



**VOICES UNITED.
OPPORTUNITY REIMAGINED.**

(a not-for-profit organization)

**Annual Financial Statements
For the Year Ended June 30, 2023**

With June 30, 2022 summarized comparative information

Prepared by:

Lauka McGuire, PC | CERTIFIED PUBLIC ACCOUNTANTS

Our Children Oregon

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INDEPENDENT AUDITOR'S REPORT

To the Board of Directors
Our Children Oregon
Portland, Oregon

Opinion

We have audited the financial statements of Our Children Oregon, which comprise the statements of financial position as of June 30, 2023, and the related statements of activities, functional expenses, and cash flows for the year then ended, and the related notes to the financial statements.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of Our Children Oregon as of June 30, 2023, 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 (GAAS). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of Our Children Oregon 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 the 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 financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about Our Children Oregon's ability to continue as a going concern for one year after the date that the financial statements are issued.

Auditor's 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 auditor's 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 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 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 Our Children Oregon'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 Our Children Oregon's ability to continue as a going concern for a reasonable period of time.

Report on Summarized Comparative Information

We have previously audited Our Children Oregon's June 30, 2022 financial statements, and we expressed an unmodified audit opinion on those audited financial statements in our report dated October 24, 2022. In our opinion, the summarized comparative information presented herein as of and for the year ended June 30, 2022 is consistent, in all material respects, with the audited financial statements from which it has been derived.

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.



Portland, Oregon
October 26, 2023

Our Children Oregon

Statement of Financial Position

As of June 30, 2023

with June 30, 2022 comparative summarized information

(The accompanying notes are an integral part of the financial statements)

	June 30,	
	2023	2022
Assets		
Cash and equivalents	\$ 341,102	\$ 536,626
Cash and equivalents - donor restricted	-	48,000
Investments - available for operations	250,000	250,000
Contract receivables	-	26,254
Grants, dividends, and other receivable	14,540	63,016
Prepaid expenses	12,136	17,718
	<u>617,778</u>	<u>941,614</u>
Fixed assets, net of accumulated depreciation	4,452	3,507
Investments held in reserve	<u>5,069,728</u>	<u>4,696,763</u>
Total Assets	<u>\$ 5,691,958</u>	<u>\$ 5,641,884</u>
Liabilities		
Accounts payable	\$ 16,532	\$ 7,796
Payroll and related liabilities	40,292	36,953
Total Liabilities	<u>56,824</u>	<u>44,749</u>
Net Assets		
Operating assets without donor restrictions	565,406	852,372
Reserve funds without donor restrictions	5,069,728	4,696,763
Donor restricted	-	48,000
Total Net Assets	<u>5,635,134</u>	<u>5,597,135</u>
Total Liabilities and Net Assets	<u>\$ 5,691,958</u>	<u>\$ 5,641,884</u>

Our Children Oregon

Statement of Activities

For the year ended June 30, 2023

with June 30, 2022 comparative summarized information

(The accompanying notes are an integral part of the financial statements)

			June 30,	
	Without Donor Restrictions	With Donor Restrictions	2023 Total	2022 Total
Revenues				
Contributions & sponsorships	\$ 184,887		\$ 184,887	\$ 200,456
Grant income	571,015		571,015	635,500
DHS contract earned income	-		-	105,016
Other income	10,544		10,544	5,688
In-kind donations	-		-	500
Total Revenues	766,446	-	766,446	947,160
Net assets released from donor restrictions	48,000	(48,000)	-	-
Expenses				
Program expenses	737,833		737,833	735,702
Management and general	182,972		182,972	90,244
Fundraising	180,186		180,186	244,406
Total Expenses	1,100,991	-	1,100,991	1,070,351
Change in Net Assets before Investment Activity	(286,545)	(48,000)	(334,545)	(123,191)
Investment Gains (Losses)				
Dividends and interest income	121,684		121,684	135,842
Net realized gain (loss) - investments	228,719		228,719	228,135
Net unrealized gain (loss) - investments	57,836		57,836	(900,420)
Investment expenses	(35,695)		(35,695)	(38,610)
Total Investment Income	372,544	-	372,544	(575,053)
Change in Net Assets	85,999	(48,000)	37,999	(698,244)
Net assets, Beginning	5,549,135	48,000	5,597,135	6,295,379
Net assets, Ending	\$ 5,635,134	\$ -	\$ 5,635,134	\$ 5,597,135

Our Children Oregon

Statement of Functional Expenses

For the year ended June 30, 2023

with June 30, 2022 comparative summarized information

(The accompanying notes are an integral part of the financial statements)

	Child Abuse Prevention	All Children Thrive	Policy & Advocacy	Research & Data	Total Program Services	Management and General	Fundraising	June 30, 2023 Total	2022 Total
Salaries, wages, stipends	\$ 22,216	\$ 128,297	\$ 133,307	\$ 133,200	\$ 417,020	\$ 99,042	\$ 118,978	\$ 635,040	\$ 664,168
Payroll taxes	2,137	9,898	11,433	11,271	34,739	9,469	10,721	54,928	60,650
Employee benefits, training, work comp	4,312	18,584	18,789	24,486	66,171	17,155	16,399	99,725	68,164
Insurance expense	312	1,706	1,779	1,839	5,636	1,367	1,590	8,593	7,189
Grants to other organizations	37,000	-	-	245	37,245	195	-	37,440	42,000
OFYC program expenses	-	-	-	-	-	-	-	-	9,520
Meeting, travel expenses, & board training	771	3,700	3,700	3,701	11,872	19,785	1,233	32,890	9,225
Legal, professional & consulting	5,212	26,055	27,358	27,358	85,983	16,750	8,933	111,666	123,913
Event expenses	428	2,343	2,444	2,526	7,741	1,878	2,184	11,803	4,816
Dues	124	676	705	730	2,235	542	630	3,407	2,778
Facilities	922	5,045	5,263	5,438	16,668	4,044	4,701	25,413	12,490
Office expenses	361	1,974	2,057	2,126	6,518	1,582	1,839	9,939	4,846
Office equipment & technologies	640	3,502	3,654	3,775	11,571	2,808	3,264	17,643	21,554
Workplace giving campaigns	81	444	464	479	1,468	356	414	2,238	2,276
Marketing & communications	1,785	9,770	10,190	10,528	32,273	7,831	9,107	49,211	35,062
Depreciation	38	210	219	226	693	168	195	1,055	1,700
Total Expenses	\$ 76,339	\$ 212,204	\$ 221,362	\$ 227,928	\$ 737,833	\$ 182,972	\$ 180,186	\$ 1,100,991	\$ 1,070,351

Our Children Oregon

Statement of Cash Flows

For the year ended June 30, 2023

with June 30, 2022 comparative summarized information

(The accompanying notes are an integral part of the financial statements)

	June 30,			
	Without Donor Restrictions	With Donor Restrictions	2023 Total	2022 Total
Cash Flows Relating to Operating Activities:				
Change in net assets without donor restrictions	\$ 85,999	\$ (48,000)	\$ 37,999	\$ (698,244)
Adjustments to reconcile increase (decrease) in net assets to net cash provided by operating activities:				
Depreciation and amortization	1,055		1,055	1,700
Realized (gain) loss on investments	(228,719)		(228,719)	(228,135)
Unrealized (gain) loss on investments	(57,836)		(57,836)	900,420
Loss on disposal of assets	-		-	405
(Increase) decrease in operating assets				
Contract receivables	26,254		26,254	176
Accounts receivable, net	48,476		48,476	42,817
Prepaid expenses	5,582		5,582	(7,148)
Increase (decrease) in operating liabilities				
Accounts payable	8,736		8,736	(2,799)
Payroll and related liabilities	3,339		3,339	(22,370)
Net cash provided (used) by operating activities	(107,114)	(48,000)	(155,114)	(13,178)
Cash Flows Relating to Investing Activities:				
Purchase of fixed assets	(2,000)		(2,000)	-
Purchase of investments	(396,168)		(396,168)	(98,350)
Sales of investments	309,758		309,758	-
Transfers from investment accounts	-		-	250,000
Net cash provided (used) by investing activities	(88,410)	-	(88,410)	151,650
Net increase (decrease) in cash	(195,524)	(48,000)	(243,524)	138,472
Cash, Beginning	536,626	48,000	584,626	446,154
Cash, Ending	\$ 341,102	\$ -	\$ 341,102	\$ 584,626
Supplemental Disclosures:				
Taxes paid			\$ 959	\$ 1,029
Noncash Transactions:				
In-kind donations			\$ -	\$ 500

Our Children Oregon

Notes to Financial Statements
June 30, 2023

NOTE - 1 NATURE OF THE ORGANIZATION

Our Children Oregon is a nonprofit corporation organized under the laws of the State of Oregon. Our Children Oregon's mission is to be a voice and force for the common good for all Oregon children, ensuring all children have the resources and opportunities they need to reach their full potential. We elevate data and the voices of communities to amplify the need and collaboratively develop policy and public investments to improve overall child and family well-being across the state. Our vision is that Oregon will lead the nation in providing a statewide community that nurtures and protects all children, ensuring that all "Our Children" belong and have equal value and opportunity.

The primary source of income is charitable donations from corporate partners, employee giving programs, tax check off programs, individual donations, grants, and investment income.

A description of the Organization's programs are as follows:

Child Abuse Prevention

For more than three decades, Our Children Oregon (previously operating as the Children's Trust Fund of Oregon) has focused on child abuse prevention and strengthening Oregon's families through strategic investments in local and evidence-based child abuse prevention programs, we champion advocacy efforts to protect children. We seek to offer a comprehensive prevention organization that supports the health, safety and well-being of all children in our state. Serving in the role of Convener and Educator, affiliate organizations are engaged through the Children's Agenda coalition to advocate for policies and investments that will provide concrete supports for the families they serve and catalyze upstream prevention investments.

Policy & Advocacy

In order to make Oregon a place where all children can thrive, we must ensure an even playing field for children to reach their full potential. To provide this foundation, children and their families must have access to the resources that they need to thrive. This access works like a power grid, but it is patchy and uneven in some areas. Policy changes and financial investments can help us repair and expand Oregon's resource grid — so that every family and every child has the "energy" to achieve their full potential. Through the Children's Agenda, we provide state legislators with a roadmap for this work by prioritizing policy solutions to address the most pressing problems and opportunities facing children and families. Our Children Oregon brings together a community of advocates, coalitions, and partner organizations to champion state legislative policies and shared investments that benefit child well-being. Our 130 partner organizations come together prior to each legislative session to share their expertise in child and family issues. Their diversity of knowledge, perspectives, and priorities informs the policies we pursue and the strategies we employ. While not all organizations are actively pursuing each agenda item, we stand together to propose systemic solutions and investments that will allow us to provide a strong foundation for Oregon's children now and for generations to come.

Our Children Oregon

Notes to Financial Statements
June 30, 2023

NOTE - 1 NATURE OF THE ORGANIZATION, *continued*

OCO successfully facilitated the collective impact work of ~130 organizations toward a comprehensive legislative policy agenda for the children of Oregon. 23 of our coalition driven concepts became law, totaling an investment of \$448.4M of committed resources for children and families across the state. Hosted our inaugural Children's Advocacy Day including 75 attendees of all ages from 11 counties, including 7 rural counties. Community members from various counties, such as Jackson, Deschutes, Lincoln, and more, joined to share their stories about why the Children's Agenda was important to them and their families. Together we reached 50 of our state legislators.

Research & Data

Our Children is focused on advancing racial equity through data-driven policy recommendations. By doing so, we aim to inform legislators and public authorities to holistic solutions that serve the holistic needs of Oregon's children. Our provision of reliable dis-aggregated data, which encompasses a range of demographics and geographical areas, enhances the dialogue around child well-being and assists decision-makers in better serving their diverse communities.

Our Children Oregon has served as Oregon's state KIDS COUNT partner (a program of the Annie E. Casey Foundation) for over two decades. We support the mission of KIDS COUNT to ensure unbiased and high-quality disaggregated data about child well-being is accessible to the public, advocates, and policymakers through the production and promotion of the Oregon County Data Book. Released annually in the spring, this report on the status of Oregon's children and families monitors key indicators across domains of child well-being, including health and education, at the state and county levels.

OCO produced the 2022 KIDS Count National Data Book and the Kids Count Oregon County Data Cards featuring 25 indicators across 5 well-being domains, many racially disaggregated, and newly highlighting climate and sustainability measures. These interactive data cards take steps to decolonize our data collection and elevation, and apply an equity lens in alignment with our research and data justice commitment.

Beginning in 2022, OCO produced and distributed 4 issue briefs around specific child-focused and inclusive of rural populations concerns, including: "Oregon's Child Care Conundrum: Hurdles, Disparities, and Opportunities Amidst the COVID-19 Pandemic", A Vision for Child Welfare Reform, Decoding Oregon's Literacy Crisis—Why Reading Matters and What Solutions Work, Climate Change and Child Well-Being in Oregon. A cornerstone of our policy and advocacy work is our data and issue-specific research briefs as well as the online webinar format we launched in 2022, InterACTions. In 2022 OCO held 13 InterACTion events. The issues elevated and topics explored are issues impacting all children across the state, and include rural leadership and indigenous perspectives. InterACTion topics included Oregon's Literacy Crisis and Child Welfare reform.

Our Children Oregon

Notes to Financial Statements

June 30, 2023

NOTE - 1 NATURE OF THE ORGANIZATION, *continued*

All Children Thrive

The ACT Collective includes individuals, organizations, community and faith-based groups, and small businesses and companies committed to improving child well-being statewide. ACT is building a network of committed advocates for Oregon's future through accessible and cost-free civic engagement, education and advocacy opportunities. Rooted in shared values, ACT brings together youth, families, and individuals, alongside organizations, groups and businesses statewide, to act collectively for and with Oregon's children and youth.

The All Children Thrive (ACT) collective is a way to build a movement of support for children across the state. ACT seeks to activate Oregonians for child and youth centric legislative advocacy. It is also the hope that, as the movement grows, it will be a county-by-county presence of Oregonians united for the common good of all Oregon children and families, especially those impacted by systemic marginalization. We have over 600 ACT members, 67 of whom represent rural communities. These members represent 14 counties throughout the state.

NOTE - 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of Presentation

The accompanying financial statements are presented on the accrual basis of accounting. Under this method, revenues are recognized when earned and expenses are recognized when liabilities are incurred.

Financial Statement Presentation

Financial statement presentation follows the recommendations of the Financial Accounting Standards Board FASB ASC 958, Presentation of Financial Statements of Not-for-Profit Organizations. Our Children Oregon is required to report information regarding its financial position and activities according to two classes of net assets: 1) net assets without donor restriction and, 2) net assets with donor restriction.

Functional Allocation of Expenses

The costs of providing the various programs and activities have been summarized on a functional basis in the Statement of Functional Expenses. Accordingly, certain costs have been allocated among the programs and supporting services benefited. Costs benefiting a single program are directly allocated to that program. Costs benefiting more than one program are allocated based on time and costs incurred.

NOTE - 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, *continued*

Summarized Comparative Financial Information

The financial statements include certain prior-year summarized comparative information in total but not by net asset class. Such information does not include sufficient detail to constitute a presentation in conformity with generally accepted accounting principles. Accordingly, such information should be read in conjunction with the Organization's financial statements for the year ended June 30, 2022, from which the summarized information was derived. Certain functional income and expenses may be reclassified to conform to current year presentation.

New Accounting Standard

Effective July 1, 2022, the Organization adopted Accounting Standards Update (ASU) No. 2016-02, *Leases*, which requires lessees to recognize leases on the statement of financial position and disclose key information about leasing arrangements. The Organization elected not to restate the comparative period. It also elected not to reassess at adoption (i) expired or existing contracts to determine whether they are or contain a lease, (ii) the lease classification of any existing leases, or (iii) initial direct costs for existing leases. The Organization evaluated current contracts to determine which met the criteria of a lease under the new lease standards. Right-of-use (ROU) assets represent the Organization's right to use underlying assets for a lease term, and lease liabilities represent the Organization's obligation to make lease payments arising from certain leases meeting the requirements under the new lease standards. As a result of implementing ASU No. 2016-02, the Organization did not recognize a right-of-use asset in its statement of financial position. The adoption did not result in a significant effect on amounts reported in the statement of activities for the years ended June 30, 2022 or 2023.

Use of Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the amounts of assets and liabilities and disclosures 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.

Income Taxes

Our Children Oregon is a tax-exempt organization that is exempt from income taxes under Section 501(c)(3) of the Internal Revenue Code and classified by the Internal Revenue Service as other than a private foundation. Unrelated business income tax (UBIT) may be incurred for certain unrelated income. However, it is not anticipated that there will be taxable UBIT income in the current year. Management believes it is in compliance with the Internal Revenue Code. Accordingly, the financial statements do not reflect a provision for income taxes. U.S. GAAP requires management to evaluate tax positions taken and recognize a tax liability or (asset) if uncertain positions have been taken that more likely than not would not be sustained upon examination by taxing authorities. Our Children Oregon is subject to routine audits by taxing jurisdictions; however, there are currently no audits for any tax periods in progress.

NOTE – 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, *continued*

Revenue Recognition and Receivables

In accordance with the provisions of Accounting Standards Update (ASU) 2014-09 (Topic 606), *Revenue from Contracts with Customers*, and ASU 2018-08 (Topic 605) *Not-for-Profit Entities: Clarifying the Scope and Accounting Guidance for Contributions Received and Contributions Made*, Management evaluates the principles to be used for determining when revenue should be recognized, including performance obligations, estimating the amount of variable consideration to include in the transaction price, allocating the transaction price to each separate performance obligation, and disclosure requirements.

Revenues from various sources are recognized as follows:

Grants and Contributions

Contributions and grants are recorded as revenue when cash or unconditional promises to give have been received or ownership of donated assets is transferred to Our Children Oregon. Gifts of cash and other assets are reported as donor restricted support if they are received with donor stipulations that limit the use of the donated assets. When a donor restriction expires, that is, when a stipulated time restriction ends or purpose restriction is accomplished, donor restricted net assets are reclassified to net assets without donor restriction and reported in the statement of activities as net assets released from donor restrictions. Donor restricted contributions received and released in the same year are recorded as net assets without donor restriction.

Grants received as an exchange for services are recorded as revenue when the services are performed. Grants received in advance of performance of services are recorded as deferred revenue until the services are completed, then the grant is recognized as income. Grants not requiring performance obligations are recorded as income when received either as donor restricted or without donor restriction depending on the grant agreement. Management has determined these revenues are non-exchange transactions as the grantor does not receive direct commensurate value in exchange for the resources provided.

Receivables are recorded for contributions received or services performed during the year but not deposited until the following year. No allowance for doubtful accounts has been recorded as all receivables are deemed fully collectible.

In-Kind Contributions and Services

The estimated fair value of donated services is recorded if the services create or enhance nonfinancial assets or require specialized skills, are performed by an individual possessing those skills, and represent services that would have been purchased if not donated. In-kind contributions of materials are recorded at estimated fair value where there is an objective basis on which to value these contributions and where the contributions are an integral part of the Organization's activities. No amounts have been reflected in the financial statements for those services since they do not meet the criteria for recognition under FASB ASC 958.

Our Children Oregon

Notes to Financial Statements

June 30, 2023

NOTE – 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, *continued*

Cash and Cash Equivalents

Cash and cash equivalents include certain investments in highly liquid instruments with original maturities of three months or less. Our Children Oregon invests its surplus funds in money market funds. Money market funds held in the investment reserve funds are reported as held for investment.

Investments

Investments in marketable securities with readily determinable fair values in the statement of financial position. Net gains and losses on the investments include realized and unrealized gains and losses. Realized gains and losses from the sale of these investments are computed based on the difference between the proceeds received and the carrying value of the asset. Unrealized gains and losses result from changes in the market value of these investments. Investment income and gains restricted by a donor are reported as increases in donor restricted net assets until the restrictions are met (either by passage of time or by use) and then they are reclassified to net assets without restriction. Donor restricted investment income received and released in the same fiscal year are recorded as income without donor restriction.

Reserve Funds

The Board has designated certain investment funds to be set aside for future use. For each fiscal year, the Board approves a specified amount of funds from the investment accounts to be withdrawn and made available for operations. The approved amounts are reported as investments available for operations with the remainder reported as net asset reserve funds without donor restrictions.

Concentrations of Credit Risk

Our children Oregon maintains its cash and investment accounts at multiple financial institutions. From time-to-time during the year the balances may subject the organization to concentrations of risk if cash balances at any one bank exceed amounts insured by the Federal Deposit Insurance Corporation of \$250,000. As of June 30, 2023 and 2022, Our Children Oregon had \$94,541 and \$349,896 respectively of uninsured balances at one institution.

Our Children Oregon invests in various investment securities. Investment securities are exposed to various risks such as interest rate, market, and credit risks. Due to the level of risk associated with certain investment securities, it is at least reasonably possible that change in the values of investment securities will occur in the near term and that such changes could materially affect the amounts reported in the statements of financial position.

Fixed Assets

Fixed asset purchases in excess of \$5,000 are capitalized using original cost. Donated assets are recorded at their fair market value at the date of receipt. Maintenance and repairs, including the replacement of minor items are expensed as incurred. Depreciation is recorded using the straight-line method with assets lives ranging from 3 – 10 years. Costs of assets are depreciated over their estimated useful lives.

Our Children Oregon

Notes to Financial Statements

June 30, 2023

NOTE – 3 INVESTMENTS and FAIR VALUE MEASUREMENTS

Investments at June 30, 2023 consist of the following:

	<u>Cost</u>	<u>Market Value</u>
<u>Equities</u>		
Common Stock	\$1,044,513	\$1,201,211
Mutual Funds	2,044,681	1,916,930
<u>Fixed Income</u>		
U.S. Treasuries	710,799	676,092
U.S. Government Agency	99,950	99,776
Corporate Bonds	766,905	712,095
Mutual Funds	510,184	435,384
<u>Real Assets</u>		
Commodities ETF	60,779	60,699
Infrastructure Fund	67,909	63,910
Natural Resources	39,031	31,700
Money Market Funds	121,931	121,931
Total	<u>\$5,466,682</u>	<u>\$5,319,728</u>
Investments- available for operations		\$ 62,000
Investments held in reserve		<u>5,257,728</u>
Total		<u>\$ 5,319,728</u>

Interest and dividend income, including money market interest was \$121,684, Investment gains and (losses) resulted from realized gains of \$228,719 and unrealized gains of \$57,836.

Fair Value Measurements

Financial Accounting Standards Board (FASB) *Accounting Standards Codification (ASC) 820, Fair Value Measurements and Disclosures*, 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 (Level 1 measurements) and the lowest priority to unobservable inputs (Level 3 measurements). The three levels of the fair value hierarchy under ASC 820 for financial assets are described as follows:

Our Children Oregon

Notes to Financial Statements

June 30, 2023

NOTE – 3 INVESTMENTS and FAIR VALUE MEASUREMENTS, *continued*

Level 1 - Valuations are based on quoted prices that Our Children Oregon has the ability to obtain in actively traded markets for identical assets. Since valuations are based on quoted prices that are readily and regularly available in an active market or exchange traded market, valuation of these instruments does not require a significant degree of judgment.

Level 2 - Valuations are based on quoted prices for similar instruments in active markets, quoted prices for identical or similar instruments in markets that are not active, and model-based valuation techniques for which all significant assumptions are observable in the market.

Level 3 - Valuations are based on model-based techniques for which some or all of the assumptions are obtained from indirect market information that is significant to the overall fair value measurement and which require a significant degree of management judgment.

The following tables set forth by level, within the fair value hierarchy, the investment assets at fair value as of June 30, 2023:

	Level 1	Level 2	Level 3
<u>Equities</u>			
Common Stock	\$ 1,201,211	\$ -	\$ -
Mutual Funds	1,916,930		
<u>Fixed Income</u>			
U.S. Treasuries	676,092		
U.S. Government Agency	99,776		
Corporate Bonds		712,095	
Mutual Funds	435,384		
<u>Real Assets</u>			
Commodities ETF		60,699	
Infrastructure Fund		63,910	
Natural Resources		31,700	
Money Market Funds	121,931		
	\$ 4,451,324	\$ 868,404	\$ -

NOTE – 4 FIXED ASSETS

Fixed assets consisted of the following at June 30, 2023,

Equipment and furniture	\$ 23,399
Accumulated depreciation	(18,947)
	\$ 4,452

Our Children Oregon

Notes to Financial Statements

June 30, 2023

NOTE – 5 RIGHT OF USE OF FACILITIES and COMMITMENTS

The Organization evaluated current contracts to determine which met the criteria of a lease under the new lease standards. Management determined the month-to-month agreements do not constitute a right of use asset and liability and therefore monthly payments for use of the facilities are expensed as facilities expense.

Our Children Oregon participates in a membership agreement with a community shared office space which includes a private office, furniture, coworker open space for team members, and 10 hours a month conference room availability. Additional member amenities are provided for beverage services, printing/copying, fitness studio, studio, and community-wide events.

Terms of the membership are month-to-month and can be cancelled or changed with a 30-day notice. The membership fee is \$1,730 a month.

NOTE – 6 RETIREMENT PLAN

Effective January 1, 2022 a 401(k) PSP Retirement Plan was adopted with an employer contribution of 4 percent of eligible compensation. Employee and employer contributions are subject to participation, contribution, and distribution limits imposed by the Plan Document and related regulatory requirements. See the Plan Document for full details.

The expense related to these plans for the fiscal years ended June 30, 2023 and 2022 was \$13,639 and \$12,353, respectively.

NOTE – 7 LIQUIDITY AND OPERATING RESERVES

Our Children Oregon has a policy to manage its liquidity and reserves in order to meet its needs to fund operating expenditures and payments to grantees. At June 30, 2023, financial assets available for expenditure, that is, without donor or other board restrictions limiting their use within one year from the statement of financial position date, included the following:

Cash and equivalents	\$ 341,102
Investments available for operations	250,000
Receivables	<u>2,176</u>
	<u>\$ 593,278</u>

NOTE – 8 MANAGEMENT’S REVIEW and EVALUATION OF SUBSEQUENT EVENTS

Our Children Oregon has evaluated subsequent events through October 26, 2023, the date the financial statements were available to be issued.