		
Receipt of Noncash Gifts of Real Estate, Investments, and Property and Equipment	\$ 103,729,191	\$ 169,013,116

See accompanying Notes to Consolidated Financial Statements.

**SERVANT FOUNDATION DBA: THE SIGNATRY
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
MARCH 31, 2023 AND 2022**

NOTE 1 NATURE OF OPERATIONS AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Organization

The corporation and supporting organizations, collectively the Servant Foundation, dba: The Signatry (the Foundation), was organized on May 31, 2000, as a nonprofit corporation. The defined mission of the Foundation is to inspire and facilitate revolutionary biblical generosity.

Principles of Consolidation

The accompanying consolidated financial statements include the accounts of Servant Foundation dba: The Signatry, its wholly owned limited liability companies, and the supporting organizations. See the consolidating schedules, included in the supplementary information, for a full list of entities that are consolidated.

All intercompany accounts and transactions have been eliminated upon consolidation.

Net Asset Transfer Out

During the year ended March 31, 2022, one of the Foundation's supporting organizations moved its assets to another organization. Below is a summary of the net assets transferred out:

Cash	\$ 2,236,976
Investments	22,224,822
Beneficial Interest in Trust	5,916,590
Property and Equipment, Net	4,937,229
Accrued Liabilities	(946)
Net Assets Transferred Out	<u>\$ 35,314,671</u>

Basis of Presentation

The accompanying consolidated financial statements of the Foundation have been prepared on the accrual basis of accounting in accordance with accounting principles generally accepted in the United States of America (GAAP).

**SERVANT FOUNDATION DBA: THE SIGNATRY
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
MARCH 31, 2023 AND 2022**

**NOTE 1 NATURE OF OPERATIONS AND SUMMARY OF SIGNIFICANT ACCOUNTING
POLICIES (CONTINUED)**

Basis of Presentation (Continued)

Revenues, gains, and losses are classified based on the existence or absence of donor-imposed restrictions. Accordingly, the net assets of the Foundation are classified and reported as follows:

Net Assets Without Donor Restrictions – Net assets that are not subject to any donor-imposed restrictions.

Net Assets With Donor Restrictions – Net assets subject to donor-imposed restrictions. Some donor restrictions are temporary in nature; those restrictions 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 are maintained in perpetuity. The Foundation has no net assets that must be maintained in perpetuity.

Donor restricted contributions are reported as increases in net assets with donor restrictions. When a restriction expires, net assets are reclassified from net assets with donor restrictions to net assets without donor restrictions in the statement of activities and changes in net assets.

Cash and Cash Equivalents

Cash and cash equivalents include all monies in banks and highly liquid investments purchased with original maturity dates of less than three months, unless held in the donor advised funds.

At various times, during the year, cash balances are in excess of the federally insured limits. The Foundation evaluates the financial stability of these institutions and believes the risk of loss is minimal. The Foundation had uninsured balances of approximately \$24,000,000 and \$18,000,000 at March 31, 2023 and 2022, respectively.

Investments and Investment Return

Investment securities are exposed to various risks, such as interest rate, market, and credit risk. Due to the risks associated with investment securities and the uncertainty related to changes in the fair value of investment securities, it is at least reasonably possible that changes in fair value could materially affect the net assets of the Foundation.

Investment return includes dividend, interest, and other investment income; realized and unrealized gains and losses on investments.

**SERVANT FOUNDATION DBA: THE SIGNATRY
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
MARCH 31, 2023 AND 2022**

NOTE 1 NATURE OF OPERATIONS AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Investments and Investment Return (Continued)

Investments are comprised of combinations of certificates of deposit, money market funds, debt and equity securities, mutual funds, real estate, life insurance policies, and artifacts. Certificates of deposit are stated at cost and life insurance policies are carried at their cash surrender value. Other investments are valued at lower of cost (or fair value at time of donation, if acquired by contribution) or fair value. Investments in some hedge funds and certain limited partnerships are recorded at net asset value (NAV), as a practical expedient.

The Foundation's Board of Directors (Board) has adopted policies for the allocation of investment income and administrative expenses to various funds for which the underlying assets are "pooled". Investment income earned by these pooled assets is allocated to each fund participating in the pool based on the average daily balance invested. Certain investments related to donor advised funds are maintained outside the pooled assets. Investment return for these funds is based on the actual investment performance of the related assets.

Donor Advised Funds

The Foundation maintains certain donor advised funds which are funds that are separately identified on the books and records of the Foundation by reference to contributions by a donor or donors. These funds are owned and controlled by the Foundation, with respect to which such donor (or other persons appointed or designated by such donor) has, or reasonably expects to have, advisory privileges with respect to the distribution or investment of amounts held in such funds.

Accounts Receivable

Accounts receivable are primarily comprised of receivables for office rent, and are carried at their estimated collectible amounts.

Notes Receivable

Notes receivable are stated at the outstanding principal balance plus any accrued and unpaid interest. The Foundation provides a reserve for uncollectible accounts, which is based upon a review of outstanding receivables. Payments are due as specified in the note agreements. Notes are considered delinquent and written off as bad debts based on evaluation of specific circumstances of the note.

Artifacts

The Organization maintains a collection of artifacts related to its mission. The Organization partners with museums and others to display, loan, and share its collection. This collection serves to educate and acquaint the public with the history behind the Organization's religious purpose and the Bible, preserving the history of Biblical generosity and legacy of family. Management obtains appraisals to estimate the fair market value of the non-cash gifts of artifacts at the time of the gift. These non-cash gifts are held at the initial fair market value, or cost, and are not adjusted to fair market value but are evaluated for impairment on an annual basis. The Organization does not sell artifacts.

**SERVANT FOUNDATION DBA: THE SIGNATRY
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
MARCH 31, 2023 AND 2022**

**NOTE 1 NATURE OF OPERATIONS AND SUMMARY OF SIGNIFICANT ACCOUNTING
POLICIES (CONTINUED)**

Property and Equipment

Property and equipment are carried at cost, if purchased, or fair market value, if donated. Gains and losses on disposition of property are recognized when incurred and increase net assets without restrictions unless specified for a restricted use. Depreciation expense is computed on a straight-line basis over the estimated useful lives of assets of five to ten years for furniture and equipment, five years for vehicles, five years for computer equipment, and three to 39 years for buildings and leasehold improvements.

Leases

The Foundation leases office space and office equipment. The Foundation determines if an arrangement is a lease at inception. Operating leases are included in operating lease right-of-use (ROU) assets, other current liabilities, and operating lease liabilities on the consolidated balance sheets. Finance leases are included in property and equipment, other current liabilities, and other long-term liabilities on our consolidated balance sheets. There were no ROU assets and liabilities at March 31, 2023 and 2022.

ROU assets represent the Foundation's right to use an underlying asset for the lease term and lease liabilities represent the Foundation's obligation to make lease payments arising from the lease. ROU assets and liabilities are recognized at the lease commencement date based on the present value of lease payments over the lease term. As most of leases do not provide an implicit rate, the Foundation uses its incremental borrowing rate based on the information available at commencement date in determining the present value of lease payments. The operating lease ROU asset also includes any lease payments made and excludes lease incentives. The lease terms may include options to extend or terminate the lease when it is reasonably certain that the Foundation will exercise that option. Lease expense for lease payments is recognized on a straight-line basis over the lease term. The Foundation has elected to recognize payments for short-term leases with a lease term of 12 months or less as expense as incurred and these leases are not included as lease liabilities or right of use assets on the consolidated balance sheet.

The Foundation has elected not to separate non lease components from lease components and instead accounts for each separate lease component and the nonlease component as a single lease component.

The Foundation's lease agreements do not contain any material residual value guarantees or material restrictive covenants.

In determining the discount rate used to measure the right-of-use asset and lease liability, the Foundation uses rates implicit in the lease, or if not readily available, the Foundation's incremental borrowing rate. The incremental borrowing rate used is based on an estimated secured rate comprised of a risk-free rate plus a credit spread as secured by Foundation assets. Determining a credit spread as secured by Foundation assets may require significant judgment.

SERVANT FOUNDATION DBA: THE SIGNATRY
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
MARCH 31, 2023 AND 2022

NOTE 1 NATURE OF OPERATIONS AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Contributions

Contributions of cash or other assets received without donor stipulations are reported as revenue and net assets without donor restrictions. Contributions received with a donor stipulation that limits their use are reported as revenue and net assets with donor restrictions.

Contributions of land, building, or equipment and other long-lived assets are reported as revenue and net assets without donor restrictions unless explicit donor stipulations specify how such assets must be used, in which case these gifts are reported as revenue and net assets with donor restrictions.

Contributions of services are recognized if the services received require specialized skills, are provided by individuals possessing those skills, and would typically need to be purchased if not provided by donation. There were no contributed services recognized for the years ended March 31, 2023 and 2022. Contributed goods held for and used by the Foundation are recorded at fair market value of the goods provided at the time of contribution.

Grant Expenses

Grant expenses are recorded when approved.

Beneficial Interest in Trusts

The Foundation had beneficial interests in a lead trust that is held by another entity during the year ended March 31, 2022. As of March 31, 2022, this interest does not exist any longer due to the net asset transfer out discussed in Note 1. The Foundation recorded its interest in this trust, upon discovery of their existence, at fair value as determined using the present value of the estimated future cash receipts to be received from the trust. Because of the complex issues related to collecting the data for these transactions, there can be a time delay in the recording of the asset because of the time needed for discovery, verification of the Foundation's rights and the determination of the valuation of future payments.

Functional Allocation of Expenses

The Foundation allocates its expenses on a functional basis among programs, administrative, and development. Expenses that can be identified with a specific program, administrative or development activity are assigned directly according to their natural expenditure classification.

SERVANT FOUNDATION DBA: THE SIGNATRY
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
MARCH 31, 2023 AND 2022

NOTE 1 NATURE OF OPERATIONS AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Income Taxes

The Internal Revenue Service (IRS) has determined the Foundation is a public charity under Section 501(c)(3) of the Internal Revenue Code. As such, the Foundation is exempt from federal income taxes on related income and files IRS Form 990 annually with the federal government. However, the Foundation is subject to federal income tax on any unrelated business taxable income. Total unrelated business income tax expense was \$4,509,049 and \$575,122 for the year ended March 31, 2023 and 2022, respectively. In addition, the Foundation recognizes in the financial statements the related taxes on revenue determined to be unrelated business income. The tax liability is based on its assessment of whether the revenue is substantially related to furthering the exempt purpose of the organization or not, using the threshold that it is more-likely-than-not based on technical merits, that the organization's position will be sustained upon examination. The Foundation follows the standard for evaluating uncertain tax positions and has determined no liability should be recorded for uncertain tax positions.

Use of Estimates

The preparation of financial statements in conformity with GAAP requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

Revenue Recognition

Revenue is recognized when it is earned and realized or realizable. Earned revenues are primarily earned based on rental agreements for tenants leasing office space. The revenue is recognized over time on a monthly basis for the office space used by customers.

Endowment Funds

GAAP requires nonprofit entities to disclose additional information for endowment and quasi-endowment funds. As the Foundation maintains variance power for all funds and there are no funds with donor restrictions that are permanent, it is the opinion of management that these disclosures are not required.

SERVANT FOUNDATION DBA: THE SIGNATRY
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
MARCH 31, 2023 AND 2022

NOTE 1 NATURE OF OPERATIONS AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Investment Policy

The Foundation has adopted investment policies for their funds with the objective of seeking competitive market returns to preserve and grow the capital of funds for the grant making and operating expenses of the funds, now and in the future. Diversification of assets is employed to ensure that adverse results from one asset class will not have a detrimental effect on total returns. Diversification is interpreted to include diversification by type, characteristics, and number of investments. The Foundation's policy emphasizes funds to be invested in assets with quoted prices in active markets, unless approved by the investment committee in advance.

Adoption of New Accounting Standards

In February 2016, the Financial Accounting Standards Board (FASB) issued Accounting Standards Update (ASU) 2016-02, *Leases* (ASC 842). The new standard increases transparency and comparability among organizations related to leasing activities. Under the standard, disclosures are required to meet the objective of enabling users of financial statements to assess the amount, timing, and uncertainty of cash flows arising from leases. Implementation of the new standard did not result in material changes to amounts reported in the consolidated financial statements but did require enhanced disclosures about the Foundation's leasing activities.

The Foundation adopted the requirements of the guidance effective April 1, 2022 and has elected to apply the provisions of this standard to the beginning of the period of adoption, with certain practical expedients available.

The Foundation has elected to adopt the package of practical expedients available in the year of adoption. The Foundation has not elected the available practical expedient to use hindsight in determining the lease term.

In September 2020, FASB issued ASU 2020-07 *Presentation and Disclosures by Not-for-Profit Entities for Contributed Nonfinancial Assets*. This update increases the transparency of contributed nonfinancial assets for not-for-profit entities through enhancement to presentation and disclosure, including presentation of contributed nonfinancial assets as a separate line item in the consolidated statement of activities, apart from contributions of cash and other financial assets. This ASU was implemented for the year ended March 31, 2023 and has been applied on a retrospective basis through additional disclosures of amounts presented for the 2022 financial statements.

SERVANT FOUNDATION DBA: THE SIGNATRY
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
MARCH 31, 2023 AND 2022

NOTE 2 INVESTMENT RETURN AND FAIR VALUE MEASUREMENTS

GAAP defines fair value and establishes a consistent framework for measuring fair value for certain assets and liabilities. 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 conditions, regardless of whether that price is directly observable or estimated using a valuation technique. GAAP establishes a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (Level 1 measurements) and the lowest priority to unobservable inputs (Level 3 measurements).

An asset's or liability's classification within the hierarchy is determined based on the lowest level input that is significant to the fair value measurement. The three levels of the fair value hierarchy are described below:

Level 1 – Inputs to the valuation methodology are unadjusted quoted prices for identical assets or liabilities in active markets that the Foundation has the ability to access.

Level 2 – Inputs to the valuation methodology include:

- quoted prices for similar assets or liabilities in active markets;
- quoted prices for identical or similar assets or liabilities in inactive markets;
- inputs other than quoted prices that are observable for the asset or liability;
- inputs that are derived principally from or corroborated by observable market data by correlation or other means.

If the asset or liability has a specified (contractual) term, the Level 2 input must be observable for substantially the full term of the asset or liability.

Level 3 – Inputs to the valuation methodology are unobservable and significant to the fair value measurement.

The methods described above may produce a fair value calculation that may not be indicative of net realizable or 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 Foundation's investment portfolio is subject to significant fluctuations in its value. Because the values of individual investments fluctuate with market conditions, the amount of investment gains or losses that the Foundation will recognize in its future financial statements, if any, cannot be determined.

**SERVANT FOUNDATION DBA: THE SIGNATRY
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
MARCH 31, 2023 AND 2022**

NOTE 2 INVESTMENT RETURN AND FAIR VALUE MEASUREMENTS (CONTINUED)

The Foundation's assets are measured at fair value on a recurring basis as of March 31 are as follows:

	2023			
	Fair Value Measurements Using			Total
	Level 1	Level 2	Level 3	
Equity Securities				
Mutual Funds	\$ 331,863,734	\$ -	\$ -	\$ 331,863,734
Stock	38,713,285	-	-	38,713,285
ETF	99,955,505	-	-	99,955,505
Unit Investment Trust	202,477	-	-	202,477
Fixed Income				
Bonds	-	131,301,427	-	131,301,427
Certificate of Deposits	-	498,310	-	498,310
U.S. Treasury Bills, Bonds, and Notes	-	210,404,448	-	210,404,448
Total Investments at Fair Value	<u>\$ 470,735,001</u>	<u>\$ 342,204,185</u>	<u>\$ -</u>	<u>812,939,186</u>
Cash and Cash Equivalents				104,862,983
Investments Measured at Net Asset Value or its Equivalent				95,541,910
Investments Held at Cost				165,665,955
Total Investments				<u>\$ 1,179,010,034</u>

	2022			
	Fair Value Measurements Using			Total
	Level 1	Level 2	Level 3	
Equity Securities				
Mutual Funds	\$ 440,251,568	\$ -	\$ -	\$ 440,251,568
Stock	48,980,586	-	-	48,980,586
ETF	83,491,670	-	-	83,491,670
Fixed Income				
Bonds	-	27,814,964	-	27,814,964
Corporate Bonds	-	17,411,458	-	17,411,458
U.S. Treasury Bills, Bonds, and Notes	-	47,510,053	-	47,510,053
Total Investments at Fair Value	<u>\$ 572,723,824</u>	<u>\$ 92,736,475</u>	<u>\$ -</u>	<u>665,460,299</u>
Cash and Cash Equivalents				203,106,836
Investments Measured at Net Asset Value or its Equivalent				98,249,373
Investments Held at Cost				83,064,607
Total Investments				<u>\$ 1,049,881,115</u>

Investments held at cost include closely held stock, LLC units, and partnership interests. These investments are accepted as gifts at the fair market value at the time of the gift. Management obtains appraisals to estimate the fair market value of the non-cash gifts at the time of the gift. These non-cash gifts are held at the initial fair market value, or cost, and are not adjusted to fair market value but are evaluated for impairment on an annual basis.

**SERVANT FOUNDATION DBA: THE SIGNATRY
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
MARCH 31, 2023 AND 2022**

NOTE 2 INVESTMENT RETURN AND FAIR VALUE MEASUREMENTS (CONTINUED)

The following is a reconciliation of the beginning and ending balances of recurring fair value measurements recognized in the accompanying consolidated financial statements of financial position using significant unobservable (Level 3) inputs:

	Beneficial Interest In Trust
Balance - April 1, 2021	\$ 7,135,781
Payments Received	(1,219,191)
Transfer Out	(5,916,590)
Balance - March 31, 2022	\$ -

The following is a summary of the investments whose net asset value approximates fair value and the related unfunded commitments and redemption restrictions associated with each major category at March 31.

	2023			
	Net Asset Value	Unfunded Commitments	Redemption Frequency	Redemption Notice Period
Fund of Funds	\$ 48,233,561	\$ 60,229	Various	Various
REIT	1,715,162	-	N/A	N/A
Hard Assets	378,013	-	Various	Various
Hedge Funds	2,234,358	-	Various	Various
Real Estate and Infrastructure Funds	578,434	-	Various	Various
Alternative Investments	42,402,382	6,876,487	Various	Various
Total Investments at Fair Value	\$ 95,541,910	\$ 6,936,716		
	2022			
	Net Asset Value	Unfunded Commitments	Redemption Frequency	Redemption Notice Period
Fund of Funds	\$ 49,230,812	\$ 108,456	Various	Various
REIT	324,941	-	N/A	N/A
Hedge Funds	3,072,583	-	Various	Various
Alternative Investments	45,621,037	7,295,142	Various	Various
Total Investments at Fair Value	\$ 98,249,373	\$ 7,403,598		

Net asset value investments include domestic and foreign equity securities, including emerging markets, through limited partnerships, trusts and separately managed accounts. The Foundation's portfolio of alternative investments includes limited liability company and limited partnership private equity fund investments. The external investment managers value the investments at fair value, which is determined in good faith based primarily on data supplied by each private investment company. Fair value is generally equal to the capital of the private investment company determined from audited financial statements prepared in accordance with GAAP. If the Fund determines through its own due diligence that the reported NAV is materially different than fair value, the Fund will estimate fair value in good faith. Management uses quarterly statements provided by the Fund to record net asset value for the investments held by the Foundation. There can be a limited market for some of these investments with limited visibility to transactions and, therefore, it is reasonable to conclude that if the Foundation were to sell any of these investments, there could be a difference between the sale price and the net asset value.

**SERVANT FOUNDATION DBA: THE SIGNATRY
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
MARCH 31, 2023 AND 2022**

NOTE 2 INVESTMENT RETURN AND FAIR VALUE MEASUREMENTS (CONTINUED)

Total investment return is comprised of the following:

	<u>2023</u>	<u>2022</u>
Interest and dividend income	\$ 22,597,404	\$ 11,013,730
Net Realized Gains (Losses)	(7,012,065)	24,649,871
Net Change in Unrealized Gains and (Losses)	(14,023,068)	(19,539,475)
Equity in Loss of Joint Venture	(1,825,026)	(3,382,043)
Investment Fees	<u>(2,487,050)</u>	<u>(1,458,110)</u>
Total	<u>\$ (2,749,805)</u>	<u>\$ 11,283,973</u>

Capital Call Commitments

Total capital call commitments are \$7,605,821 and \$7,403,598 at March 31, 2023 and 2022, respectively. Of these amounts, \$6,936,716 and \$7,403,598, respectively, are included in the net asset value table above.

NOTE 3 NOTES RECEIVABLE

The notes receivable are carried at unpaid principal balance plus accrued interest. The Foundation's management practice is to write off any note or portion of a note when the note is determined by management to be uncollectible due to the borrower's failure to meet repayment terms, the borrower's deteriorating or deteriorated financial condition, or for other reasons.

Notes receivable at March 31 consist of the following:

<u>Description</u>	<u>2023</u>	<u>2022</u>
Due from an individual; interest and principal due at maturity	\$ 1,500,000	\$ 2,000,000
Due from for-profit organization; matures October 7, 2024; interest accrued at 5% per annum; interest and principal due at maturity	1,000,000	-
Due from for-profit organization; matures December 9, 2023; interest accrued at 3% per annum; interest and principal due at maturity	1,500,000	-
Due from for-profit organization; matures April 1, 2023; interest accrued at 8% per annum and is due monthly; principal is due in full on maturity date	1,700,000	1,700,000
Due from for-profit organization, matures December 31, 2023; interest accrues at 6% per annum; interest and principal payments are due monthly	596,658	560,082

**SERVANT FOUNDATION DBA: THE SIGNATRY
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
MARCH 31, 2023 AND 2022**

NOTE 3 NOTES RECEIVABLE (CONTINUED)

<u>Description</u>	<u>2023</u>	<u>2022</u>
Due from an individual; matures December 1, 2025; interest accrued at 7% per annum; interest and principal payments are due monthly	\$ 41,478	\$ 43,178
Due from for-profit organization; matures November 10, 2023; interest accrued at 3% per annum; interest and principal payments are due monthly	40,188	39,063
Due from an individual; matures January 21, 2024; interest accrued at 2% per annum; interest and principal payments are due monthly	141,825	148,343
Due from for-profit organization; matures March 31, 2024; interest accrued at 12% per annum; interest and principal payments are due monthly	5,450,000	5,000,000
Due from for-profit organization; matures December 31, 2024; interest accrued at 3% per annum; interest and principal payments are due at maturity	70,000	70,000
Due from related party; matured December 31, 2022; interest accrued at 10% per annum; balloon payment due at maturity	-	2,750,000
Due from for-profit organization; matured December 15, 2022; interest accrued at 15% per annum; balloon payment due at maturity	-	500,000
Due from for-profit organization; matures January 26, 2024; interest accrued at 15% per annum; balloon payment due at maturity	500,000	500,000
Due from for-profit organization; matures January 26, 2024; interest accrued at 15% per annum; interest and principal due at maturity	800,000	-
Due from for-profit organization; matures April 4, 2023; interest accrued at 15% per annum; balloon payment due at maturity	381,285	698,918
Due from not-for-profit college; matured April 22, 2022; interest accrued at 8% per annum; interest and principal due at maturity	500,000	500,000

**SERVANT FOUNDATION DBA: THE SIGNATRY
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
MARCH 31, 2023 AND 2022**

NOTE 3 NOTES RECEIVABLE (CONTINUED)

<u>Description</u>	<u>2023</u>	<u>2022</u>
Due from for-profit organization; matures January 31, 2027; interest accrued at 2.81% per annum; balloon payment due at maturity	\$ 120,639	\$ 116,639
Due from for-profit organization; matured June 2022; principal payments were due monthly	-	24,939
Due from for-profit organization; matures May 31, 2023; interest accrued at 8% per annum; interest and principal due at maturity	337,000	313,000
Due from for-profit organization; matures December 31, 2023; interest accrued at 6% per annum; interest and principal payments are due at maturity	1,094,849	1,034,849
Due from for-profit organization; matures June 30, 2024; interest accrued at 8% per annum; interest and principal due at maturity	3,171,616	-
Due from for-profit organization; matures March 9, 2025; interest accrued at 12% per annum; interest is due monthly; principal is due in full on maturity date	300,000	300,000
Due from for-profit organization; matures June 30, 2025; interest accrued at 12% per annum; interest is due monthly; principal is due in full on maturity date	250,000	-
Due from for-profit organization; matures December 31, 2023; interest accrued at 6% per annum; interest and principal due at maturity	514,630	-
Due from for-profit organization; matures December 31, 2024; interest accrued at 5% per annum; interest and principal due at maturity	250,000	-
Due from for-profit organization; matures August 30, 2024; interest accrued at 8% per annum; interest and principal due at maturity	785,000	-
Due from for-profit organization; matures December 15, 2028; interest accrues at 4% per annum; interest and principal payments are due monthly	934,726	1,076,488

**SERVANT FOUNDATION DBA: THE SIGNATRY
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
MARCH 31, 2023 AND 2022**

NOTE 3 NOTES RECEIVABLE (CONTINUED)

<u>Description</u>	<u>2023</u>	<u>2022</u>
Due from for-profit organization; matures January 1, 2052; interest accrued at 5.5% per annum; interest and principal payments due monthly	\$ 915,316	\$ 927,959
Due from two individuals; matures December 1, 2029; interest accrued at 4% per annum; interest and principal payments are due monthly	125,036	190,623
Due from for-profit organization; matures December 20, 2030; interest accrued at 4% per annum; interest and principal payments are due monthly	1,350,140	1,507,736
Due from an individual; matures October 17, 2030; interest accrued at 4% per annum; interest and principal payments are due monthly	6,652,670	6,652,670
Due from an individual; matures June 30, 2026; interest accrued at 7% per annum; interest payments due monthly; principal due in full on maturity date	-	8,000,658
Due from an individual; matures November 15, 2026; interest accrued at 4% per annum; interest and principal payments are due monthly	126,765	158,239
Due from two individuals; matures November 19, 2023; interest accrued at 4% per annum; interest and principal payments are due annually	163,138	13,120,000
Due from an individual; matures September 30, 2028; interest accrued at 5.3% per annum; interest and principal are due at maturity	-	289,561
Due from for-profit organization; matures October 1, 2031; interest accrued at 5.5% per annum; interest and principal payments are due monthly	-	546,027
Due from an individual; matures September 1, 2031; interest accrued at 4% per annum; interest and principal payments are due annually	<u>278,794</u>	<u>304,125</u>
Total Notes Receivable	31,591,753	49,073,097
Less: Allowance for Doubtful Accounts	<u>(2,697,253)</u>	<u>(2,077,697)</u>
Total Notes Receivable, Net	<u>\$ 28,894,500</u>	<u>\$ 46,995,400</u>

SERVANT FOUNDATION DBA: THE SIGNATRY
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
MARCH 31, 2023 AND 2022

NOTE 4 PROPERTY AND EQUIPMENT

Property and equipment at March 31, 2023 consists of:

	<u>2023</u>	<u>2022</u>
Land	\$ 59,281,833	\$ 59,281,833
Building and Building Improvements	197,558,651	197,538,847
Computer Equipment and Software	152,409	112,281
Give Interactive Software	6,018,581	-
Equipment and Furniture	5,531,374	2,149,464
Leasehold Improvements	4,291,237	3,502,193
Subtotal	<u>272,834,085</u>	<u>262,584,618</u>
Less: Accumulated Depreciation and Amortization	<u>(26,723,908)</u>	<u>(20,311,237)</u>
Total	<u>\$ 246,110,177</u>	<u>\$ 242,273,381</u>

NOTE 5 NET ASSETS

The Foundation had no net assets with donor restrictions as of March 31, 2023 and 2022.

NOTE 6 AVAILABILITY AND LIQUIDITY

The Foundation strives to maintain liquid financial assets sufficient to cover operating expenditures. The following table reflects the Foundation's financial assets as of March 31, reduced by amounts that are not available to meet general expenditures because of contractual restrictions.

	<u>2023</u>	<u>2022</u>
Financial Assets at Year-End:		
Cash and Cash Equivalents	\$ 46,784,906	\$ 34,820,643
Accounts Receivable	5,093,437	11,344,345
Investments	1,013,344,079	966,816,508
Less: Amounts Not Available to be Used		
Within One Year:		
Net Assets with Donor Restrictions	<u>-</u>	<u>-</u>
Financial Assets Available to Meet General		
Appropriations	<u>\$ 1,065,222,422</u>	<u>\$ 1,012,981,496</u>

The financial assets available to meet general expenditures include funds that are held within the donor advised funds and are not used by the Foundation to meet general expenditures.

**SERVANT FOUNDATION DBA: THE SIGNATRY
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
MARCH 31, 2023 AND 2022**

NOTE 7 IN-KIND CONTRIBUTIONS

In-Kind contributions consisted of the following at March 31:

	<u>2023</u>	<u>2022</u>	<u>Purpose/Utilization</u>
Shares of Stock	\$ 28,096,094	\$ 50,262,909	To be sold to further the mission of the Foundation
Complex Assets	75,542,897	116,480,907	To be sold to further the mission of the Foundation
Artifacts	90,200	2,269,300	Educate others on the Foundation's religious purpose
Total Noncash Gifts	<u>\$ 103,729,191</u>	<u>\$ 169,013,116</u>	

Gifted shares of stock are valued at the fair market value at the time of the gift.

Complex assets include closely held stock, LLC units, and partnership interests. These investments are accepted as gifts at the fair market value at the time of the gift. Management obtains appraisals to estimate the fair market value of the non-cash gifts at the time of the gift.

The Organization maintains a collection of artifacts related to its mission. The Organization partners with museums and others to display, loan, and share its collection. This collection serves to educate and acquaint the public with the history behind the Organization's religious purpose and the Bible, preserving the history of Biblical generosity and legacy of family. Management obtains appraisals to estimate the fair market value of the artifacts at the time of the gift.

The in-kind contributions are reflected within the contributions line within multiple entities on the consolidating statements of activities.

NOTE 8 LEASE INCOME

The Foundation leases real estate and office space to tenants with terms of 1 to 20 years. The following is a schedule by years of future minimum rental receipts as of March 31, 2023:

<u>Year Ending March 31,</u>	<u>Amount</u>
2024	\$ 6,930,782
2025	15,036,113
2026	15,059,267
2027	14,985,301
2028	14,366,715
Thereafter	208,886,821
Total	<u><u>\$ 275,264,999</u></u>

SERVANT FOUNDATION DBA: THE SIGNATRY
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
MARCH 31, 2023 AND 2022

NOTE 9 LEASE EXPENSE

The Foundation leases office space and equipment under general operating leases requiring varying monthly payments that range in expiration through September 2024. Rent expense for office space and equipment was \$161,496 and \$160,733 for the years ended March 31, 2023 and 2022, respectively.

Future minimum lease payments required under operating leases as of March 31, 2023 are as follows:

<u>Year Ending March 31,</u>	<u>Amount</u>
2024	\$ 177,610
2025	29,736
Total	<u>\$ 207,346</u>

NOTE 10 DEFINED CONTRIBUTION PLAN

All regular full-time employees are eligible to participate in the Foundation's 401(k) plan. Eligible Foundation employees may make contributions to the plan. The Foundation does voluntarily make matching contributions to the plan. During the years ended March 31, 2023 and 2022, the Foundation made contributions of \$216,168 and \$151,472 to the plan, respectively.

NOTE 11 NOTES PAYABLE

Notes payable at March 31 consist of the following:

<u>Description</u>	<u>2023</u>	<u>2022</u>
Due to multiple parties; matures March 16, 2030; interest accrues at 6% per annum, without adding to principal; interest only payments at 3% due annually beginning March 16, 2025; principle and unpaid interest is due in full on maturity date	\$ 1,999,000	\$ 1,894,000
Total	<u>\$ 1,999,000</u>	<u>\$ 1,894,000</u>

SERVANT FOUNDATION DBA: THE SIGNATRY
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
MARCH 31, 2023 AND 2022

NOTE 12 INVESTMENT IN JOINT VENTURE

The Foundation has a controlling interest in Highroads Members Resort, LLC, which has a 33% interest in Lakeside Resort Holdings, LLC, a general partnership formed to construct a resort, which is accounted for using the equity method. The following information summarizes the activity of the joint venture through March 31:

	<u>2023</u>	<u>2022</u>
Total Assets	\$ 96,747,172	\$ 102,367,381
Total Liabilities	79,533,988	78,450,579
Capital	17,213,185	23,916,802
Revenue	38,174,906	34,158,452
Net Loss	6,903,617	7,459,064

NOTE 13 CONCENTRATIONS

Approximately 76% of contributions were received from six donors during the year ended March 31, 2023. Approximately 70% of contributions were received from six donors during the year ended March 31, 2022.

NOTE 14 COMMITMENTS

The Foundation has commitments of approximately \$11,000,000 for various projects included in Construction in Progress that are expected to be completed within a year.

NOTE 15 SUBSEQUENT EVENTS

The Foundation evaluated subsequent events through September 12, 2023, the date the financial statements were available to be issued. Events or transactions occurring after March 31, 2023, but prior to September 12, 2023, that provided additional evidence about conditions that existed at March 31, 2023, have been recognized in the financial statements.

**SERVANT FOUNDATION DBA: THE SIGNATRY
CONSOLIDATING STATEMENT OF FINANCIAL POSITION
MARCH 31, 2023
(SEE INDEPENDENT AUDITORS' REPORT ON SUPPLEMENTARY INFORMATION)**

	Assets Holdco LLC	Signatry Charitable Trust	DD and Velma Davis Family Foundation	Give Interactive LLC	Servant Foundation	The Signatry Artifacts LLC	The Signatry Trust Assets, LLC	The Signatry Complex Assets LLC	The Signatry Real Property, LLC	IDonate Real Property	Shumard Foundation	He Gets Us	Eliminations	Consolidated Totals
ASSETS														
Cash and Cash Equivalents	\$ 49,135	\$ 9,563,824	\$ 1,723,620	\$ 813,564	\$ 14,971,138	\$ 200,000	\$ 958,406	\$ 146,664	\$ 8,808,762	\$ 74,330	\$ 1,544,456	\$ 7,931,007	\$ -	\$ 46,784,906
Accounts Receivable	-	305,643	34,771	718,098	10,641,906	-	60,991	5,576	3,670,300	-	301,869	-	(10,645,717)	5,093,437
Investments	-	182,500,341	37,984,512	-	910,586,180	-	1,908,967	23,453,351	9,507,400	62,000	16,947,440	-	(3,940,157)	1,179,010,034
Prepaid Expenses	-	-	-	5,051	121,855	201,975	-	-	175,871	-	-	-	-	504,752
Other	-	-	-	35,065	14,968	-	-	-	81,094	-	-	-	-	131,127
Construction in Progress	-	-	-	-	-	-	-	-	2,770,460	-	-	-	-	2,770,460
Software Development in Process	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Notes Receivable, Net	934,726	14,402,291	2,304,959	-	11,307,862	-	-	6,065,794	41,478	-	2,908,670	-	(9,071,280)	28,894,500
Intangible Assets, Net	-	-	265,069	-	-	-	-	-	3,319,284	-	-	-	-	3,584,353
Artifacts	-	-	-	-	-	188,564,920	-	-	-	-	-	-	-	188,564,920
Property and Equipment, Net	-	-	-	5,144,858	103,886	-	-	-	240,861,433	-	-	-	-	246,110,177
Total Assets	\$ 983,861	\$ 206,772,099	\$ 42,312,931	\$ 6,716,636	\$ 947,747,795	\$ 188,966,895	\$ 2,928,364	\$ 29,671,385	\$ 269,236,082	\$ 136,330	\$ 21,702,435	\$ 7,931,007	\$ (23,657,154)	\$ 1,701,448,666
LIABILITIES AND NET ASSETS														
LIABILITIES														
Accounts Payable	\$ -	\$ -	\$ 310,000	\$ 399,685	\$ 1,203,241	\$ -	\$ 147,676	\$ -	\$ 164,033	\$ 61,753	\$ 37,114	\$ 39,981,923	\$ (10,464,380)	\$ 31,841,045
Grant Payable	-	-	-	-	-	-	-	-	-	-	1,535,350	-	-	1,535,350
Accrued Expenses	-	1,014,784	-	57,393	431,073	-	-	-	964,008	-	-	-	-	2,467,258
Deferred Revenue	-	-	-	-	19,824	-	-	-	-	-	-	-	-	19,824
Notes Payable	-	-	-	11,070,280	-	-	-	-	-	-	-	-	(9,071,280)	1,999,000
Total Liabilities	-	1,014,784	310,000	11,527,358	1,654,138	-	147,676	-	1,128,041	61,753	1,572,464	39,981,923	(19,535,660)	37,862,477
NET ASSETS														
Controlling Interest in Net Assets														
Without Donor Restrictions	983,861	205,757,315	38,886,865	(4,810,722)	946,093,657	188,966,895	2,780,688	29,671,385	268,108,041	74,577	20,129,971	(32,050,916)	(4,121,494)	1,660,470,123
Noncontrolling Interest	-	-	3,116,066	-	-	-	-	-	-	-	-	-	-	3,116,066
Total Net Assets	983,861	205,757,315	42,002,931	(4,810,722)	946,093,657	188,966,895	2,780,688	29,671,385	268,108,041	74,577	20,129,971	(32,050,916)	(4,121,494)	1,663,586,189
Total Liabilities and Net Assets	\$ 983,861	\$ 206,772,099	\$ 42,312,931	\$ 6,716,636	\$ 947,747,795	\$ 188,966,895	\$ 2,928,364	\$ 29,671,385	\$ 269,236,082	\$ 136,330	\$ 21,702,435	\$ 7,931,007	\$ (23,657,154)	\$ 1,701,448,666

**SERVANT FOUNDATION DBA: THE SIGNATRY
CONSOLIDATING STATEMENT OF FINANCIAL POSITION
MARCH 31, 2022
(SEE INDEPENDENT AUDITORS' REPORT ON SUPPLEMENTARY INFORMATION)**

	Assets Holdco LLC	Bicknell Family Foundation	Signatry Charitable Trust	DD and Velma Davis Family Foundation	Give Interactive LLC	Servant Foundation	The Signatry Artifacts LLC	The Signatry Trust Assets, LLC	The Signatry Complex Assets LLC	The Signatry Real Property, LLC	IDonate Real Property	Shumard Foundation	He Gets Us	Eliminations	Consolidated Totals
ASSETS															
Cash and Cash Equivalents	\$ 49,134	\$ -	\$ 6,508,210	\$ 1,024,236	\$ 1,977,232	\$ 11,190,589	\$ 200,000	\$ 667,124	\$ 770	\$ 10,177,114	\$ 67,584	\$ 2,958,650	\$ -	\$ -	\$ 34,820,643
Accounts Receivable	-	-	5,272,282	220	396,750	345,403	-	60,989	150,000	3,295,472	-	2,504,748	-	(681,519)	11,344,345
Investments	-	-	103,279,603	40,632,431	-	884,351,078	-	3,642,257	3,270,091	7,581,500	62,000	11,002,312	-	(3,940,157)	1,049,881,115
Prepaid Expenses	-	-	-	-	-	83,530	264,881	-	-	175,649	-	-	-	-	524,060
Other	-	-	-	-	12,283	14,968	-	-	-	26,026	-	-	-	-	53,277
Construction in Progress	-	-	-	-	-	-	-	-	-	104,015	-	-	-	-	104,015
Software Development in Process	-	-	-	-	6,290,290	-	-	-	-	-	-	-	-	-	6,290,290
Notes Receivable, Net	1,076,488	-	30,557,886	3,068,959	-	6,758,142	-	-	6,452,713	68,117	-	5,907,860	-	(6,894,765)	46,995,400
Intangible Assets, Net	-	-	-	265,069	-	-	-	-	-	3,583,153	-	-	-	-	3,848,222
Artifacts	-	-	-	-	-	-	188,474,720	-	-	-	-	-	-	-	188,474,720
Property and Equipment, Net	-	-	-	-	20,788	80,786	-	-	-	242,171,807	-	-	-	-	242,273,381
Total Assets	\$ 1,125,622	\$ -	\$ 145,617,981	\$ 44,990,915	\$ 8,697,343	\$ 902,824,496	\$ 188,939,601	\$ 4,370,370	\$ 9,873,574	\$ 267,182,853	\$ 129,584	\$ 22,373,570	\$ -	\$ (11,516,441)	\$ 1,584,609,468
LIABILITIES AND NET ASSETS															
LIABILITIES															
Accounts Payable	\$ -	\$ -	\$ -	\$ 125,000	\$ 1,862,888	\$ 1,225,149	\$ -	\$ 147,676	\$ -	\$ 163,464	\$ 61,753	\$ 40,269	\$ 2,125,034	\$ (549,867)	\$ 5,201,366
Grant Payable	-	-	-	-	-	-	-	-	-	-	-	2,062,400	-	-	2,062,400
Accrued Expenses	-	-	1,476,843	-	80,593	1,485,940	-	-	-	484,821	-	-	-	-	3,528,197
Deferred Revenue	-	-	-	-	-	31,879	-	-	-	-	-	-	-	-	31,879
Notes Payable	-	-	-	-	9,041,055	-	-	-	-	-	-	-	-	(7,147,055)	1,894,000
Total Liabilities	-	-	1,476,843	125,000	10,984,536	2,742,968	-	147,676	-	648,285	61,753	2,102,669	2,125,034	(7,696,922)	12,717,842
NET ASSETS															
Controlling Interest in Net Assets															
Without Donor Restrictions	1,125,622	-	144,141,138	41,173,455	(2,287,193)	900,081,528	188,939,601	4,222,694	9,873,574	266,534,568	67,831	20,270,901	(2,125,034)	(3,819,519)	1,568,199,166
Noncontrolling Interest	-	-	-	3,692,460	-	-	-	-	-	-	-	-	-	-	3,692,460
Total Net Assets	1,125,622	-	144,141,138	44,865,915	(2,287,193)	900,081,528	188,939,601	4,222,694	9,873,574	266,534,568	67,831	20,270,901	(2,125,034)	(3,819,519)	1,571,891,626
Total Liabilities and Net Assets	\$ 1,125,622	\$ -	\$ 145,617,981	\$ 44,990,915	\$ 8,697,343	\$ 902,824,496	\$ 188,939,601	\$ 4,370,370	\$ 9,873,574	\$ 267,182,853	\$ 129,584	\$ 22,373,570	\$ -	\$ (11,516,441)	\$ 1,584,609,468

**SERVANT FOUNDATION DBA: THE SIGNATRY
CONSOLIDATING STATEMENT OF ACTIVITIES
YEAR ENDED MARCH 31, 2023
(SEE INDEPENDENT AUDITORS' REPORT ON SUPPLEMENTARY INFORMATION)**

	Assets Holdco LLC	Signatry Charitable Trust	DD and Velma Davis Family Foundation	Give Interactive LLC	Servant Foundation	The Signatry Artifacts LLC	The Signatry Trust Assets, LLC	The Signatry Complex Assets LLC	The Signatry Real Property, LLC	IDonate Real Property	Shumard Foundation	He Gets Us	Eliminations	Consolidated Totals
NET ASSETS WITHOUT DONOR RESTRICTIONS														
Revenues and Support:														
Contributions	\$ -	\$ 38,242,093	\$ -	\$ -	\$ 821,383,321	\$ 450,000	\$ -	\$ 224,905	\$ 15,000	\$ -	\$ -	\$ 190,305,824	\$ (261,750,255)	\$ 788,870,888
Noncash Contributions	-	48,311,186	-	-	30,114,070	90,200	-	21,093,835	4,119,900	-	-	-	-	103,729,191
Investment Income (Loss)	40,479	8,163,399	(1,453,718)	416	(11,178,388)	-	1,195,985	994,867	(235,719)	1,276	2,575,748	26,168	(2,880,318)	(2,749,805)
Income from Services	-	-	-	1,464,500	897,424	-	-	-	7,740	-	(244,317)	-	(1,361,757)	763,590
Rental Income	-	37,735	-	-	-	-	-	-	13,498,484	6,606	-	-	-	13,542,825
Special Events	-	-	-	-	27,050	-	-	-	-	-	-	-	-	27,050
Other	-	-	352,413	-	34	-	-	96,133	-	-	-	-	-	448,580
Total Operating Revenue	40,479	94,754,413	(1,101,305)	1,464,916	841,243,511	540,200	1,195,985	22,409,740	17,405,405	7,882	2,331,431	190,331,992	(265,992,330)	904,632,319
Program Expenses:														
Grants	182,240	28,511,814	685,004	-	779,610,370	142,101	2,637,991	2,611,929	1,988,996	-	972,648	712,200	(262,257,811)	555,797,482
Donor Services	-	8,220	27,540	11,155	9,811,130	370,805	-	-	4,175,878	-	6,826	174,335,208	(804,514)	187,942,248
Administrative Expenses	-	4,618,202	1,049,135	3,977,290	4,756,862	-	-	-	9,667,058	1,136	1,492,887	45,206,466	(2,051,636)	68,717,400
Development Expenses	-	-	-	-	1,053,020	-	-	-	-	-	-	4,000	-	1,057,020
Total Expenses	182,240	33,138,236	1,761,679	3,988,445	795,231,382	512,906	2,637,991	2,611,929	15,831,932	1,136	2,472,361	220,257,874	(265,113,961)	813,514,150
CHANGE IN NET ASSET WITHOUT DONOR RESTRICTIONS	(141,761)	61,616,177	(2,862,984)	(2,523,529)	46,012,129	27,294	(1,442,006)	19,797,811	1,573,473	6,746	(140,930)	(29,925,882)	(878,369)	91,118,169
NET ASSETS WITH DONOR RESTRICTIONS														
Net Assets Released from Restrictions	-	-	-	-	-	-	-	-	-	-	-	-	-	-
CHANGE IN NET ASSETS WITH DONOR RESTRICTIONS	-	-	-	-	-	-	-	-	-	-	-	-	-	-
TOTAL CHANGE IN NET ASSETS	(141,761)	61,616,177	(2,862,984)	(2,523,529)	46,012,129	27,294	(1,442,006)	19,797,811	1,573,473	6,746	(140,930)	(29,925,882)	(878,369)	91,118,169
Noncontrolling Interest Loss	-	-	576,394	-	-	-	-	-	-	-	-	-	-	576,394
CHANGE IN NET ASSETS WITHOUT NONCONTROLLING INTEREST LOSS	(141,761)	61,616,177	(2,286,590)	(2,523,529)	46,012,129	27,294	(1,442,006)	19,797,811	1,573,473	6,746	(140,930)	(29,925,882)	(878,369)	91,694,563
Net Assets - Beginning of Year	1,125,622	144,141,138	41,173,455	(2,287,193)	900,081,528	188,939,601	4,222,694	9,873,574	266,534,568	67,831	20,270,901	(2,125,034)	(127,059)	1,571,891,626
CONTROLLING INTEREST (DEFICIT) IN NET ASSETS - END OF YEAR	<u>\$ 983,861</u>	<u>\$ 205,757,315</u>	<u>\$ 38,886,865</u>	<u>\$ (4,810,722)</u>	<u>\$ 946,093,657</u>	<u>\$ 188,966,895</u>	<u>\$ 2,780,688</u>	<u>\$ 29,671,385</u>	<u>\$ 268,108,041</u>	<u>\$ 74,577</u>	<u>\$ 20,129,971</u>	<u>\$ (32,050,916)</u>	<u>\$ (1,005,428)</u>	<u>\$ 1,663,586,189</u>

**SERVANT FOUNDATION DBA: THE SIGNATRY
CONSOLIDATING STATEMENT OF ACTIVITIES
YEAR ENDED MARCH 31, 2022
(SEE INDEPENDENT AUDITORS' REPORT ON SUPPLEMENTARY INFORMATION)**

	Assets Holdco LLC	Bicknell Family Foundation	Signatry Charitable Trust	DD and Velma Davis Family Foundation	Give Interactive LLC	Servant Foundation	The Signatry Artifacts LLC	The Signatry Trust Assets, LLC	The Signatry Complex Assets LLC	The Signatry Real Property, LLC	IDonate Real Property	Shumard Foundation	He Gets Us	Eliminations	Consolidated Totals
NET ASSETS WITHOUT DONOR RESTRICTIONS															
Revenues and Support:															
Contributions	\$ -	\$ 1,376	\$ 37,115,096	\$ -	\$ -	\$ 888,620,857	\$ 450,000	\$ 165,069	\$ 950,405	\$ 2,879	\$ -	\$ -	\$ 57,750,000	\$ (200,294,575)	\$ 784,761,107
Noncash Contributions	-	-	106,571,056	-	-	50,602,130	2,269,300	-	34,537	9,536,093	-	-	-	-	169,013,116
Investment Income (Loss)	46,029	1,474,692	5,319,139	1,317,925	100	1,728,940	-	2,072,809	718,356	(882,353)	95	680,568	-	(1,192,327)	11,283,973
Income from Services	-	-	-	-	146,000	1,614,777	-	-	-	6,310	-	119,450	-	(602,267)	1,284,270
Rental Income	-	9,603	56,895	3,455	-	8,800	-	-	-	19,040,788	6,438	-	-	-	19,125,979
Special Events	-	-	-	-	-	128,567	-	-	-	-	-	-	-	-	128,567
Other	-	-	-	-	-	124	-	-	124,717	-	-	-	-	-	124,841
Total Operating Revenue	46,029	1,485,671	149,062,186	1,321,380	146,100	942,704,195	2,719,300	2,237,878	1,828,015	27,703,717	6,533	800,018	57,750,000	(202,089,169)	985,721,853
Program Expenses:															
Grants	182,242	15	86,104,136	10,913,000	-	523,239,602	85,049	4,177,204	7,272,836	12,214,093	-	1,004,000	-	(200,812,783)	444,379,394
Donor Services	-	15,433	-	125,671	-	21,479,693	308,500	-	-	3,860,018	2,094	14,280	59,875,000	(29,588)	85,651,101
Administrative Expenses	-	136,516	583,354	72,417	1,631,876	3,968,851	-	-	-	9,856,585	1,108	3,830,779	34	(363,753)	19,717,767
Development Expenses	-	-	-	-	-	732,942	-	-	-	-	-	-	-	-	732,942
Total Expenses	182,242	151,964	86,687,490	11,111,088	1,631,876	549,421,088	393,549	4,177,204	7,272,836	25,930,696	3,202	4,849,059	59,875,034	(201,206,124)	550,481,204
Bicknell Family Foundation Net Asset Transfer Out	-	35,314,671	-	-	-	-	-	-	-	-	-	-	-	-	35,314,671
Loss on Return of Donated Artifacts	-	-	-	-	-	-	125,000	-	-	-	-	-	-	-	125,000
CHANGE IN NET ASSET WITHOUT DONOR RESTRICTIONS	(136,213)	(33,980,964)	62,374,696	(9,789,708)	(1,485,776)	393,283,107	2,200,751	(1,939,326)	(5,444,821)	1,773,021	3,331	(4,049,041)	(2,125,034)	(883,045)	399,800,978
NET ASSETS WITH DONOR RESTRICTIONS															
Net Assets Released from Restrictions	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
CHANGE IN NET ASSETS WITH DONOR RESTRICTIONS	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
TOTAL CHANGE IN NET ASSETS	(136,213)	(33,980,964)	62,374,696	(9,789,708)	(1,485,776)	393,283,107	2,200,751	(1,939,326)	(5,444,821)	1,773,021	3,331	(4,049,041)	(2,125,034)	(883,045)	399,800,978
Noncontrolling Interest Loss	-	-	-	1,071,423	-	-	-	-	-	-	-	-	-	-	1,071,423
CHANGE IN NET ASSETS WITHOUT NONCONTROLLING INTEREST LOSS	(136,213)	(33,980,964)	62,374,696	(8,718,285)	(1,485,776)	393,283,107	2,200,751	(1,939,326)	(5,444,821)	1,773,021	3,331	(4,049,041)	(2,125,034)	(883,045)	400,872,401
Net Assets - Beginning of Year as Previously Stated	1,261,835	33,980,964	81,766,442	49,891,740	(801,417)	514,361,734	186,738,850	6,162,020	9,069,949	264,761,547	64,500	24,319,942	-	(558,881)	1,171,019,225
Net Asset Restatement	-	-	-	-	-	(7,563,313)	-	-	6,248,446	-	-	-	-	1,314,867	-
Net Assets - Beginning of Year	1,261,835	33,980,964	81,766,442	49,891,740	(801,417)	506,798,421	186,738,850	6,162,020	15,318,395	264,761,547	64,500	24,319,942	-	755,986	1,171,019,225
CONTROLLING INTEREST (DEFICIT) IN NET ASSETS - END OF YEAR	<u>\$ 1,125,622</u>	<u>\$ -</u>	<u>\$ 144,141,138</u>	<u>\$ 41,173,455</u>	<u>\$ (2,287,193)</u>	<u>\$ 900,081,528</u>	<u>\$ 188,939,601</u>	<u>\$ 4,222,694</u>	<u>\$ 9,873,574</u>	<u>\$ 266,534,568</u>	<u>\$ 67,831</u>	<u>\$ 20,270,901</u>	<u>\$ (2,125,034)</u>	<u>\$ (127,059)</u>	<u>\$ 1,571,891,626</u>



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