

# **WhidbeyHealth Foundation**

Financial Statements and  
Independent Accountant's Review Report

Years Ended December 31, 2023 and 2022

Larson Gross 

# WhidbeyHealth Foundation

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## Independent Accountant's Review Report

To the Board of Directors  
WhidbeyHealth Foundation  
Coupeville, Washington

We have reviewed the accompanying financial statements of WhidbeyHealth Foundation (a nonprofit organization), which comprise the statements of financial position as of December 31, 2023 and 2022, and the related statements of activities, functional expenses and cash flows for the years then ended, and the related notes to the financial statements. A review includes primarily applying analytical procedures to management's financial data and making inquiries of management. A review is substantially less in scope than an audit, the objective of which is the expression of an opinion regarding the financial statements as a whole. Accordingly, we do not express such an opinion.

### Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement whether due to fraud or error.

### Accountant's Responsibility

Our responsibility is to conduct the review engagements in accordance with Statements on Standards for Accounting and Review Services promulgated by the Accounting and Review Services Committee of the American Institute of Certified Public Accountants. Those standards require us to perform procedures to obtain limited assurance as a basis for reporting whether we are aware of any material modifications that should be made to the financial statements for them to be in accordance with accounting principles generally accepted in the United States of America. We believe that the results of our procedures provide a reasonable basis for our conclusion.

We are required to be independent of WhidbeyHealth Foundation and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements related to our review.

### Accountant's Conclusion

Based on our reviews, we are not aware of any material modifications that should be made to the accompanying financial statements in order for them to be in accordance with accounting principles generally accepted in the United States of America.

*Larson Gross PLLC*

Bellingham, Washington  
August 1, 2024

WhidbeyHealth Foundation

**Statements of Financial Position**

December 31, 2023 and 2022

(See Independent Accountant's Review Report)

|   | <u>2023</u>                | <u>2022</u>                |
|---|----------------------------|----------------------------|
| <b>Assets</b>                               |                            |                            |
| <b>Current assets</b>                       |                            |                            |
| Cash  | \$ 1,114,044               | \$ 1,726,524               |
| Pledges receivable                          | 1,500                      | 45,559                     |
| Other assets                                | -                          | 4,000                      |
| Total current assets                        | <u>1,115,544</u>           | <u>1,776,083</u>           |
| <b>Investments</b>                          | <u>847,644</u>             | <u>796,205</u>             |
| <b>Total assets</b>                         | <u><u>\$ 1,963,188</u></u> | <u><u>\$ 2,572,288</u></u> |
| <b>Liabilities and Net Assets</b>           |                            |                            |
| <b>Liabilities</b>                          |                            |                            |
| Accounts payable                            | \$ 16,594                  | \$ 8,656                   |
| Grants payable                              | <u>5,011</u>               | <u>67,281</u>              |
| <b>Total liabilities</b>                    | 21,605                     | 75,937                     |
| <b>Net assets</b>                           |                            |                            |
| Without donor restrictions                  |                            |                            |
| Board designated - quasi endowment          | 391,014                    | 346,579                    |
| Board designated                            | 58,999                     | 73,620                     |
| Undesignated                                | <u>(137,241)</u>           | <u>9,125</u>               |
| Total net assets without donor restrictions | 312,772                    | 429,324                    |
| With donor restrictions                     | <u>1,628,811</u>           | <u>2,067,027</u>           |
| Total net assets                            | <u>1,941,583</u>           | <u>2,496,351</u>           |
| <b>Total liabilities and net assets</b>     | <u><u>\$ 1,963,188</u></u> | <u><u>\$ 2,572,288</u></u> |

WhidbeyHealth Foundation

**Statements of Activities**

Years Ended December 31, 2023 and 2022

(See Independent Accountant's Review Report)

|  | 2023                          |                            |                     | 2022                          |                            |                     |
|--|-------------------------------|----------------------------|---------------------|-------------------------------|----------------------------|---------------------|
|  | Without Donor<br>Restrictions | With Donor<br>Restrictions | Total               | Without Donor<br>Restrictions | With Donor<br>Restrictions | Total               |
| <b>Support and revenue</b>   |                               |                            |                     |                               |                            |                     |
| In-kind donations  | \$ 421,314                    | \$ -                       | \$ 421,314          | \$ 224,086                    | \$ -                       | \$ 224,086          |
| Special events, net of direct expenses of<br>\$65,766 and \$19,272, respectively | -                             | 270,495                    | 270,495             | 51,871                        | 69,682                     | 121,553             |
| Contributions  | -                             | 252,814                    | 252,814             | 42,217                        | 198,128                    | 240,345             |
| Investment return  | 44,435                        | 7,004                      | 51,439              | (73,598)                      | (13,997)                   | (87,595)            |
| Other income   | 10,960                        | 13,987                     | 24,947              | 2,301                         | 6,670                      | 8,971               |
| Net assets released from restrictions  | <u>982,516</u>                | <u>(982,516)</u>           | <u>-</u>            | <u>429,709</u>                | <u>(429,709)</u>           | <u>-</u>            |
| Total support and revenue  | 1,459,225                     | (438,216)                  | 1,021,009           | 676,586                       | (169,226)                  | 507,360             |
| <b>Expenses</b>  |                               |                            |                     |                               |                            |                     |
| Program services   |                               |                            |                     |                               |                            |                     |
| Grants   | 1,074,518                     | -                          | 1,074,518           | 532,187                       | -                          | 532,187             |
| Other program services   | <u>112,615</u>                | <u>-</u>                   | <u>112,615</u>      | <u>61,788</u>                 | <u>-</u>                   | <u>61,788</u>       |
| Total program services   | 1,187,133                     | -                          | 1,187,133           | 593,975                       | -                          | 593,975             |
| Management and general   | 186,081                       | -                          | 186,081             | 90,718                        | -                          | 90,718              |
| Fundraising  | <u>202,563</u>                | <u>-</u>                   | <u>202,563</u>      | <u>125,253</u>                | <u>-</u>                   | <u>125,253</u>      |
| Total expenses   | 1,575,777                     | -                          | 1,575,777           | 809,946                       | -                          | 809,946             |
| <b>Change in net assets</b>  | (116,552)                     | (438,216)                  | (554,768)           | (133,360)                     | (169,226)                  | (302,586)           |
| Net assets, beginning of year  | <u>429,324</u>                | <u>2,067,027</u>           | <u>2,496,351</u>    | <u>562,684</u>                | <u>2,236,253</u>           | <u>2,798,937</u>    |
| <b>Net assets, end of year</b>   | <u>\$ 312,772</u>             | <u>\$ 1,628,811</u>        | <u>\$ 1,941,583</u> | <u>\$ 429,324</u>             | <u>\$ 2,067,027</u>        | <u>\$ 2,496,351</u> |

WhidbeyHealth Foundation

**Statements of Functional Expenses**

Years Ended December 31, 2023 and 2022

(See Independent Accountant's Review Report)

|                            | 2023                |                        |                   |                     | 2022              |                        |                   |                   |
|----------------------------|---------------------|------------------------|-------------------|---------------------|-------------------|------------------------|-------------------|-------------------|
|                            | Program Services    | Management and General | Fundraising       | Total               | Program Services  | Management and General | Fundraising       | Total             |
| Grants                     | \$ 1,074,518        | \$ -                   | \$ -              | \$ 1,074,518        | \$ 532,187        | \$ -                   | \$ -              | \$ 532,187        |
| In-kind expenses           | 89,219              | 139,932                | 192,163           | 421,314             | 47,233            | 56,241                 | 120,612           | 224,086           |
| Other                      | -                   | 19,440                 | 9,208             | 28,648              | -                 | 2,266                  | 1,996             | 4,262             |
| Professional fees          | -                   | 26,709                 | 1,192             | 27,901              | -                 | 32,211                 | 2,645             | 34,856            |
| Vouchers for hospital care | 14,545              | -                      | -                 | 14,545              | 5,112             | -                      | -                 | 5,112             |
| Scholarships               | 8,851               | -                      | -                 | 8,851               | 9,443             | -                      | -                 | 9,443             |
| Total expenses             | <u>\$ 1,187,133</u> | <u>\$ 186,081</u>      | <u>\$ 202,563</u> | <u>\$ 1,575,777</u> | <u>\$ 593,975</u> | <u>\$ 90,718</u>       | <u>\$ 125,253</u> | <u>\$ 809,946</u> |

WhidbeyHealth Foundation

**Statements of Cash Flows**

Years Ended December 31, 2023 and 2022

(See Independent Accountant's Review Report)

|  | <u>2023</u>                | <u>2022</u>                |
|--|----------------------------|----------------------------|
| <b>Cash flows from operating activities</b>  |                            |                            |
| Change in net assets   | \$ (554,768)               | \$ (302,586)               |
| Adjustments to reconcile change in net assets<br>to net cash used by operating activities: |                            |                            |
| Net realized and unrealized (gain) loss on investments                                     | (29,650)                   | 176,218                    |
| (Increase) decrease in assets  |                            |                            |
| Pledges receivable   | 44,059                     | (21,559)                   |
| Other assets   | 4,000                      | (2,000)                    |
| Increase (decrease) in liabilities   |                            |                            |
| Accounts payable   | 7,938                      | 1,281                      |
| Grants payable   | <u>(62,270)</u>            | <u>(16,707)</u>            |
| <b>Net cash used by operating activities</b>   | <b>(590,691)</b>           | <b>(165,353)</b>           |
| <b>Cash flows from investing activities</b>  |                            |                            |
| Purchases of investments   | (656,967)                  | (419,652)                  |
| Proceeds from sales of investments   | <u>635,178</u>             | <u>331,029</u>             |
| <b>Net cash used by investing activities</b>   | <b><u>(21,789)</u></b>     | <b><u>(88,623)</u></b>     |
| Net change in cash   | (612,480)                  | (253,976)                  |
| Cash, beginning of year  | <u>1,726,524</u>           | <u>1,980,500</u>           |
| <b>Cash, end of year</b>   | <b><u>\$ 1,114,044</u></b> | <b><u>\$ 1,726,524</u></b> |

**Notes to Financial Statements**

December 31, 2023 and 2022

(See Independent Accountant's Review Report)

**Note 1 – Summary of Significant Accounting Policies**

**Organization** – The WhidbeyHealth Foundation (the Foundation) was founded in 1981 and organized to support WhidbyHealth Hospital (the Hospital) and community health endeavors through public awareness and development and management of charitable resources. The Foundation's primary sources of support and revenue include contributions, grants, special events, and in-kind donations received from the Hospital.

**Basis of accounting** – The Foundation prepares its financial statements in accordance with accounting principles generally accepted in the United States of America, which involves the application of accrual accounting; accordingly, revenues and gains are recognized when earned, and expenses and losses are recognized when incurred.

**Basis of presentation** – Net assets, revenues, expenses, gains and losses are classified based on the existence or absence of donor-imposed restrictions. Accordingly, the net assets of the Foundation and changes therein are classified and reported as follows:

**Net assets without donor restrictions** – Net assets that are not subject to donor-imposed restrictions and over which the Board of Directors has discretionary control are classified as net assets without donor restrictions.

**Net assets with donor restrictions** – Net assets subject to donor-imposed restrictions that will be met either by actions of the Foundation or the passage of time, including contributions that have been restricted by the donor that stipulate the resources be maintained in perpetuity, but permit the Foundation to use or expend part or all of the income derived from the donated assets for either specific or unspecific purposes.

Revenues are reported as increases in net assets without donor restrictions unless use of the related assets is limited by donor or Board-imposed restrictions. Expenses are reported as decreases in net assets without donor restriction. Gains and losses on investments and other assets or liabilities are reported as increases or decreases in net assets without restrictions unless their use is restricted by explicit donor or Board stipulation or by law. Net assets with donor restrictions are reclassified to net assets without donor restrictions upon satisfaction of the time or purpose restriction.

**Cash** – Cash consists of cash in the bank for statement of cash flows purposes. The Foundation maintains its cash in bank accounts that may exceed federal insured limits at times during the year. The Foundation has not experienced any losses in these accounts, and management does not believe it is exposed to any significant credit risk.

**Pledges receivable** – Pledges receivable are stated at net realizable value. Net realizable value is equal to the gross amount of receivables less an estimated allowance for doubtful accounts. Management basis its estimates of doubtful accounts on several factors. These factors include the Foundation's prior experience collecting receivables, the aging of the receivables at year end-end, and management's appraisal of current economic conditions. The Foundation considers pledges to be fully collectible. As of December 31 2023 and 2022, pledges were receivable in one to five years and there were no significant concentrations.



**Notes to Financial Statements**

December 31, 2023 and 2022

(See Independent Accountant's Review Report)

**Note 1 – Summary of Significant Accounting Policies – (Continued)**

**Investments** – Investments are recorded at fair value, all of which are measured using Level 1 inputs, which are defined as quoted market prices in active markets for identical investments. Changes in fair value are included in the change in net assets.

**Contributions** – Contributions are recognized as revenue at the earlier of receipt or when an unconditional pledge is made.

**Grants payable** – Grants payable are stated at the amount the Foundation has agreed to pay the other organization and are recorded when grant documents are approved by the board of directors and agreed to by both parties. As of December 31, 2023 and 2022, all grants are payable within one year.

**In-kind donations** – Donations of equipment, materials, and services are recorded at fair value on the date of receipt. Donated services are recognized at fair value if services received (a) create or enhance nonfinancial assets or (b) require specialized skills, and are provided by individuals possessing those skills and would typically need to be purchased if not donated. Many volunteers have donated significant amounts of time to the Foundation's activities. The services of these volunteers are not recorded in the accompanying financial statements as they do not meet the criteria for recognition. See additional information in Note 3.

**Functional allocation of expenses** – The costs of providing various programs and other activities have been summarized on the functional basis in the statement of activities and in the statement of functional expenses. Accordingly, certain costs have been allocated among the programs and supporting services benefited and have been allocated on a reasonable basis that is consistently applied. Directly identifiable expenses are charged to programs and supporting functions. Other categories of expenses may be attributed to more than one program activity or supporting function. Allocations are based on estimates of time and effort and other metrics when applicable.

**Federal income tax** – The Foundation is a nonprofit entity exempt from income taxes under Section 501(c)(3) of the Internal Revenue Code. The tax returns for the prior three fiscal years remain subject to examination by major tax jurisdictions.

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

**Subsequent events** – In preparing these financial statements, the Foundation has evaluated events and transactions for potential recognition or disclosure through August 1, 2024, the date the financial statements were available to be issued.

**Reclassifications** – Certain reclassifications have been made to the prior year's financial statements to conform to the current year's financial statement presentation.

WhidbeyHealth Foundation

**Notes to Financial Statements**

December 31, 2023 and 2022

(See Independent Accountant’s Review Report)

**Note 2 – Liquidity and Availability**

Financial assets available for general expenditures consist of the following within one year at December 31:

|   | <u>2023</u>         | <u>2022</u>         |
|---|---------------------|---------------------|
| Financial assets at year end  |                     |                     |
| Cash  | \$ 1,114,044        | \$ 1,726,524        |
| Pledges receivable  | 1,500               | 45,559              |
| Investments   | <u>847,644</u>      | <u>796,205</u>      |
| Total financial assets  | 1,963,188           | 2,568,288           |
| Less amounts not available for general expenditure within one year                  |                     |                     |
| Donor restricted – endowment  | \$ (456,630)        | \$ (449,626)        |
| Board designated – quasi-endowment  | <u>(391,014)</u>    | <u>(346,579)</u>    |
| Financial assets available to meet general expenditures over the next twelve months | <u>\$ 1,115,544</u> | <u>\$ 1,772,083</u> |

The Foundation has certain assets limited to use for internal (as discussed in Note 4) and board-designated purposes which are generally not considered available for use, however, the board of directors could appropriate investment earnings for expenditure if the need arose. Accordingly, these assets have been excluded from financial assets to meet general expenditures within one year.

**Note 3 – In-kind Donations**

The Foundation received the following in-kind donations during the years ended December 31:

|                           | <u>2023</u>       | <u>2022</u>       |
|---------------------------|-------------------|-------------------|
| Salaries and benefits     | \$ 306,607        | \$ 188,935        |
| IT services               | 46,304            | -                 |
| Facilities maintenance    | 42,267            | -                 |
| Goods                     | 13,727            | 26,144            |
| Donated use of facilities | 8,446             | 8,400             |
| Other                     | 3,208             | -                 |
| Office supplies           | 755               | 607               |
| Total                     | <u>\$ 421,314</u> | <u>\$ 224,086</u> |

The Foundation’s policy related to gifts-in-kind is to utilize the assets received to carry out its mission. If an asset is provided that does not allow the Foundation to utilize it in its normal course of business, the asset will be donated, disposed, or sold at its fair value as determined by appraisal or specialist depending on the type of asset.

**Notes to Financial Statements**

December 31, 2023 and 2022

(See Independent Accountant's Review Report)

**Note 3 – In-kind Donations – (Continued)**

Salaries and benefits are valued based on the amount that the Hospital paid employees on behalf of the Foundation. Donated use of facilities is related to office space that the Foundation receives free-of-charge in the building owned by the Hospital. Donated use of facilities is valued based on the estimated market value of similar office space in the area. IT Services, facilities maintenance, donated goods, office supplies, and other expenses are valued based on the estimated fair value of purchasing similar goods and services in the United States.

**Note 4 – Endowment**

The Foundation's endowment consists of funds held in investment accounts established for the purpose of supporting the operations of the Foundation and providing grants. The Foundation's endowment includes donor-restricted endowment funds and a board-designated quasi endowment fund. As required by generally accepted accounting principles (GAAP) net assets associated with endowment funds including any funds designated by the Board to function as endowments, are classified and reported based on the existence or absence of donor-imposed restrictions.

**Interpretation of relevant law** – The State of Washington has passed a version of the Uniform Prudent Management of Institutional Funds Act (UPMIFA). The Board of Directors has interpreted UPMIFA as requiring preservation of the fair value of the original gift as of the gift date of the donor-restricted endowment funds absent explicit donor stipulations to the contrary. As a result of this interpretation, the Foundation considers the following donor restricted net assets as restricted in perpetuity (a) the original value of gifts donated to the permanent endowment, (b) the original value of subsequent gifts to the permanent endowment and (c) accumulations to the permanent endowment made in accordance with the direction of the applicable donor gift instrument at the time the accumulation is added to the fund. Donor restricted net assets considered to be held in perpetuity totaled \$200,000 as of December 31, 2023 and 2022. The remaining portion of donor-restricted endowment funds is classified as donor restricted net assets until those amounts are appropriated for expenditure in a manner consistent with the standard of prudence prescribed by UPMIFA. Funds designated by the Board of Directors, to be treated as quasi endowment funds, are classified as board-designated net assets. In accordance with UPMIFA, the Foundation considers the following factors in making a determination to appropriate or accumulate donor-restricted endowment funds:

1. Duration and preservation of the fund
2. Purposes of the Foundation and the fund
3. General economic conditions
4. Possible effect of inflation and deflation
5. Expected total return from investment income and appreciation or depreciation of investments
6. Other resources of the Foundation
7. Investment policies of the Foundation

WhidbeyHealth Foundation

Notes to Financial Statements

December 31, 2023 and 2022

(See Independent Accountant's Review Report)

**Note 4 – Endowment** – (Continued)

The composition of net assets by type of endowment fund totaled the following at December 31:

|                                    | <b>2023</b>                           |                                    |                   |
|------------------------------------|---------------------------------------|------------------------------------|-------------------|
|                                    | <b>Without donor<br/>restrictions</b> | <b>With donor<br/>restrictions</b> | <b>Total</b>      |
| Donor-restricted - endowment       | \$ -                                  | \$ 456,630                         | \$ 456,630        |
| Board-designated - quasi endowment | 391,014                               | -                                  | 391,014           |
| Total funds                        | <u>\$ 391,014</u>                     | <u>\$ 456,630</u>                  | <u>\$ 847,644</u> |

  

|                                    | <b>2022</b>                           |                                    |                   |
|------------------------------------|---------------------------------------|------------------------------------|-------------------|
|                                    | <b>Without donor<br/>restrictions</b> | <b>With donor<br/>restrictions</b> | <b>Total</b>      |
| Donor-restricted - endowment       | \$ -                                  | \$ 449,626                         | \$ 449,626        |
| Board-designated - quasi endowment | 346,579                               | -                                  | 346,579           |
| Total funds                        | <u>\$ 346,579</u>                     | <u>\$ 449,626</u>                  | <u>\$ 796,205</u> |

Change in endowment net assets consisted of the following for the years ended December 31:

|   | <b>2023</b>                           |                                    |                   |
|---|---------------------------------------|------------------------------------|-------------------|
|   | <b>Without donor<br/>restrictions</b> | <b>With donor<br/>restrictions</b> | <b>Total</b>      |
| Endowment net assets, beginning of year | \$ 346,579                            | \$ 449,626                         | \$ 796,205        |
| Interest and dividends                  | 16,089                                | 14,781                             | 30,870            |
| Investment return                       | 28,346                                | (7,777)                            | 20,569            |
| Endowment net assets, end of year       | <u>\$ 391,014</u>                     | <u>\$ 456,630</u>                  | <u>\$ 847,644</u> |

  

|   | <b>2022</b>                           |                                    |                   |
|---|---------------------------------------|------------------------------------|-------------------|
|   | <b>Without donor<br/>restrictions</b> | <b>With donor<br/>restrictions</b> | <b>Total</b>      |
| Endowment net assets, beginning of year | \$ 420,177                            | \$ 463,623                         | \$ 883,800        |
| Interest and dividends                  | 16,949                                | 9,277                              | 26,226            |
| Investment return                       | (90,547)                              | (23,274)                           | (113,821)         |
| Endowment net assets, end of year       | <u>\$ 346,579</u>                     | <u>\$ 449,626</u>                  | <u>\$ 796,205</u> |

**Return objectives and risk parameters** – The Foundation has adopted investment and spending policies for endowment assets that attempt to provide a predictable stream of funding to programs supported by its endowment while seeking to maintain the purchasing power of the endowment assets. The Foundation's investment policy states that the assets are to be invested in any mix of equity and fixed income securities and investment performance is evaluated against market indices representing the broad asset classes as specific in investment policy.

WhidbeyHealth Foundation

Notes to Financial Statements

December 31, 2023 and 2022

(See Independent Accountant’s Review Report)

**Note 4 – Endowment** – (Continued)

**Strategies employed for achieving objectives** – To satisfy its long-term rate-of-return objectives, the Foundation relies on a total return strategy in which investment returns are achieved through both capital appreciation (realized and unrealized) and current yield (interest and dividends). The Foundation holds endowment funds in separate investment accounts.

**Spending policy and how the investment objectives relate to spending policy** – The Foundation has a policy of appropriating for distribution each year the value of earnings on the endowment fund. The earnings are intended by the board to be held in the endowment until the needs arise that the board will appropriate the earnings for expenditure.

**Funds with deficiencies** – From time to time, the fair value of assets associated with individual donor-restricted endowment funds may fall below the level the Foundation is required to retain as a fund of perpetual duration pursuant to donor stipulation or UPMIFA. In accordance with GAAP, deficiencies of this nature are reported in net assets with donor restrictions. There were no such deficiencies as of December 31, 2023 and 2022.

**Note 5 – Investments**

Investments consist of the following at December 31:

|                              | <u>2023</u>       | <u>2022</u>       |
|------------------------------|-------------------|-------------------|
| Equity securities            | \$ 232,813        | \$ 228,062        |
| Cash and cash equivalents    | 225,783           | 174,336           |
| Mutual funds                 |                   |                   |
| Intermediate core bond       | 131,100           | 119,913           |
| Large growth                 | 49,481            | 35,107            |
| Large blend                  | 32,618            | 33,604            |
| Large value                  | 32,131            | 29,137            |
| Foreign large growth         | 31,197            | 27,986            |
| High yield                   | 19,649            | 19,326            |
| Small growth                 | 15,669            | 13,711            |
| Mid-cap blend                | 15,635            | 14,203            |
| Mid-cap value                | 15,321            | 17,250            |
| Commodities broad basket     | 15,038            | 11,785            |
| Emerging markets             | 11,861            | 10,228            |
| Diversified emerging markets | 11,282            | 7,180             |
| Mid-cap growth               | 8,066             | 6,752             |
| Exchange traded funds        | -                 | 47,625            |
| Total                        | <u>\$ 847,644</u> | <u>\$ 796,205</u> |

WhidbeyHealth Foundation

**Notes to Financial Statements**

December 31, 2023 and 2022

(See Independent Accountant's Review Report)

**Note 5 – Investments – (Continued)**

The components of investment return were as follows for the years ended December 31:

|  | <u>2023</u>      | <u>2022</u>        |
|--|------------------|--------------------|
| Interest and dividends                     | \$ 30,870        | 26,226             |
| Net realized and unrealized gains (losses) | 27,533           | (106,702)          |
| Investment fees                            | <u>(6,964)</u>   | <u>(7,119)</u>     |
|  | <u>\$ 51,439</u> | <u>\$ (87,595)</u> |

**Note 6 – Net Assets**

Net assets with donor restrictions consisted of the following at December 31:

|   | <u>2023</u>         | <u>2022</u>         |
|---|---------------------|---------------------|
| Hospice                                   | \$ 692,348          | \$ 706,723          |
| Endowment - unappropriated earnings       | 256,630             | 249,626             |
| Endowment - corpus                        | 200,000             | 200,000             |
| Emergency room remodel                    | 158,394             | 558,394             |
| Family birthplace                         | 98,207              | 165                 |
| Home health                               | 71,710              | 71,619              |
| Medical ambulatory care                   | 41,417              | 48,900              |
| Useless Bay Country Club Men's Tournament | 36,088              | 4,785               |
| Pharmacy and prescription assistance      | 23,226              | 20,926              |
| Departmental                              | 21,540              | 15,923              |
| Gift shop                                 | 13,286              | 12,000              |
| Emergency medical services                | 8,951               | 15,827              |
| Clinics                                   | 4,990               | 1,323               |
| Other                                     | 2,024               | 8,576               |
| Ambulance fund                            | -                   | 145,232             |
| COVID-19 response                         | <u>-</u>            | <u>7,008</u>        |
|   | <u>\$ 1,628,811</u> | <u>\$ 2,067,027</u> |

Net assets designated by the board of directors consisted of the following at December 31:

|                | <u>2023</u>      | <u>2022</u>      |
|----------------|------------------|------------------|
| Ambulance fund | \$ 46,852        | \$ 73,620        |
| Scholarships   | <u>12,147</u>    | <u>-</u>         |
|                | <u>\$ 58,999</u> | <u>\$ 73,620</u> |