SACRAMENTO CAMP AND CONFERENCE CENTER, INC.

Audited Financial Statements

December 31, 2022 and 2021

Dan Austin CPA PC
700 Mechem Drive Suite 15
Ruidoso, New Mexico 88345

SACRAMENTO CAMP AND CONFERENCE CENTER, INC.

Financial Statements

December 31, 2022

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SACRAMENTO CAMP AND CONFERENCE CENTER, INC.
Board of Directors
December 31, 2022

Paul Campbell	Chairman
Jeni Dugan	Chairman-Elect
Terry Schul	Past Chairman
Jim Maxon	Treasurer
Ruben Galceran	Secretary
Monty Leavell	Member
Scott Keener	Member
Tyler Cox	Member
Trey Hughes	Member
Jimmy Hermosillo	Member
Erine Vineyard	Member

Administration

Jeff Eigenmann	Executive Director
Loraine Gardner	Business Manager

Dan Austin CPA, PC
700 Mechem Drive Suite 15
Ruidoso, NM 88345

Member of the American Institute of Certified Public Accountants
and the New Mexico Society of Certified Public Accountants

Independent Auditors' Report

To the Board of Directors of Sacramento
Camp and Conference Center, Inc.

Opinion

We have audited the accompanying financial statements of Sacramento Camp and Conference Center Inc. (a nonprofit organization), which comprise the statement of financial position as of June 30, 2022 and the related statements of activities and changes in net assets, functional expenses and cash flows for the year then ended, and the related notes to the financial statements.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Sacramento Camp and Conference Center Inc. as of December 31, 2022 and the results of its operations, changes in its net assets, its cash flows, and its functional expenses for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of Sacrament Camp and Conference Center, Inc. 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 Sacramento Camp and Conference Center, Inc.'s ability to continue as a going concern within one year after the date that the financial statements are available to be issued.

Auditors' Responsibilities for the Audit of the Financial Statements

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

Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements. In performing an audit in accordance with generally accepted auditing standards, we:

• Exercise professional judgment and maintain professional skepticism throughout the audit.

• Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.

• Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of Sacramento Camp and Conference Center'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 Sacramento Camp and Conference Center Inc.'s ability to continue as a going concern for a reasonable period of time.

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

Report on Summarized Comparative Information

We have previously audited the Sacramento Camp and Conference Center Inc.'s December 31, 2021 financial statements, and we expressed an unmodified audit opinion on those audited financial statements in our report dated February 1, 2022. In our opinion, the summarized comparative information presented herein as of and for the year ended December 31, 2021 is consistent, in all material respects, with the audited financial statements from which it has been derived.

Dean Austin CPA, PC

Ruidoso, New Mexico
January 30, 2023

Sacramento Camp and Conference Center, Inc.
Statement of Financial Position
December 31, 2022 and 2021

		2022	2021
Assets			
	Cash and Equivalents-Without Restrictions	$ 107,978	$ 53,877
	Cash and Equivalents-With Restrictions	1,218,687	44,863
	Accounts Receivable-Without Restrictions	9,216	12,514
	Contributions Receivable-With Restrictions	525	1,675
	Tac Credits Receivable	199,523	199,523
	Inventory	35,585	32,492
	Endowment investments held by the by the	-	
	Texas Methodist Foundation	660,705	806,189
	Land, Buildings and Furniture and Equipment,		
	Net of Accumulated Depreciation	7,648,073	7,811,889
	Total Assets	$ 9,880,292	$ 8,963,022
Liabilities			
	Accounts Payable	$ 10,591	$ 16,846
	Payroll Tax Liabilities	1,108	1,078
	Customer Deposits	64,127	84,364
	Deferred Income	14,958	10,758
	Short-Term Debt	-	1,406
	Long-Term Debt	28,367	87,852
	Total Liabilities	119,151	202,304
Net Assets			
	Without Donor Restrictions-Program	7,881,224	7,907,991
	With Donor Restrictions-Program	1,219,212	46,538
	With Donor Restrictions-Endowment	660,705	806,189
	Total Net Assets	9,761,141	8,760,718
Total Liabilities and Net Assets		$ 9,880,292	$ 8,963,022

The accompanying notes are an integral part of this statement.

Sacramento Camp and Conference Center, Inc.
Statement of Financial Position - Detail
December 31, 2022 and 2021

	2022				2021			
	Without Donor Restrictions Program	With Donor Restrictions Program	With Donor Restrictions Endowment	Total	Without Donor Restrictions Program	With Donor Restrictions Program	With Donor Restrictions Endowment	Total
Assets								
Cash and Equivalents	$ 107,978	$ 1,218,687	$ -	**$ 1,326,665**	$ 53,877	$ 44,863	$ -	**$ 98,740**
Endowment investments held by the by the Texas Methodist Foundation	-	-	660,705	**660,705**	-	-	806,189	**806,189**
Accounts Receivable	9,216	-	-	**9,216**	12,514		-	**12,514**
Contributions Receivable	-	525	-	**525**		1,675	-	**1,675**
Tax Credits Receivable	199,523			**199,523**	199,523	-	-	**199,523**
Inventory	35,585	-	-	**35,585**	32,492	-	-	**32,492**
Land, Buildings and Furniture and Equipment, Net of Accumulated Depreciation	7,648,073	-	-	**7,648,073**	7,811,889	-	-	**7,811,889**
Total Assets	$ 8,000,375	$ 1,219,212	$ 660,705	**$ 9,880,292**	$ 8,110,295	$ 46,538	$ 806,189	**$ 8,963,022**
Liabilities								
Accounts Payable	$ 10,591	$ -	$ -	**$ 10,591**	$ 16,846	$ -	$ -	**$ 16,846**
Payroll Tax Liabilities	1,108	-	-	**1,108**	1,078	-	-	**1,078**
Customer Deposits	64,127	-	-	**64,127**	84,364	-	-	**84,364**
Deferred Income-Services	14,958	-	-	**14,958**	10,758	-	-	**10,758**
Short-Term Debt	-	-	-	**-**	1,406	-	-	**1,406**
Long-Term Debt	28,367	-	-	**28,367**	87,852	-	-	**87,852**
Total Liabilities	119,151	-	-	**119,151**	202,304	-	-	**202,304**
Net Assets								
Without Donor Restrictions	7,881,224	-	-	**7,881,224**	7,907,991	-	-	**7,907,991**
With Donor Restictions-Operations	-	1,219,212		**1,219,212**	-	46,538		**46,538**
With Donor Restictions-Endowment	-	-	660,705	**660,705**	-	-	806,189	**806,189**
Total Net Assets	7,881,224	1,219,212	660,705	**9,761,141**	7,907,991	46,538	806,189	**8,760,718**
Total Liabilities and Net Assets	$ 8,000,375	$ 1,219,212	$ 660,705	**$ 9,880,292**	$ 8,110,295	$ 46,538	$ 806,189	**$ 8,963,022**

The accompanying notes are an integral part of this statement.

Sacramento Camp and Conference Center, Inc.
Statement of Activities
December 31, 2022 and 2021

	2022				2021			
	Without Donor Restrictions Program	With Donor Restrictions Program	With Donor Restrictions Endowment	Total	Without Donor Restrictions Program	With Donor Restrictions Program	With Donor Restrictions Endowment	Total
Unrestricted Net Assets								
Revenue and Other Support								
Appropriations, Grants and Contributions:								
Shared Ministries and Other Grants	$ 54,123	$ -	$ -	**$ 54,123**	$ 43,274	$ -	$ -	**$ 43,274**
Contributions-Undesignated	276,154	-	-	**276,154**	344,925	-	-	**344,925**
State & Federal Grants	-	-	-	**-**	535,269	-	-	**535,269**
Investment Income	-	-	-	**-**	-	135	-	**135**
Contributions-Designated	-	1,334,288	-	**1,334,288**	-	1,236,683		**1,236,683**
Net Assets Released From Restrictions	161,614	(161,614)	-	**-**	1,420,527	(1,420,527)	-	**-**
Total Grants and Contributions	491,891	1,172,674	-	**1,664,565**	2,343,995	(183,709)	-	**2,160,286**
Program Revenues:								
Food and Lodging	1,003,191	-	-	**1,003,191**	613,915	-	-	**613,915**
Other Program Revenues	150,277	-	-	**150,277**	114,275	-	-	**114,275**
Snack and Gift Sales	58,219	-	-	**58,219**	42,636	-	-	**42,636**
Miscellaneous	5,848	-	-	**5,848**	1,902	-	-	**1,902**
Total Program Revenue	1,217,535	-	-	**1,217,535**	772,728	-	-	**772,728**
Total Revenue and Other Support	1,709,426	1,172,674	-	**2,882,100**	3,116,723	(183,709)	-	**2,933,014**
Expenses								
Program Expenses	1,593,242	-	-	**1,593,242**	1,405,875	-	-	**1,405,875**
Administration	94,271	-	-	**94,271**	85,059	-	-	**85,059**
Fund Raising	51,685	-	-	**51,685**	47,272	-	-	**47,272**
Total Expenses	1,739,198	-	-	**1,739,198**	1,538,206	-	-	**1,538,206**
Increase (Decrease) in Net Assets	(29,772)	1,172,674	-	**1,142,902**	1,578,517	(183,709)	-	**1,394,808**
Permanently Restricted Net Assets								
Contributions	-	-	23,189	**23,189**	-	-	2,000	**2,000**
Net Realized and Unrealized Gains, Interest and Dividend Income, Net of Fees			(165,668)	**(165,668)**	-		88,986	**88,986**
Net Assets Released From Restrictions	3,005	-	(3,005)	**-**	2,762	-	(2,762)	**-**
Increase (Decrease) in Permanently Restricted Assets	3,005	-	(145,484)	**(142,479)**	2,762	-	88,224	**90,986**
Change in Net Assets From Activities	(26,767)	1,172,674	(145,484)	1,000,423	1,581,279	(183,709)	88,224	1,485,794
Restatement	-	-	-	-	52,654	-	-	52,654
Net Assets, Beginning of Year	7,907,991	46,538	806,189	**8,760,718**	6,274,058	230,247	717,965	**7,222,270**
Net Assets, Ending of Year	$ 7,881,224	$ 1,219,212	$ 660,705	$ 9,761,141	$ 7,907,991	$ 46,538	$ 806,189	$ 8,760,718

The accompanying notes are an integral part of this statement.

Sacramento Camp and Conference Center, Inc.
Statement of Functional Expense-Without Donor Restrictions
December 31, 2022 and 2021

2022 Expense		Program	Management And General	Fundraising	2022 Total
	Salaries and Related Expense	$ 629,229	$ 74,027	$ 37,013	$ 740,269
	Food and Related Expense	252,121	-	-	252,121
	Board Development	-	-	-	-
	Program Ministries	39,736	-	-	39,736
	Audit	12,692	400	267	13,359
	Utilities	133,577	4,218	2,812	140,607
	Maintenance	51,146	1,055	527	52,728
	General Supplies and Services	85,065	2,686	1,791	89,542
	Depreciation	258,794	8,173	5,448	272,415
	Marketing and Hospitality	11,425	-	1,269	12,694
	Insurance	116,767	3,687	2,458	122,912
	Interest	1,560	-	-	1,560
	Travel	1,130	25	100	1,255
	Total Expenses	$ 1,593,242	$ 94,271	$ 51,685	$ 1,739,198

2021 Expenses		Program	Management And General	Fundraising	2021 Total
	Salaries and Related Expense	$ 567,459	$ 66,760	$ 33,380	$ 667,599
	Food and Related Expense	168,504	-	-	168,504
	Board Development	246	246	-	492
	Program Ministries	37,479	-	-	37,479
	Audit	12,320	389	259	12,968
	Utilities	136,621	4,314	2,877	143,812
	Maintenance	61,402	1,266	633	63,301
	General Supplies and Services	68,192	2,153	1,436	71,781
	Depreciation	260,326	8,221	5,481	274,028
	Marketing and Hospitality	17,879	-	1,987	19,866
	Insurance	53,376	1,686	1,123	56,185
	Interest	20,984	-	-	20,984
	Travel	1,087	24	96	1,207
	Total Expenses	$ 1,405,875	$ 85,059	$ 47,272	$ 1,538,206

The accompanying notes are an integral part of this statement.

Sacramento Camp and Conference Center, Inc.
Statement of Cash Flows
December 31, 2022 and 2021

	2022				2021			
	Without Donor Restrictions Program	With Donor Restrictions Program	With Donor Restrictions Endowment	Total	Without Donor Restrictions Program	With Donor Restrictions Program	With Donor Restrictions Endowment	Total
Cash Flow From Operating Activities								
Change in Net Assets	$ (26,767)	$ 1,172,674	$ (145,484)	**$ 1,000,423**	$ 1,581,279	$ (183,709)	$ 88,224	**$ 1,485,794**
Adjustments to reconcile changes in net cash provided(used) by operating activities:								
Depreciation	272,415	-	-	**272,415**	274,028	-	-	**274,028**
Net Change (Gains)Losses on Investments	-	-	145,484	**145,484**	-	-	(88,224)	**(88,224)**
Change in Assets and Liabilities								
(Increase)Decrease in Assets								
Inventory	(3,093)	-	-	**(3,093)**	6,533	-	-	**6,533**
Receivables	3,298	1,150	-	**4,448**	(134,127)	23,925	-	**(110,202)**
Increase(Decrease) in Liabilities								
Accounts Payable	(6,255)	-	-	**(6,255)**	4,973	-	-	**4,973**
Accrued Expense	30	-	-	**30**	466	-	-	**466**
Deferred Income	4,200	-	-	**4,200**	(1,745)	-	-	**(1,745)**
Customer Deposits	(20,237)	-	-	**(20,237)**	3,703	-	-	**3,703**
Net Cash Provided(Used) by Operating Activities	223,591	1,173,824	-	**1,397,415**	1,735,110	(159,784)	-	**1,575,326**
Cash Flow From Investing Activities								
Property and Equipment Purchases	(108,599)	-	-	**(108,599)**	(459,140)	-	-	**(459,140)**
Net Cash Provided(Used) by Investing Activities	(108,599)	-	-	**(108,599)**	(459,140)	-	-	**(459,140)**
Cash Flow From Financing Activities								
Principal Payments on Debt	(60,891)	-	-	**(60,891)**	(1,281,500)	-	-	**(1,281,500)**
Proceeds from Debt Financing	-	-	-	**-**	-	-	-	**-**
Net Cash Provided(Used) by Investing Activities	(60,891)	-	-	**(60,891)**	(1,281,500)	-	-	**(1,281,500)**
Net Increase(Decrease) in Cash and Cash Equivalents	54,101	1,173,824	-	**1,227,925**	(5,530)	(159,784)	-	**(165,314)**
Cash and Cash Equivalents, Beginning of Year	53,877	44,863	-	**98,740**	59,407	204,647	-	**264,054**
Cash and Cash Equivalents, End of Year	**$ 107,978**	**$ 1,218,687**	**$ -**	**$ 1,326,665**	**$ 53,877**	**$ 44,863**	**$ -**	**$ 98,740**

The accompanying notes are an integral part of this statement.

mSacramento Camp and Conference Center Inc.
Notes to the Financial Statements
For the Year Ended December 31, 2022 and 2021

NOTE 1 - Description of Operations and Summary of Significant Accounting Policies

Operations

The Sacramento Camp and Conference Center Inc. (Board), formerly known as the New Mexico Methodist Conference Camps Board, was incorporated in the State of New Mexico as a Not-for-profit corporation in September, 1931 exclusively for charitable and religious purposes within the meaning of Section 501(c)(3) of the Internal Revenue Code of 1954 and complying with a group exemption issued to the Methodist Church by the Internal Revenue Service on October 14, 1974. The Board formerly filed a 501 (c) (3) application with the Internal Revenue Service in 2013 to formerly separate the Board from the New Mexico Conference of United Methodist Church. The application was approved by the Internal Revenue Service on September 18, 2015. The effective date of the exemption was April 4, 2013.

The primary purpose of the organization is to own and operate the Camp in Sacramento, New Mexico. The Camp and its religious programs are for the primary benefit of the local churches. The facilities are also made available to non-church member groups.

Basis of Accounting

The financial statements of the organization have been prepared on an accrual basis of accounting. Accordingly, certain revenues and related assets are recorded when earned rather than received and certain expenses are recorded when the service is received rather than when the obligation is paid.

Basis of Presentation

Net assets, revenue, and gains and losses are classified based on the existence or absence of donor-imposed restrictions into two classes of net assets. Accordingly, net assets of the Organization are classified and reported as follows:

- Without donor restrictions - Net assets that are not subject to donor-imposed stipulations.
- With donor restrictions - Net assets subject to donor-imposed restrictions on their use that may be met subject to either donor-imposed restrictions on their use that may be met subject to either donor-imposed restrictions on their use that may be met either by actions by the Organization or the passage of time; as well as net assets subject to donor imposed or other legal restrictions requiring the principal be maintained in perpetuity.

Revenues are reported as increases in net assets without donor restrictions unless their use is limited by donor-imposed restrictions. Expenses are reported as decreases in net assets without donor restrictions. Gains and losses on investments are reported as increases or decreases in net assets without donor restrictions unless their use is restricted by explicit donor stipulations or by law. Expirations of restrictions recognized on net assets when the donor-stipulated purpose has been fulfilled and/or the stipulated time period has elapsed) reported as net assets released from restrictions, which reflect reclassifications from net assets with donor restrictions to net assets without donor restrictions. Restrictions on gifts to acquire long-lived assets are considered met in the period in which the assets are placed in service.

Revenue Recognition

The Organization derives its revenue from pledges, grants and other sources. The Organization recognizes revenue from contributions, grants and contracts in accordance with Accounting Standards Update ("ASU") 2018-08, Not-For-Profit Entities (ASC Topic 958): Clarifying the Scope and the Accounting Guidance for Contributions Received and Contributions Made ("ASU 2018-08").

Campaign contributions are received as donations or promises to give in the form of pledges. Contributions arise from fundraising efforts conducted by the Organization and volunteers from the community. Contributions with restrictions that are more specific than the broad limits of the nature, purpose, and overall environment of the Organization are classified as donor restrictions until such restrictions are fulfilled or released by the passage of time.

Grant revenue is recognized as either conditional or unconditional contributions. Unconditional grant funds are recognized as revenue when received. Conditional grant funds are recognized as revenue when conditions have been satisfied or fulfilled. Funds from conditional grants received in advance are recorded as deferred revenue until conditions of recognition are satisfied.

Assets-With Donor Restrictions-Program

The Board reports gifts of cash and other assets as 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, temporarily restricted net assets are reclassified to unrestricted net assets and reported in the statement of activities as net assets released from restrictions. The Board reports gifts of land, buildings, and equipment as unrestricted support unless explicit donor stipulations specify how the donated assets must be used. Gifts of long-lived assets with explicit restrictions that specify how the assets are to be used and gifts of cash or other assets that must be used to acquire long-lived assets are reported as restricted support. Absent explicit donor stipulations about how long those long-lived assets must be maintained, the Board reports expirations of donor restrictions when the donated or acquired long-lived assets are placed in service.

Assets-With Donor Restrictions-Endowment

Endowment funds are subject to restrictions of gift instruments, which require that the Board maintain the funds received permanently. Allowable income is to be utilized to support the operations of the camp and is reflected as temporarily restricted until used for the restricted purpose.

Statement of Cash Flows

For the statement of cash flows, all cash, checking accounts, and interest-bearing accounts not held in trust with original maturities of less than 90 days are considered cash equivalents. The carrying value of cash and cash equivalents approximates fair value because of the short maturities of those financial instruments.

Statement of Functional Expense

The statement of functional expense is used to allocate operational expenses among the Program, Management and General, and Fundraising functions of the organization. Management makes allocations based on reasonable assumptions and studies as to expense classification. Program services and supporting activities are defined as:

(a) Program Service Expenses include activities that result in goods and services being distributed to beneficiaries and customers that fulfill the purposes of the organization.

(b) Managerial and General activities included oversight, business management and administration, bookkeeping, budgeting financing, and related administrative activities except for direct conduct of program services.

(c) Fundraising activities include publicizing and conducting fundraising campaigns, maintaining donor lists and conducting other activities involved with soliciting contributions from individuals, foundations and others.

Receivables

Receivable balances consist of services provided to groups at the camp and are stated at unpaid balances, less an allowance for doubtful accounts. The Board provides for losses on receivables using the allowance method. The allowance is based on the Board's assessment of the status of individual accounts.

Inventory

Inventory consists primarily of camping food and store merchandise and is stated at the lower of cost or market, determined by the first-in, first-out method.

Investments

Investments consist primarily of assets invested in certificates of deposit, marketable equity and debt securities, and money-market accounts. The Board accounts for investments in accordance with FASB ASC 958-320 and subsections (formerly SFAS No. 124, *Accounting/or Certain Investments Held by Not-for-Profit Organizations* ["SFAS 124"]). This standard requires that investments in equity securities with readily determinable fair values and all investments in debt securities be measured at fair value in the statement of assets, liabilities, and net assets. Fair value of marketable equity and debt securities is based on quoted market prices. The realized and unrealized gain or loss on investments is reflected in the change in net assets.

Investment income and gains restricted by a donor are reported as increases in unrestricted net assets if the restrictions are met (either by passage of time or by use) in the reporting period in which the income and gains are recognized.

Investments are exposed to various risks such as significant world events, interest rate, credit, and overall market volatility risks. Due to the level of risk associated with certain investment securities, it is reasonably possible that changes in the fair value of investments will occur in the near term and that such changes could materially affect the amounts reported in the statement of financial position.

Fair Value Measurements.

The Board has adopted ASC 820-10 (formerly known as SFAS No. 157, *Fair Value Measurements)* which provides a framework for measuring fair value under generally accepted accounting principles. ASC 820-10 applies to all financial instruments that are being measured and reported on a fair value basis.

As defined in ASC 820-10, fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. In determining fair value, the Board uses various methods including market, income, and cost approaches. Based on these approaches, the Board often utilizes certain assumptions that market participants would use in pricing the asset or liability, including assumptions about risk and or the risks inherent in the inputs to the valuation technique. These inputs can be readily observable, market corroborated, or generally unobservable inputs. The Board utilized valuation techniques that maximize the use of observable inputs and minimize the use of unobservable inputs. Based on the observability of the inputs used in the valuation techniques the Board is required to provide the following information according to the fair value hierarchy. The fair value hierarchy ranks the quality and reliability of the information used to determine fair values. Financial assets and liabilities carried at fair value will be classified and disclosed in one of the following three categories:

- Level 1 - Valuations for assets and liabilities traded in active exchange markets, such as the New York Stock Exchange. Level 1 also includes U.S. Treasury and federal agency securities and federal agency mortgage-backed securities, which are traded by dealers of brokers in active markets. Valuations are obtained from readily available pricing sources for market transactions involving identical assets or liabilities.

- Level 2 - Valuations for assets and liabilities traded in less active dealer or broker markets. Valuations are obtained from third-party pricing services for identical or similar assets or liabilities.

- Level 3 - Valuations for assets and liabilities that are derived from other valuation methodologies, including option-pricing models, discounted cash flow models and similar techniques, and not based on market exchange, dealer, or broker-traded transactions. Level 3 valuations incorporate certain assumptions and projections in determining the fair value assigned to such assets or liabilities.

The fair value of investments in securities is the market value based on the quoted market prices, when available, or market prices provided by recognized broker dealers. If listed prices or quotes are not available, fair value is based upon externally developed models that use unobservable inputs to the limited market activity of the instrument.

The Organization's significant financial instruments are its investments. For these financial instruments, carrying values approximate fair value.

The following methods and assumptions were used by the Board in estimating the fair value of its financial instruments:

Certificates of Deposit - The carrying amount reported in the statement of financial position approximates fair value because of the short maturity of those instruments.

Investments in securities or mutual funds - The fair values of the Board's investments in marketable equity and debt securities and mutual funds is based on quoted market prices.

Fair values of assets and liabilities measured on a recurring basis at:

December 31, 2022	Level 1	Level 2	Level 3	Total
Endowment Stocks and Mutual Funds	$ 660,705	$ -	$ -	$ 660,705
	$ 660,705	$ -	$ -	$ 660,705

December 31, 2021	Level 1	Level 2	Level 3	Total
Endowment Stocks and Mutual Funds	$ 806,189	$ -	$ -	$ 806,189
	$ 806,189	$ -	$ -	$ 806,189

Land, Buildings and Depreciation

Property and equipment is carried at cost or, for donated assets, the fair market value at the date of donation. The cost of maintenance and repairs is expensed as incurred; significant acquisitions and improvements with a cost of $2,500 or more and a useful life of more than one year are capitalized.

Depreciation is computed using the straight-line method over the estimated useful lives of the assets as follows:

Buildings	50 years
Land Improvements	30 years
Camp equipment	5 to 7 years
Office furniture and equipment	3 to7 years
Vehicles	5 years

Repairs and maintenance expenses are charged to operations when incurred and any major improvements/betterments and/or replacements of existing assets are capitalized. The Organization has adopted the provisions of FASB ASC 340-10-25 (formerly known as FSP AUG AIR.-1, *Accounting for Planned Major Maintenance Activities).* In accordance with the FSP, the Organization uses the direct expensing method to account for planned major maintenance activities.

Impairment of Long-Lived Assets

The Board accounts for long-lived assets in accordance with the provisions of FASB ASC 360-10 and subsections (formerly known as SFAS No. 144, *Accounting for the Impairment of Long-Lived Assets).* SFAS No. 144 requires that long-lived assets be reviewed for impairment whenever events or changes in circumstances indicate that the carrying amount of an asset may not be recoverable. Recoverability of assets to be held and used is measured by a comparison of the carrying amount of an asset to future undiscounted net cash flows expected to be generated by the asset. If such assets are considered impaired, the impairment to be recognized is measured by the amount by which the carrying amount of the assets exceeds the fair value of the assets. Assets to be disposed of are reported at the lower of the carrying amount or the fair value less costs to sell. Management does not believe impairment indicators are present as of December 31, 2022 and 2021.

Customer Deposits

The Board makes the use of its facilities available to various organizations. These organizations are required to deposit funds with the Board to secure the use facilities at a future date. The deposits are applied against amounts due to the Board on completion of the use of the facilities.

Deferred Income

Deferred income represents revenues received in the current year, but relate to services to be provided in future periods.

Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

Income Taxes

The Board has been determined to be exempt from Federal income tax under Section 501 (c)(3) of the Internal Revenue Code and therefore, is not subject to federal or state income tax. The Board is considered religious organization and is exempt from filing an annual information return to the IRS. However, any unrelated business income may be subject to taxation. Currently, the Board has no obligation for any unrelated business income tax.

The Board has adopted the provisions of FASB ASC 740-10 (formerly FASB Interpretation No. 48, *Accounting for Uncertainty in Income Taxes).* Under ASC 740-10, an organization must recognize the tax benefit/liability associated with any uncertain tax positions taken by the organization when it is more likely than not the position will be sustained by review of the taxing authority. An analysis performed by management during the year ended December 31,2022 of the Board's tax positions revealed no positions that met the requirements for disclosure as identified by ASC 740-10. For the year ended December 31, 2022, there were no interest or penalties recorded or included in the financial statements. The Returns for 2018, 2019, 2020, and 2021 are currently eligible for review by the Internal Revenue Service. Due to receipt of the Employee Retention Credit, 2020 and 2021 returns were amended.

NOTE 2 – Cash and Cash Equivalents

Cash and cash equivalents consisted of the following as of December 31, 2022 and 2021:

	2022	2021
Cash in Local bank-Operating	$ 106,878	$ 52,777
Cash on hand-Operating	1,100	1,100
Cash in Local bank-Restricted	1,218,687	44,863
Total	$ 1,326,665	$ 98,740

The Organization maintains cash balances at one financial institution. The Federal Deposit Insurance Corporation (FDIC insured) insures accounts at the institution up to $250,000. As of December 31, 2022, the Center had $1,111,596 deposits that were uninsured. Periodically throughout the year and at year-end the balances did exceed available insurance. The Organization believes any credit risk exposure to its cash balances because of periodically exceeding available insurance levels is of an acceptable level.

NOTE 3 – Accounts and Contributions Receivable

Accounts receivable consist of undesignated contributions and services provided to users of camp facilities, which were unpaid at December 31, 2022 and 2021. The balance of $9,216 and $12,514 is considered collectible as of December 31, 2022 and 2021.

Contributions receivable consist of contributions that were committed to by donors in 2022 and received in 2023. The amount of $525 was receivable at December 31, 2022.

Taxes Receivable consist of Employee Retention Tax Credit for tax years 2020 and 2021 in the amount of $199,523 due from the U.S. Treasury relating to provisions of the CARES Act. (See Note 13)

NOTE 4 - Fixed Assets

Fixed assets activity for the years ended December 31, 2021 and 2022 was as follows:

	12/31/2020 Balances	Increases	Decreases	12/31/2021 Balances	Increases	Decreases	12/31/2022 Balances
Land	$ 829,684	$ -	$ -	$ 829,684	$ -	$ -	$ 829,684
Building	6,969,315	23,936	-	6,993,251	9,608	-	7,002,859
Building Improvements	742,563	-	-	742,563	-	-	742,563
Furniture , Fixtures and Equipment	461,457	75,898	-	537,355	42,932	-	580,287
Horses and Equipment	53,853	-	-	53,853	-	-	53,853
Transportation Equipment	184,569	12,500	-	197,069	-	-	197,069
Office Furniture, Fixtures and Equipment	143,950	3,000		146,950	-	-	146,950
Contruction in Progress	-	343,806	-	343,806	56,059	-	399,865
Total	9,385,391	459,140	-	9,844,531	108,599	-	9,953,130
Less :							
Accumulated Depreciation	1,758,614	274,028	-	2,032,642	272,415	-	2,305,057
Net Fixed Assets	$ 7,626,777	$ 185,112	$ -	$ 7,811,889	$ (163,816)	$ -	$ 7,648,073

Depreciation for the years ended December 31, 2021 and 2022 amounted to $274,028 and $272,415 respectively.

Note 5 – Debt

A summary in changes in debt obligations follows:

	Balance 12/31/20	Additions	(Reductions)	Balance 12/31/21	Additions	(Reductions)	Balance 12/31/22	Due in One Year
PPP Loan from FNB-Alamogordo Garunteed by SBA Matures 04/17/22, Interest 1.00%	$ 145,200	$ -	$ (145,200)	$ -	$ -	$ -	$ -	$ -
Real Estate Construction Draw Note Payable-Original Amount $1,250,000 payable in monthly installment of Matures 05/07/43, Interest 3.75%	$ 1,034,600	$ -	$ (976,000)	$ 58,600	$ -	$ (58,600)	$ -	$ -
Note Payable-Texas Methodist Foundation, dated 5/22/15, Revolving Credit Line of $375,000 Matures 09/30/21, Interest 3.75%	159,947	-	(159,947)	-	-	-	-	-
Non interest Contract to purchase RE. Payable in monthly installment payments of $208. Term is 26 years. The imputed interest rate is 3.77% Estimated maturity is in 2036.	31,011	-	(1,353)	29,658	-	(1,291)	28,367	1,460
Total Debt Obligations	$ 1,370,758	$ -	$ (1,282,500)	$ 88,258	$ -	$ (59,891)	$ 28,367	$ 1,460

The Annual Requirements to amoritize principal on all debt as of December 31, 2020 is as follows:

Fiscal Year	Principal	Interest	Total
2023	$ 1,460	1,040	$ 2,500
2024	1,516	984	2,500
2025	1,574	926	2,500
2026	1,635	865	2,500
2027	1,725	775	2,500
Thereafter	20,457	7,425	27,882
	$ 28,367	$ 12,015	$ 40,382

NOTE 6 – Endowments With Donor Restriction

The organization has received donor restricted endowment funds, which are considered permanently restricted net assets.

The endowments investment balances of $660,705 and $806,189 at December 31, 2022 and 2021 is a part of a common equity investment pool (the "Pool") held by the Texas Methodist Foundation, Inc. and managed by outside investment counselors. The Board's endowment funds have ownership interest in the Pool, which is based upon the ratio of the market value of individual funds' securities to the total market value of the Pool. The ratio is used to allocate future activity and is re-determined each time a contribution or withdrawal is made. The Pool is comprised of equity securities, U.S. Government obligations and corporate bonds. All investments within the pool adhere to the social principles of The United Methodist Church.

The Board is the beneficiary of five endowments by agreement are managed by the Texas Methodist Foundation, Inc., which receives a management fee for this service, which is charged to the principal of the fund. The following is a summary endowment as disclosed on pages three and four of this report:

Camps Board Endowment

Established 1985, the permanent endowment is restricted to distributing 6% of the value of the fund at the end of each fiscal year or an amount established by the policy of the Foundation. Distributions are to be used for camp scholarships. The endowment assets amounted to $423,889 and $531,772 at December 31, 2022 and 2021.

Verna West Curry Endowment Fund

Established April 1, 2005, the endowment is restricted to distributing 6% of the value of the fund at the end of each fiscal year or an amount established by the policy of the Foundation. The distributions from the fund are restricted for use in the camp ministry. The endowment assets amounted to $148,129 and $187,286 at December 31, 2022 and 2021.

Moore Sacramento Methodist Board Endowment

Established June 22, 2002, the endowment is restricted to distributing 6% of the value of the fund at the end of each fiscal year or an amount established by the policy of the Foundation. The distributions from the fund are unrestricted for use in the camp ministry. The endowment assets amounted to $66,675 and $83,109 at December 31, 2022 and 2021.

Ethan Jackson Sacramento Memorial Endowment

Established August 28, 2007, the permanent endowment is restricted to distributing 6% of the value of the fund at the end of each fiscal year or an amount established by the policy of the Foundation. Distributions are used for camp scholarships. The endowment assets amounted to $4,022 and $3,181 at December 31, 2022 and 2021.

Hamillton Endowment

Added in 2022, the permanent endowment is restricted to distributing 6% of the value of the fund at the end of each fiscal year or an amount established by the policy of the Foundation. Distributions are to be used for camp scholarships. The endowment assets amounted to $5,069 at December 31, 2022.

Forsman Endowment

Added in 2022, the permanent endowment is restricted to distributing 6% of the value of the fund at the end of each fiscal year or an amount established by the policy of the Foundation. Distributions are to be used for camp scholarships. The endowment assets amounted to $13,762 at December 31, 2022.

NOTE 7 – Employee Benefits Plan

The Board has tax deferred 403(b) defined benefit plan covering all employees who work over 20 hours per week or over 1000 hours per year. Participants must be 21 years of age have and six months of service. The Board will make a matching contribution up to 6% if the employee contributes 6%. Total expense for 2022 and 2021 was $19,950 and $21,815.

NOTE 8 – Prior Year Comparative Information

Information in this report for the prior year has been adjusted to be comparable to current year classification and reporting.

NOTE 9 – Subsequent Events

Subsequent events have been evaluated through January 30, 2023, which is the date the financial statements are available to be issued.

NOTE 10 – Program Donations With Restrictions

Total Restricted Donations amounted to $1,334,288 in 2022 and $1,236,683 in 2021. The amounts donated were utilized to fund facility improvements and reduce the Center's outstanding debt related to those improvements

NOTE 11 – Construction Commitments

As disclosed in Note 10, the Camp began a capital campaign to raise funds to transform the physical facilities of the Camp. The plans included the relocation of snack and gift areas and construction of additional facilities at Skippers Hall. The Center entered into agreements to secure architectural services and construction services for this project. Current expenditures are noted as Building additions in Note 5 for construction in progress total $343,806. As of December 31, 2021, the Camp has restricted capital for $46,538 dedicated to future projects and programs.

The Following is a summary of planned and completed projects:

STAGE I -The Front Porch Building. The Completed building is 6,182 square feet in size, and houses the Sacramento Snack and Gift shop, recreation area, storage area, and is also a relaxing meeting space the is open 24/7 for our guests to use. Started in the Spring of 2018 and opened in January of 2021.

STAGE II-The Family Life Center Building. The proposed building is 36,405 square feet in size. This building complex currently under construction will provide much needed lodging, meeting space, and recreation space. Three buildings are planned for this complex including 2 dorm buildings housing 64 beds each for a total of 128 total dorm beds as well as 2 Apartment style rooms that would handle 8 additional people each. The two dorm buildings will also each have three meeting/recreation rooms below the lodging rooms. In addition there will be a 3rd building that consists of 2 large meeting rooms (upstairs and downstairs) each with the ability to host group meetings of up to 140 people each. Due to fundraising logistics, the facility will be constructed in 2 phases. The Camp has entered into architectural and construction contract, which was virtually, complete at 12/31/20.

Phase 1-This phase that was started in the fall of 2020 with a construction costs of $3,991,884 and the phase was completed in the Fall of 2021. This Phase 1 consists of:

a. Architect and Engineering services for the entire project

b. Completing the demolition of the old Snack and Gift shop and Education building.

c. Site work for the entire complex including dirt removal, soil stabilization, and de-watering processes.

d. Concrete work consisting of retaining wall construction for the entire site, footings for the entire site, and block walls for the lower floor.

e. Underground utilities including water, sewer, electrical, and gas.

f. Construction of the first lodge building with 64 beds and one Apartment and 3 meeting rooms under the lodging.

Phase Two -This phase will consist of the two large two story conference center. Construction cost estimate with contingencies is estimated at an additional $1,900,000. This phase will start in the May of 2023. Completion of this phase is projected to be Early in 2024.

Phase Three -This phase will consist of second 64 bed and three meeting room facility similar to the Phase 1 project. Construction cost estimate with contingencies is estimated at $2,100,000. This phase will start in 2024. Completion of this phase is projected to be Early in 2025.

NOTE 12 – Statement of Function Expense- Operations

The Statement of Functional Expense-Operations is present for 2022 and 2021 on page 9 of the report. The Schedule for 2022 was prepared based on assumptions used to prepare the 2021 statement.

NOTE 13-Restated Net Assets and Statement of Activities

Net assets were restated at December 31, 2021 to reflect proceeds from filing for tax credits relating to the Employee Retention Tax Credit and provision of the CARES Act of . The Coronavirus Aid, Relief, and Economic Security (CARES) Act developed the ERTC. Becoming law in March 2020, the CARES Act helps businesses keep employees on the payroll.

Other laws impacting the act include the Consolidated Appropriations Act 2021 (CAA) and the American Rescue Plan Act (ARPA). Both acts amend and extend credits and advance payments through 2021.

Under the ERTC, small to mid-size businesses are eligible to receive up to 50% of qualifying wages paid from March 13th to December 31, 2020. This includes employers receiving a loan under the Paycheck Protection Program (PPP). The maximum is $10,000 in wages per employee.

The CAA increases the tax credit to 70% for employee wages paid through the end of 2021, including some health insurance costs. This credit is for a maximum of $10,000 in wages per employee per quarter during the first two quarters of 2021.

The Camp filed amended payroll tax returns to receive a tax credit in the amount of $52,654 in 2020. The Camp also received a tax credit for 2021 in the amount of $146,869 which was recorded as government grant in accordance with accounting standards.

NOTE 14-Paycheck Protection Program

On April 24, 2020, the Camp was approved for $145,200 in Paycheck Protection Program (PPP) Loan from the Small Business Administration. The PPP, established as part of the Coronavirus Aid, Relief and Economic Securities Act (CARES Act), provides for loans to qualifying businesses for amounts up to 2.5 times of the average monthly payroll expenses of the qualifying business. The loans and accrued interest are forgivable after 24 weeks as long as the borrower uses the loan proceeds for eligible purposes, including payroll, benefits, rent and utilities, and maintains its payroll levels. The amount of loan forgiveness will be reduced if the borrower terminates employees or reduces salaries.

The unforgiven portion of the PPP loan is payable over two years at an interest rate of 1%, with a deferral of payments for the first six months. The Camp intends to use the proceeds for purposes consistent with the PPP.

In February 2021, the Camp filed for forgiveness of the loan and received approval of the request for forgiveness from the Small Business Administration. The loan will re-classed as a non-taxable grant in 2021.

On March 2 2021, the Camp was approved for $203,200 for the second Paycheck Protection Program (PPP) Loan from the Small Business Administration. The PPP, established as part of the Coronavirus Aid, Relief and Economic Securities Act (CARES Act), provides for loans to qualifying businesses for amounts up to 2.5 times of the average monthly payroll expenses of the qualifying business. The loans and accrued interest are forgivable after 24 weeks as long as the borrower uses the loan proceeds for eligible purposes, including payroll, benefits, rent and utilities, and maintains its payroll levels. The amount of loan forgiveness will be reduced if the borrower terminates employees or reduces salaries.

The unforgiven portion of the PPP loan is payable over two years at an interest rate of 1%, with a deferral of payments for the first six months. The Camp used the proceeds for purposes consistent with the PPP.

In November 2021, the Camp filed for forgiveness of the loan and received approval of the request for forgiveness from the Small Business Administration. The loan will re-classed as a non-taxable grant in 2021.

NOTE 15-New Mexico Finance Authority Grant

The Center received an operational grant from the New Mexico Finance Authority under the Federal Cares Act Fund in 2021 to support various operations in the amount of $40,000.

NOTE 16-Gift-In-Kind

The Center reports gifts of furniture, equipment and other nonmonetary contributions as support without donor restriction unless explicit donor stipulations specify how the donated assets must be used. The Center recognizes contributions of services received if such services (a) create or enhance non-financial assets or (b) require specialized skills, are provided by individuals possessing those skills and would typically need to be purchased if not contributed. During the year ended December 31, 2021 and 2022, the Center recognized gift-in-kind revenue – property and equipment of $52,300 and $3,975 related to goods and services respectively.