ODESSA (ECTOR) PARKS FOUNDATION, INC.

FINANCIAL STATEMENTS
WITH
INDEPENDENT AUDITOR'S REPORT
SEPTEMBER 30, 2024 AND 2023

RON KIRBY, CPA

2626 JBS PARKWAY, STE B-200
ODESSA, TEXAS 79761-1957
432-550-2708
FAX 432-552-0032

MEMBER OF
AMERICAN INSTITUTE OF CERTIFIED
PUBLIC ACCOUNTANTS
DIVISION OF CPA FIRMS
PRIVATE COMPANIES PRACTICE SECTION
TEXAS SOCIETY OF CERTIFIED PUBLIC ACCOUNTANTS

INDEPENDENT AUDITOR'S REPORT

To the Board of Directors of
Odessa (Ector) Parks Foundation, Inc.

Opinion

We have audited the financial statements of Odessa (Ector) Parks Foundation, Inc., which comprise the statements of financial positions as of September 30, 2024 and 2023 and the related statements of activities, functional expenses and cash flows for the years 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 Odessa (Ector) Parks Foundation, Inc. as of September 30, 2024 and 2023, and the results of its operations and its cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

We conducted our audits in accordance with auditing standards generally accepted in the United States of America (GAAS). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of Odessa (Ector) Parks Foundation, Inc. and to meet our other ethical responsibilities in accordance with the relevant ethical requirements relating to our audits. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America; and for 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 Odessa (Ector) Parks Foundation, Inc.'s ability to continue as a going concern within one year from the date the financial statements are issue.

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, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users made on the basis of these 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 to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of Odessa (Ector) Parks Foundation, Inc.'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 Odessa (Ector) Parks Foundation, 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.

January 28,2025
Odessa, Texas

CPA

ODESSA (ECTOR) PARKS FOUNDATION, INC.
STATEMENTS OF FINANCIAL POSITION
SEPTEMBER 30, 2024
(WITH COMPARATIVE TOTALS FOR 2023)

	2024	2023
ASSETS		
CURRENT ASSETS		
Cash & Cash Equivalents	$ 2,363,479	$ 2,135,184
TOTAL CURRENT ASSETS	2,363,479	2,135,184
TOTAL ASSETS	$ 2,363,479	$ 2,135,184
LIABILITIES AND NET ASSETS		
CURRENT LIABILITIES		
Accounts Payable – Other	$ -	$ -
TOTAL CURRENT LIABILITIES	-	-
CONTINGENCY	-	-
NET ASSETS		
Without Donor Restrictions	845,222	610,949
With Donor Restrictions	1,518,257	1,524,235
TOTAL NET ASSETS	2,363,479	2,135,184
TOTAL LIABILITIES AND NET ASSETS	$ 2,363,479	$ 2,135,184

The accompanying notes are an integral part of these financial statements.

ODESSA (ECTOR) PARKS FOUNDATION, INC.
STATEMENTS OF ACTIVITIES AND CHANGES IN NET ASSETS
FOR THE YEAR ENDED SEPTEMBER 30, 2024
(WITH COMPARATIVE TOTALS FOR 2023)

	Without Donor Restrictions	With Donor Restrictions	Total All Classes 2024	Total All Classes 2023
REVENUE				
Investment Income	$ 108,470	$ -	$ 108,470	$ 84,250
City of Odessa	-	393,588	393,588	180,553
Donations	-	20,000	20,000	130,272
Net Assets Released from restrictions	419,566	(419,566)	-	-
TOTAL REVENUE AND OTHER SUPPORT	528,036	(5,978)	522,058	395,075
EXPENSES				
Programs	293,763	-	293,763	211,455
Management & General	-	-	-	-
Fundraising	-	-	-	-
TOTAL EXPENSES	293,763	-	293,763	211,455
CHANGES IN NET ASSETS	234,273	(5,978)	228,295	183,620
BEGINNING NET ASSETS	610,949	1,524,235	2,135,184	1,951,564
ENDING YEAR NET ASSETS	$ 845,222	$ 1,518,257	$ 2,363,479	$ 2,135,184

The accompanying notes are an integral part of these financial statements.

ODESSA (ECTOR) PARKS FOUNDATION, INC.
STATEMENTS OF FUNCTIONAL EXPENSES
FOR THE YEAR ENDED SEPTEMBER 30, 2024
(WITH COMPARATIVE TOTALS FOR 2023)

	Programs	Management and General	Fundraising	Total 2024	Total 2023
Accounting Fees	$ 2,375	$ -	$ -	$ 2,375	$ 2,000
Office Expense	259	-	-	259	652
Projects	129,606	-	-	129,606	57,652
Construction	161,523	-	-	161,523	150,951
Expenses Before Depreciation	293,763	-	-	293,763	211,455
Depreciation Expense	-	-	-	-	-
Total Functional Expenses	$ 293,763	$ -	$ -	$ 293,763	$ 211,455

The accompanying notes are an integral part of these financial statements.

ODESSA (ECTOR) PARKS FOUNDATION, INC.
STATEMENTS OF CASH FLOWS
FOR THE YEAR ENDED SEPTEMBER 30, 2024
(WITH COMPARATIVE TOTALS FOR 2023)

	2024	2023
CASH FLOWS FROM OPERATING ACTIVITIES		
Cash Received from:		
Investment Income	$ 108,470	$ 84,250
Grants and Donations	413,588	310,825
Cash Disbursed for:		
General and Administrative	(132,240)	(60,504)
Construction	(161,523)	(150,951)
NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES	228,295	183,620
BEGINNING CASH BALANCE	2,135,184	1,951,564
ENDING CASH BALANCE	$ 2,363,479	$ 1,951,564

RECONCILIATION OF CHANGE IN NET ASSETS TO NET CASH PROVIDED BY OPERATING ACTIVITIES

	2024	2023
Change in Net Assets	$ 228,295	$ 183,620
Adjustments to reconcile change in assets to net Cash provided (used) by operating activities:		
Accounts Payable – Other	-	-
Total Adjustments	-	-
NET CASH PROVIDED BY OPERATING ACTIVITIES	$ 228,295	$ 183,620

The accompanying notes are an integral part of these financial statements

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Organization

In July 1996, Odessa (Ector) Parks Foundation, Inc. (the "Foundation") was organized. The Foundation is a non-profit organization, which assists Odessa and Ector County governmental agencies and local groups improve park systems and recreational facilities through land acquisition and development of existing parks. The Foundation accepts land, bequests, right of ways, and other donations to further enhance the natural beauty and open space of Odessa (Ector County), Texas. These activities help support the recreational opportunities in the park system and to improve opportunities for visual and performing arts.

Basis of Reporting

The financial statements of the Odessa (Ector) Parks Foundation, Inc. have been prepared on the accrual basis. The significant accounting policies followed are described below to enhance the usefulness of the financial statements to the readers.

Basis of Presentation

The foundation prepares its financial statements in accordance with generally accepted accounting principles promulgated in the United States of America (U.S. GAAP) for NFPs. The significant accounting and reporting policies used by the foundation are described subsequently to enhance the useful and understandability of the financial statements.

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 certain reported amounts and disclosures. Actual results could differ from those estimates.

Net Assets

The financial statements report net assets and changes in net assets in two classes that are based upon the existence or absence of restrictions on use that are placed by its donors, as follows:

- **Net Assets Without Donor Restrictions**

Net Assets without donor restrictions are resources available to support operations. The only limits on the use of donor restrictions are the broad limits resulting from the nature of the foundation, the environment in which it operates, the purposes specified in its corporate documents and its application for tax-exempt status, and any limits resulting from contractual agreements with creditors and others that are entered into on the course of its operations.

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

- **Net Assets With Donor Restrictions**

Net Assets with Donor Restrictions are resources that are restricted by a donor for use for a particular purpose or in a particular future period. The Foundation's unspent contributions are classified in this class if the donor limited their use, as are the unspent appreciation of its donor-restricted endowment funds.

When a donor's restriction is satisfied, either by using the resources in the manner specified by the donor or by the passage of time, the expiration of the restriction is reported in the financial statements by reclassifying the net assets from the net assets with donor restrictions to net assets without restrictions.

Some net assets with donor restrictions are resources whose use by the Foundation is limited by with donor restrictions that neither expire by being used in accordance with a donor's restriction nor by the passage of time.

All revenue and net gains are reported as increase in Net Assets Without Donor Restrictions in the statement of activities unless the use of the related resources is subject to donor restrictions.

Cash and Cash Equivalents

For the purposed of the statement of cash flows, the Foundation considers all highly liquid investments with a maturity of one year or less when purchased to be cash equivalents.

Federal Income Taxes

The Foundation is exempt from income taxes under Section 501(c) (3) of the Internal Revenue Code, therefore no provision for federal income taxes has been provided in the accompanying financial statements.

Management is required to evaluate the tax positions taken by the Foundation and recognize a tax liability if the foundation has taken an uncertain tax position that more likely than not would not be sustained upon examination by the IRS. Management has analyzed the tax positions of the Foundation and has concluded that as of September 30, 2024, there are no uncertain tax positions taken or expected to be taken that would require recognition of a liability or disclosure in the financial statements. The Foundation Forms 990, are subject to examination by the IRS, generally for the three years after they were filed. Management believes it is no longer subject to income tax examination for years prior to 2021.

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

Subsequent Events

The Foundation has evaluated events subsequent to the date of the statement of net assets (September 30, 2024) through January 28, 2025 the date these financial statements were suitable to be issued.

Revenue Recognition for Contributions

The Foundation receives contributions to support operating activities, endowments and capital projects. The Foundation records contributions and deferred support received as without donor restrictions or with donor restrictions support depending on the nature of any restrictions made by the donor. Contributions include gifts of cash and promises to give. Contributions of securities and property to the Foundation are recorded at fair market value at the date of the gift. The Foundation records unconditional promises to give (pledges) as receivables and contributions within the appropriate net asset category based on the existence or absence of a donor stipulation. A donor stipulation (donors include other types of contributors, including makers of certain grants) represents a barrier that must be overcome before the recipient is entitled to the assets transferred or promised. Failure to overcome the barrier gives the contributor a right of return of the assets it has transferred or gives the promisor a right of release from its obligation to transfer its assets. The Foundation does not recognize contributions with donor stipulations until the barrier has been overcome.

Restricted contributions are reported as restricted support in the period received and are then reclassified to net assets without donor restrictions upon satisfaction of the donor imposed restriction. Donor-restricted contributions whose restrictions are met within the same year as received are reported as contributions without donor restrictions in the accompanying financial statements.

NOTE 2: CASH AND CASH EQUIVALENTS

Cash and Cash equivalents is comprised of the following liquid assets:

	2024	2023
Cash-Without Donor Restrictions	$ 845,222	$ 610,949
Cash-With Donor Restrictions	1,518,257	1,524,235
TOTALS	$ 2,363,479	$ 2,135,184

ODESSA (ECTOR) PARKS FOUNDATION, INC.
NOTES TO FINANCIAL STATEMENTS

NOTE 3: WITH DONOR RESTRICTIONS

Board Designated Net Assets are comprised of the following:

	2024	2023
Skate Park	$ 3,547	$ 3,547
McKinney Park	81,141	81,141
Memorial Gardens	(2,630)	(2,630)
Star Bright Village	1,895	65,101
Endowment	1,291,225	1,212,507
Fall Festival	65,896	65,896
Mother/Son Dance	(4,004)	14,456
Movies in the Park	(8,159)	(5,129)
Fishing	5,550	5,550
Daddy/Daughter Dance	5,706	5,706
Linear Park	11,688	11,688
Parade	(12,810)	(12,810)
Trees	3,112	3,112
Citywide Run	2,000	2,000
Lawndale Park	66,415	66,415
Floyd Gwin Park	10,000	10,000
Spring Fling	(3,610)	(3,610)
Mission Trees	1,295	1,295
TOTALS	$ 1,518,257	$ 1,524,235

NOTE 4: SUMMARIZED FINANCIAL INFORMATION FOR 2023

The financial information for the year ended September 30, 2023, presented for comparative purposes, is not intended to be a complete financial statement presentation.

NOTE 5: LIQUIDITY

Financial assets available for general expenditure, that is, without donor or other restrictions limiting their use, within one year of the balance sheet date.

Comprise the following:

Cash	$ 845,222
	$ 845,222

NOTE 6: LEASES

There are no lease agreements in 2023.

NOTE 7: CONTENGENCY

During 2023, the city of Odessa suspended sending the Organization its quarterly distribution from the customers donation on the utility water bills. The amount suspended at year end was unable to be determined as of December 7, 2023. The City acknowledged that the Organization was due the revenue and will remit the funds shortly. After that the City will get the funds on a monthly basis. The payments resumed as of February 14,2024.