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</table>
Independent Auditor’s Report

Boards of Directors
Florida Holocaust Museum, Inc.
History, Heritage and Hope Foundation, Inc.

Report on the Financial Statements
We have audited the accompanying combined financial statements of Florida Holocaust Museum, Inc. and History, Heritage and Hope Foundation, Inc. (together, the Organization) which comprise the combined statements of financial position as of June 30, 2021 and 2020, the related combined statements of activities, functional expenses and cash flows for the years then ended, and the related notes to the combined financial statements (collectively, the financial statements).

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.

Auditor’s Responsibility
Our responsibility is to express an opinion on these financial statements based on our audits. We conducted our audits in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor’s judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity’s preparation and fair presentation of the financial statements 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 the entity’s internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.
Opinion
In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the Organization as of June 30, 2021 and 2020, and the changes in its net assets and its cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

Supplementary Information
Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The accompanying combining statements of financial position and statements of activities are presented for purposes of additional analysis and is not a required part of the financial statements. The accompanying schedule of expenditures of state financial assistance, as required the State of Florida Chapter 10.650, Rules of the Auditor General, is also presented for purposes of additional analysis and is not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated, in all material respects, in relation to the financial statements as a whole.

Other Reporting Required by Government Auditing Standards
In accordance with Government Auditing Standards, we have also issued our report dated March 24, 2022, on our consideration of Florida Holocaust Museum, Inc. and History, Heritage and Hope Foundation’s internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with Government Auditing Standards in considering the Florida Holocaust Museum, Inc. and History, Heritage and Hope Foundation’s internal control over financial reporting and compliance.

RSM US LLP
St. Petersburg, Florida
March 24, 2022
Florida Holocaust Museum, Inc. and
History, Heritage and Hope Foundation, Inc.

Combined Statements of Financial Position
June 30, 2021 and 2020

<table>
<thead>
<tr>
<th></th>
<th>2021</th>
<th>2020</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Assets</strong></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Cash and cash equivalents</td>
<td>$1,632,718</td>
<td>$1,195,291</td>
</tr>
<tr>
<td>Unconditional promises to give, net</td>
<td>220,258</td>
<td>117,082</td>
</tr>
<tr>
<td>Estate receivable</td>
<td>125,000</td>
<td>125,000</td>
</tr>
<tr>
<td>Grant receivable</td>
<td>9,635</td>
<td>-</td>
</tr>
<tr>
<td>Educational materials for resale</td>
<td>17,289</td>
<td>16,932</td>
</tr>
<tr>
<td>Prepaid expenses</td>
<td>58,681</td>
<td>30,715</td>
</tr>
<tr>
<td>Other assets</td>
<td>40,015</td>
<td>41,416</td>
</tr>
<tr>
<td>Investments, at fair value</td>
<td>3,699,531</td>
<td>2,302,671</td>
</tr>
<tr>
<td>Other investment</td>
<td>58,013</td>
<td>47,651</td>
</tr>
<tr>
<td>Property and equipment, net</td>
<td>2,949,197</td>
<td>2,966,483</td>
</tr>
<tr>
<td><strong>Total assets</strong></td>
<td>$8,810,337</td>
<td>$6,843,241</td>
</tr>
<tr>
<td><strong>Liabilities and Net Assets</strong></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Liabilities:</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Accounts payable and accrued expenses</td>
<td>$122,897</td>
<td>$174,781</td>
</tr>
<tr>
<td>Annuity obligations payable</td>
<td>1,213</td>
<td>1,298</td>
</tr>
<tr>
<td>Deferred revenue—membership dues</td>
<td>14,461</td>
<td>14,461</td>
</tr>
<tr>
<td>Refundable advances</td>
<td>302,345</td>
<td>-</td>
</tr>
<tr>
<td>Line of credit</td>
<td>100,000</td>
<td>100,000</td>
</tr>
<tr>
<td>Long-term debt</td>
<td>1,373,777</td>
<td>1,143,097</td>
</tr>
<tr>
<td><strong>Total liabilities</strong></td>
<td>1,914,693</td>
<td>1,433,637</td>
</tr>
</tbody>
</table>

Commitments and contingencies (Note 13)

Net assets:
<table>
<thead>
<tr>
<th></th>
<th>2021</th>
<th>2020</th>
</tr>
</thead>
<tbody>
<tr>
<td>Without donor restrictions</td>
<td>5,016,673</td>
<td>4,013,065</td>
</tr>
<tr>
<td>With donor restrictions</td>
<td>1,878,971</td>
<td>1,396,539</td>
</tr>
<tr>
<td><strong>Total net assets</strong></td>
<td>6,895,644</td>
<td>5,409,604</td>
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</tbody>
</table>

**Total liabilities and net assets**

<table>
<thead>
<tr>
<th></th>
<th>2021</th>
<th>2020</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>$8,810,337</td>
<td>$6,843,241</td>
</tr>
</tbody>
</table>

See notes to combined financial statements.
Florida Holocaust Museum, Inc. and  
History, Heritage and Hope Foundation, Inc.  

Combined Statement of Activities  
Year Ended June 30, 2021  
(With Comparative Totals for 2020)

<table>
<thead>
<tr>
<th>Public support and revenues:</th>
<th>2021</th>
<th>2020</th>
</tr>
</thead>
<tbody>
<tr>
<td>Admissions</td>
<td>Without Donor Restrictions</td>
<td>$84,179</td>
</tr>
<tr>
<td>Contributions—cash and unconditional promises to give</td>
<td>With Donor Restrictions</td>
<td>226,746</td>
</tr>
<tr>
<td>Contributions—in-kind</td>
<td>64,600</td>
<td>-</td>
</tr>
<tr>
<td>Special event revenue of $545,384, less costs of direct benefits to donors of $14,635</td>
<td>530,749</td>
<td>-</td>
</tr>
<tr>
<td>Grants</td>
<td>1,706,320</td>
<td>-</td>
</tr>
<tr>
<td>Investment income (loss), net</td>
<td>445,046</td>
<td>327,098</td>
</tr>
<tr>
<td>Other income</td>
<td>61,397</td>
<td>-</td>
</tr>
<tr>
<td>Membership dues</td>
<td>30,350</td>
<td>-</td>
</tr>
<tr>
<td>Museum store sales, net of cost of sales of $0</td>
<td>213</td>
<td>-</td>
</tr>
<tr>
<td>Net assets released from restrictions</td>
<td>72,106</td>
<td>(72,106)</td>
</tr>
<tr>
<td><strong>Total public support and revenue</strong></td>
<td>3,287,282</td>
<td>482,432</td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th>Expenses:</th>
<th>2021</th>
<th>2020</th>
</tr>
</thead>
<tbody>
<tr>
<td>Program services:</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Museum operations</td>
<td>1,649,194</td>
<td>-</td>
</tr>
<tr>
<td>Supporting services:</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Management and general</td>
<td>336,807</td>
<td>-</td>
</tr>
<tr>
<td>Fundraising</td>
<td>297,673</td>
<td>-</td>
</tr>
<tr>
<td><strong>Total expenses</strong></td>
<td>2,283,674</td>
<td>-</td>
</tr>
</tbody>
</table>

| Changes in net assets          | 1,003,608 | 482,432 | 1,486,040 | 530,825 |

<table>
<thead>
<tr>
<th>Net assets:</th>
<th>2021</th>
<th>2020</th>
</tr>
</thead>
<tbody>
<tr>
<td>Beginning</td>
<td>4,013,065</td>
<td>1,396,539</td>
</tr>
<tr>
<td>Ending</td>
<td>$5,016,673</td>
<td>$1,878,971</td>
</tr>
</tbody>
</table>

See notes to combined financial statements.
### Combined Statement of Activities
#### Year Ended June 30, 2020

<table>
<thead>
<tr>
<th>Without Donor Restrictions</th>
<th>With Donor Restrictions</th>
<th>Total</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Public support and revenues:</strong></td>
<td></td>
<td></td>
</tr>
<tr>
<td><strong>Admissions</strong></td>
<td>$226,746</td>
<td>$ -</td>
</tr>
<tr>
<td><strong>Contributions—cash and unconditional promises to give</strong></td>
<td>995,394</td>
<td>402,348</td>
</tr>
<tr>
<td><strong>Contributions—in-kind</strong></td>
<td>85,517</td>
<td>-</td>
</tr>
<tr>
<td><strong>Special event revenue of $636,982, less costs of direct benefits to donors of $101,618</strong></td>
<td>535,364</td>
<td>-</td>
</tr>
<tr>
<td><strong>Grants</strong></td>
<td>1,182,394</td>
<td>-</td>
</tr>
<tr>
<td><strong>Investment loss, net</strong></td>
<td>$(28,827)</td>
<td>$(17,189)</td>
</tr>
<tr>
<td><strong>Other income</strong></td>
<td>52,190</td>
<td>-</td>
</tr>
<tr>
<td><strong>Membership dues</strong></td>
<td>45,409</td>
<td>-</td>
</tr>
<tr>
<td><strong>Museum store sales, net of cost of sales of $23,245</strong></td>
<td>7,912</td>
<td>-</td>
</tr>
<tr>
<td><strong>Net assets released from restrictions</strong></td>
<td>191,315</td>
<td>$(191,315)</td>
</tr>
<tr>
<td><strong>Total public support and revenue</strong></td>
<td>3,293,414</td>
<td>193,844</td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th><strong>Expenses:</strong></th>
<th></th>
<th></th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Program services:</strong></td>
<td></td>
<td></td>
</tr>
<tr>
<td><strong>Museum operations</strong></td>
<td>2,058,349</td>
<td>-</td>
</tr>
<tr>
<td><strong>Supporting services:</strong></td>
<td></td>
<td></td>
</tr>
<tr>
<td><strong>Management and general</strong></td>
<td>462,020</td>
<td>-</td>
</tr>
<tr>
<td><strong>Fundraising</strong></td>
<td>436,064</td>
<td>-</td>
</tr>
<tr>
<td><strong>Total expenses</strong></td>
<td>2,956,433</td>
<td>-</td>
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</tbody>
</table>

<table>
<thead>
<tr>
<th><strong>Changes in net assets</strong></th>
<th></th>
<th></th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>336,981</td>
<td>193,844</td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th><strong>Net assets:</strong></th>
<th></th>
<th></th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Beginning</strong></td>
<td>3,676,084</td>
<td>1,202,695</td>
</tr>
<tr>
<td><strong>Ending</strong></td>
<td>$4,013,065</td>
<td>$1,396,539</td>
</tr>
</tbody>
</table>

See notes to combined financial statements.
Florida Holocaust Museum, Inc. and
History, Heritage and Hope Foundation, Inc.

Combined Statement of Functional Expenses
Year Ended June 30, 2021

<table>
<thead>
<tr>
<th>Supporting Services</th>
<th>Management and Fundraising</th>
<th>Total Management</th>
<th>Total Fundraising</th>
<th>Total Supporting Services</th>
<th>Total Expenses</th>
</tr>
</thead>
<tbody>
<tr>
<td>Salaries, payroll taxes and employee benefits</td>
<td>$ 926,663</td>
<td>$ 140,987</td>
<td>$ 190,168</td>
<td>$ 331,155</td>
<td>$ 1,257,818</td>
</tr>
<tr>
<td>Security service</td>
<td>9,814</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>9,814</td>
</tr>
<tr>
<td>Exhibits</td>
<td>94,517</td>
<td>921</td>
<td>-</td>
<td>-</td>
<td>95,438</td>
</tr>
<tr>
<td>Miscellaneous</td>
<td>30,191</td>
<td>16,397</td>
<td>695</td>
<td>17,092</td>
<td>47,283</td>
</tr>
<tr>
<td>Travel and meetings</td>
<td>5,499</td>
<td>526</td>
<td>234</td>
<td>760</td>
<td>6,259</td>
</tr>
<tr>
<td>Professional fees</td>
<td>74,935</td>
<td>76,186</td>
<td>3,000</td>
<td>79,186</td>
<td>154,121</td>
</tr>
<tr>
<td>Postage</td>
<td>10,022</td>
<td>1,144</td>
<td>1,849</td>
<td>2,993</td>
<td>13,015</td>
</tr>
<tr>
<td>Office and supplies</td>
<td>71,831</td>
<td>2,545</td>
<td>8,903</td>
<td>11,448</td>
<td>83,279</td>
</tr>
<tr>
<td>Repairs and maintenance</td>
<td>40,471</td>
<td>21</td>
<td>-</td>
<td>21</td>
<td>40,492</td>
</tr>
<tr>
<td>Rent</td>
<td>15,944</td>
<td>1,279</td>
<td>-</td>
<td>1,279</td>
<td>17,223</td>
</tr>
<tr>
<td>Insurance and licenses</td>
<td>54,185</td>
<td>1,126</td>
<td>-</td>
<td>1,126</td>
<td>55,311</td>
</tr>
<tr>
<td>Promotion and advertising</td>
<td>28,965</td>
<td>76</td>
<td>10</td>
<td>86</td>
<td>29,051</td>
</tr>
<tr>
<td>Utilities and telephone</td>
<td>46,559</td>
<td>761</td>
<td>1,460</td>
<td>2,221</td>
<td>48,780</td>
</tr>
<tr>
<td>Depreciation</td>
<td>137,247</td>
<td>2,244</td>
<td>4,304</td>
<td>6,548</td>
<td>143,795</td>
</tr>
<tr>
<td>Interest</td>
<td>34,805</td>
<td>4,136</td>
<td>-</td>
<td>4,136</td>
<td>38,941</td>
</tr>
<tr>
<td>Provision for uncollectible promises to give</td>
<td>-</td>
<td>16,600</td>
<td>-</td>
<td>16,600</td>
<td>16,600</td>
</tr>
<tr>
<td>Contracted services</td>
<td>67,546</td>
<td>71,858</td>
<td>87,050</td>
<td>158,908</td>
<td>226,454</td>
</tr>
</tbody>
</table>

$ 1,649,194 | $ 336,807 | $ 297,673 | $ 634,480 | $ 2,283,674

See notes to combined financial statements.
Florida Holocaust Museum, Inc. and  
History, Heritage and Hope Foundation, Inc.  

Combined Statement of Functional Expenses  
Year Ended June 30, 2020

<table>
<thead>
<tr>
<th>Supporting Services</th>
<th>Program Services</th>
<th>Management and General</th>
<th>Fundraising</th>
<th>Total Supporting Services</th>
<th>Total Expenses</th>
</tr>
</thead>
<tbody>
<tr>
<td>Salaries, payroll taxes and employee benefits</td>
<td>$1,169,303</td>
<td>$164,084</td>
<td>$224,150</td>
<td>$388,234</td>
<td>$1,557,537</td>
</tr>
<tr>
<td>Security service</td>
<td>41,316</td>
<td>-</td>
<td>805</td>
<td>805</td>
<td>42,121</td>
</tr>
<tr>
<td>Exhibits</td>
<td>82,436</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>82,436</td>
</tr>
<tr>
<td>Miscellaneous</td>
<td>82,436</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>82,436</td>
</tr>
<tr>
<td>Travel and meetings</td>
<td>36,052</td>
<td>18,745</td>
<td>62,229</td>
<td>80,974</td>
<td>117,026</td>
</tr>
<tr>
<td>Professional fees</td>
<td>85,067</td>
<td>45,682</td>
<td>20,000</td>
<td>65,682</td>
<td>150,749</td>
</tr>
<tr>
<td>Postage</td>
<td>13,377</td>
<td>728</td>
<td>5,768</td>
<td>6,496</td>
<td>19,873</td>
</tr>
<tr>
<td>Office and supplies</td>
<td>72,075</td>
<td>7,377</td>
<td>29,839</td>
<td>37,216</td>
<td>109,291</td>
</tr>
<tr>
<td>Repairs and maintenance</td>
<td>59,961</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>59,961</td>
</tr>
<tr>
<td>Rent</td>
<td>19,422</td>
<td>853</td>
<td>-</td>
<td>853</td>
<td>20,275</td>
</tr>
<tr>
<td>Insurance and licenses</td>
<td>53,506</td>
<td>1,077</td>
<td>-</td>
<td>1,077</td>
<td>54,583</td>
</tr>
<tr>
<td>Promotion and advertising</td>
<td>53,571</td>
<td>-</td>
<td>1,105</td>
<td>1,105</td>
<td>54,676</td>
</tr>
<tr>
<td>Utilities and telephone</td>
<td>48,807</td>
<td>798</td>
<td>1,531</td>
<td>2,329</td>
<td>51,136</td>
</tr>
<tr>
<td>Depreciation</td>
<td>148,827</td>
<td>2,434</td>
<td>4,667</td>
<td>7,101</td>
<td>155,928</td>
</tr>
<tr>
<td>Interest</td>
<td>26,870</td>
<td>3,213</td>
<td>-</td>
<td>3,213</td>
<td>30,083</td>
</tr>
<tr>
<td>Provision for uncollectible promises to give</td>
<td>-</td>
<td>160,294</td>
<td>-</td>
<td>160,294</td>
<td>160,294</td>
</tr>
<tr>
<td>Contracted services</td>
<td>120,629</td>
<td>36,842</td>
<td>84,883</td>
<td>121,725</td>
<td>242,354</td>
</tr>
</tbody>
</table>

|                      | $2,058,349 | $462,020 | $436,064 | $898,084 | $2,956,433 |

See notes to combined financial statements.
Florida Holocaust Museum, Inc. and
History, Heritage and Hope Foundation, Inc.

Combined Statements of Cash Flows
Years Ended June 30, 2021 and 2020

<table>
<thead>
<tr>
<th></th>
<th>2021</th>
<th>2020</th>
</tr>
</thead>
<tbody>
<tr>
<td>Cash flows from operating activities:</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Changes in net assets</td>
<td>$1,486,040</td>
<td>$530,825</td>
</tr>
<tr>
<td>Adjustments to reconcile changes in net assets to net cash provided by operating activities:</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Depreciation</td>
<td>143,795</td>
<td>155,928</td>
</tr>
<tr>
<td>Provision for uncollectible promises to give</td>
<td>16,600</td>
<td>160,294</td>
</tr>
<tr>
<td>Net unrealized and realized (gain) loss on investments</td>
<td>(722,859)</td>
<td>35,996</td>
</tr>
<tr>
<td>(Increase) decrease in operating assets:</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Unconditional promises to give, net</td>
<td>(119,776)</td>
<td>(256,250)</td>
</tr>
<tr>
<td>Estate receivable</td>
<td>-</td>
<td>(125,000)</td>
</tr>
<tr>
<td>Grant receivable</td>
<td>(9,635)</td>
<td>-</td>
</tr>
<tr>
<td>Educational materials for resale</td>
<td>(357)</td>
<td>(2,079)</td>
</tr>
<tr>
<td>Prepaid expenses</td>
<td>(27,966)</td>
<td>(507)</td>
</tr>
<tr>
<td>Other assets</td>
<td>1,401</td>
<td>(1,296)</td>
</tr>
<tr>
<td>(Decrease) increase in operating liabilities:</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Accounts payable and accrued expenses</td>
<td>(51,884)</td>
<td>86,036</td>
</tr>
<tr>
<td>Annuity obligations payable</td>
<td>(85)</td>
<td>(85)</td>
</tr>
<tr>
<td>Refundable advances</td>
<td>302,345</td>
<td>(11,294)</td>
</tr>
<tr>
<td><strong>Net cash provided by operating activities</strong></td>
<td><strong>1,017,619</strong></td>
<td><strong>572,568</strong></td>
</tr>
</tbody>
</table>

Cash flows from investing activities:
- Purchase of property and equipment | (126,509) | (34,654) |
- (Purchase) sale of investments | (684,363) | 10,128   |
**Net cash used in investing activities** | (810,872) | (24,526) |

Cash flows from financing activities:
- Borrowings on line of credit | - | 100,000 |
- Borrowings of long-term debt | 257,768 | 483,060 |
- Payments on long-term debt | (27,088) | (94,550) |
**Net cash provided by financing activities** | 230,680 | 488,510 |

**Net increase in cash and cash equivalents** | 437,427 | 1,036,552 |

Cash and cash equivalents:
- Beginning | 1,195,291 | 158,739 |
- Ending | $1,632,718 | $1,195,291 |

Supplemental disclosure of cash flow information:
- Interest paid during the year | $38,941 | $30,083 |

See notes to combined financial statements.
Note 1. Nature of Activities and Summary of Significant Accounting Policies

Nature of activities: The Florida Holocaust Museum, Inc. (Museum) and its affiliate, History, Heritage and Hope Foundation, Inc. (the Foundation) (together, the Organization) honor the memory of millions of innocent men, women and children who suffered or died in the Holocaust. The Organization is dedicated to teaching members of all races and cultures to recognize the inherent worth and dignity of human life in order to prevent future genocides.

A summary of the significant accounting policies follows:

Principles of combination: The accompanying combined financial statements include the activities of the Museum and the Foundation. All significant inter-organization accounts and transactions have been eliminated in combination.

Based of accounting: The accompanying combined financial statements have been prepared on the accrual basis of accounting.

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

Net assets without donor restrictions: Contributions and other inflows of assets that are neither restricted by donor-imposed stipulations or time restrictions. Net assets without donor restrictions include expendable funds available to support operations, as well as net assets invested in property and equipment, including construction in progress.

Net assets with donor restrictions: Contributions and other inflows of assets whose use by the Organization is limited by donor-imposed stipulations that require that they be held in perpetuity or whose use may expire by the passage of time or can be fulfilled and removed by actions of the Organization pursuant to those donor stipulations. When a donor restriction expires, that is, when a stipulated time restriction ends or purpose restriction is accomplished, net assets with donor restrictions are released to net assets without donor restrictions and reported in the combined statements of activities as a satisfaction of program and time restrictions.

Cash and cash equivalents: For purposes of the combined statements of cash flows, the Organization considers all highly liquid investments, such as money market accounts to be cash equivalents. Cash held in investment accounts that is not intended for operating purposes is included in investments.

Concentration of credit risk: Cash is maintained at major financial institutions and, at times, balances may exceed amounts insured by the Federal Deposit Insurance Corporation and potentially subject the Organization to credit losses. The Organization has not experienced any losses in such accounts and believes it is not exposed to any significant credit risk on these accounts.

Investments: Investment purchases are recorded at cost, or if donated, at fair value on the date of donation. Thereafter, investments are reported at their estimated fair values in the combined statements of financial position. Investment income is reported in the combined statements of activities and consists of interest and dividend income and realized and unrealized gains and losses, less external investment expenses.
Note 1. Nature of Activities and Summary of Significant Accounting Policies (Continued)

The Organization follows accounting guidance, which defines fair value and specifies a hierarchy of valuation techniques. The disclosure of fair value estimates is based on whether the significant inputs into the valuation are observable. In determining the level of hierarchy in which the estimate is disclosed, the highest priority is given to unadjusted quoted prices in active markets and the lowest priority to unobservable inputs. The Organization measures investments at fair value on a recurring basis.

The following is a brief description of the type of valuation information (inputs) that qualifies a financial asset for each level:

**Level 1:** Unadjusted quoted market prices for identical assets in active markets which are accessible by the Organization.

**Level 2:** Observable prices in active markets for similar assets or liabilities. Prices for identical or similar assets or liabilities in markets that are not active. Market inputs that are not directly observable but are derived from or corroborated by observable market data.

**Level 3:** Unobservable inputs based on the Organization’s own judgment as to assumptions a market participant would use, including inputs derived from extrapolation and interpolation that are not corroborated by observable market data.

The Organization evaluates the various types of financial assets to determine the appropriate classification within the fair value hierarchy based upon trading activity and the observability of market inputs. The Organization employs control processes to validate the reasonableness of the fair value estimates of its assets and liabilities, including those estimates based on prices and quotes obtained from independent third-party sources.

While the Organization believes its valuation methods are appropriate and consistent with other market participants, the use of different methodologies or assumptions to determine the fair value of certain financial instruments could result in a different estimate of fair value at the report date.

During the years ended June 30, 2021 and 2020, there were no changes to the Organization’s valuation techniques that had, or are expected to have, a material impact on its statements of financial position or activities.

**Other investment:** Other investment consists of an investment in a real estate investment trust (REIT) with Phillips Edison-Arc Shopping Center and is recorded at original cost plus reinvested earnings.

**Unconditional promises to give:** Unconditional promises to give are recorded in the year the promise is made. Conditional promises to give, that is those with both a measurable performance or other barrier and a right of return or release, are not recorded as support until the conditions are substantially met. Unconditional promises to give that are expected to be collected within one year are recorded at their net realizable value. Unconditional promises to give that are expected to be collected in future years are recorded at the present value of estimated future cash flows.

The carrying amount of unconditional promises to give is reduced by a valuation allowance that reflects management’s best estimate of the amount that will not be collected based on historical experience and an assessment of individual balances. Certain accounts are written off under the direct write-off method; other accounts are part of a reserve for doubtful accounts established based on management’s review of individual donors. As of June 30, 2021 and 2020, the Organization has recorded a valuation allowance in the amount of $177,200 and $160,600, respectively.
Note 1. Nature of Organization and Summary of Significant Accounting Policies (Continued)

Estate receivable: The Organization has been named the beneficiary of future distributions from an estate. This estate receivable is recorded upon the Organization’s interest becoming irrevocable and measurable.

Revenue recognition: In May 2014, the Financial Accounting Standards Board (FASB) issued Accounting Standards Update (ASU) 2014-09, Revenue from Contracts with Customers (Topic 606), which requires an entity to recognize the amount of revenue which it expects to be entitled for the transfer of promised goods or services to customers. The five-step model required for recognizing revenue from contracts with customers is as follows:

- Identify the contract with a customer
- Identify the performance obligations in the contract
- Determine the transaction price
- Allocate the transaction price to the performance obligations in the contract
- Recognize revenue when or as performance obligations are satisfied

Revenue is recognized when promised goods or services are transferred to the customer in an amount that reflects the consideration expected in exchange for those goods or services. ASC Topic 606 may be applied retrospectively to each prior period (full retrospective) or retrospectively with the cumulative effect recognized on the date of initial application (modified retrospective). On July 1, 2020, the Organization adopted ASC Topic 606, under the modified retrospective approach. The Organization determined that the adoption of ASC Topic 606 did not result in an adjustment to net assets and did not have a significant effect on the amount and timing of revenue recognition for the year ended June 30, 2021.

The Organization derives exchange revenue from admissions, memberships, and store sales. The Organization’s products and services are marketed and sold to the Organization’s visitors, members and prospective members.

Admissions: The Organization records revenue for museum admissions and performances when admission to the museum or performance occurs, net of any discounts or refunds. Tickets purchased for future dates are recorded as deferred revenue until the admission date has passed.

Memberships: The Organization records membership dues as deferred revenue when billed and recognizes membership dues as revenue over time as the member simultaneously receives and consumes the benefits of membership throughout the membership period. The timing of revenue recognition is based on a time-measure of progress as the Organization provides access to the benefits evenly over the course of the membership period.

Store sales: The Organization records revenue from museum store sales at the time of the sale.

Contributions and donor-imposed restrictions: Unconditional promises to give are recognized as contributions in the period received at their fair value. Conditional contributions or promises to give are not recognized until they become unconditional, that is, when conditions on which they depend are substantially met. Contributions other than cash are recorded at their estimated fair value on the date received.
Note 1. Nature of Organization and Summary of Significant Accounting Policies (Continued)

Unconditional contributions received are recorded as net assets without donor restrictions or net assets with donor restrictions support depending on the existence or nature of any donor-imposed restrictions. Contributions that are restricted by the donor are reported as increases in net assets without donor restrictions if the restrictions expire or are otherwise satisfied in the fiscal year in which the contributions are recognized. When a donor-imposed restriction expires, that is, when a stipulated time restriction ends or purpose restriction is accomplished, net assets with donor restrictions are reclassified into net assets without donor restrictions and are reported in the accompanying combined statements of activities as net assets released from restrictions.

Grants: The Organization earns revenue from federal, state, and others grants in the form of performance and expense reimbursement contracts. Support and revenue related to government and other grants is recognized when donor-imposed conditions are met. These revenues are subject to right of return if funds are not spent and also have other performance and/or control barriers that must be met to be entitled to the funds. For this reason, the Organization’s grant revenues are considered to be conditional and revenue is recognized as funds are utilized for programmatic activities specified in the grant agreement. Amounts received, but not recognized as revenue, are classified in the statements of financial position as refundable advances.

Contributed services: Volunteers assist the Organization in its operations and special events. No amounts have been reflected in the accompanying combined financial statements for those services since they do not meet the criteria for recognition under accounting principles generally accepted in the United States of America (U.S. GAAP).

Educational materials for resale: Educational materials for resale are recorded at the lower of cost or net realizable value on a first-in, first-out (FIFO) basis.

Property and equipment: Property and equipment are recorded at cost, if purchased, or estimated fair value, if contributed, less accumulated depreciation. The Organization’s capitalization threshold is $1,000. Depreciation is computed using the straight-line method over the estimated useful lives of the related assets.

Expenditures for renewals and improvements that significantly add to the productive capacity or extend the useful life of the asset are capitalized. Expenditures for normal repairs and maintenance are expensed as incurred. Upon retirement, sale, or other disposition of property and equipment, the costs and accumulated depreciation are eliminated from the accounts and any resulting gain or loss is included within the statements of activities.

Construction in progress is not depreciated until put into service.

Property acquired with governmental funds is considered to be owned by the Organization while used in the program for which it was purchased or in future authorized programs; however, its disposition as well as the ownership of any proceeds therefore is subject to applicable regulations.

Impairment of long-lived assets: The Organization evaluates the recoverability of its buildings, improvements and equipment whenever adverse events or changes in the business climate indicate that the expected undiscounted future cash flows from the related asset may be less than previously anticipated. If the net book value of the related asset exceeds the undiscounted future cash flows of the asset, the carrying amount would be reduced to the present value of its expected future cash flows and an impairment loss would be recognized. Management believes no indication of impairment existed at June 30, 2021 and 2020.
Note 1. Nature of Organization and Summary of Significant Accounting Policies (Continued)

Advertising: The Organization expenses advertising costs as incurred. Advertising expense was approximately $29,000 and $55,000 for the years ended June 30, 2021 and 2020, respectively.

Collection items: Collection items, which have been acquired through either purchase or contribution since the Organization’s inception, are not recognized as assets on the combined statements of financial position. Purchases of collection items are recorded as decreases in net assets without donor restrictions in the year the items are acquired or as a decrease in net assets with donor restrictions if the assets used to purchase the items are restricted by donors. Proceeds from deaccessions or insurance recoveries are reflected as increases in the appropriate net asset classes. The collections are subject to a policy that requires proceeds from their deaccessions or insurance recoveries to be used to acquire other items for collections.

Functional allocation of expenses: The cost of providing the various programs and other activities have been provided in the accompanying combined statements of functional expenses. Expenses that can be identified with a specific program or supporting service are charged directly to that program or service according to their natural classification. Salaries, payroll taxes and employee benefits may contain allocations based on time and effort. Travel and meetings, professional fees, office supplies, repairs and maintenance, rent, insurance, advertising and interest are charged directly to the program or service based on direct charges. Depreciation, utilities and telephone expenses are allocated based on square footage.

Tax status: The Museum is exempt from federal income taxes under Section 501(c)(3) of the Internal Revenue Code (IRC) and from state income taxes under similar provisions of the Florida Statutes and is classified as an educational institution under Section 509(a)(1). Income earned in furtherance of the Museum’s tax-exempt purpose is exempt from federal and state income taxes. The Museum is not a private foundation.

The Foundation is organized to support the Museum. The Museum and the Foundation are financially interrelated. The Foundation is exempt from federal income taxes under Section 501(c)(3) of the IRC and from state income taxes under similar provisions of the Florida Statutes and has been determined not to be a private foundation. Accordingly, no provision for federal and state income taxes has been recorded in the accompanying combined financial statements.

Management evaluated the Organization’s tax positions and concluded that the Organization had no material uncertainties in income taxes as of June 30, 2021 and 2020. The Organization will account for interest and penalties related to uncertain tax positions, if any, as part of tax expense.

The Organization is no longer subject to income tax examinations by the U.S. federal, state or local authorities for fiscal years before 2018.

Use of estimates: The preparation of combined financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenue and expenses during the reporting period. Actual results could differ from those estimates.
Note 1. Nature of Organization and Summary of Significant Accounting Policies (Continued)

Recently issued accounting pronouncements: In February 2016, the FASB issued ASU 2016-02, Leases (Topic 842). Under the new guidance, lessees will be required to recognize the following for all leases (with the exception of short-term leases) at the commencement date: (a) a lease liability, which is a lessee’s obligation to make lease payments arising from a lease, measured on a discounted basis; and (b) a right-of-use asset, which is an asset that represents the lessee’s right to use, or control the use of, a specified asset for the lease term. Lessees will no longer be provided with a source of off balance sheet financing. Lessees must apply a modified retrospective transition approach for leases existing at or entered into after, the beginning of the earliest comparative period presented in the financial statements. Nonpublic entities should apply the amendments for fiscal years beginning after December 31, 2021 (the Organization’s June 30, 2023, combined financial statements). The Organization is currently evaluating the impact of this pronouncement on its combined financial statements.

In September 2020, the FASB issued ASU 2020-07, Not-for-Profit Entities (Topic 958): Presentation and Disclosure by Not-for-Profit Entities for Contributed Nonfinancial Assets. This ASU is intended to improve transparency in the reporting of contributed nonfinancial assets, also known as gifts-in-kind, for not-for-profit entities. The ASU will require a not-for-profit organization to present contributed nonfinancial assets as a separate line item in the combined statement of activities, apart from contributions of cash or other financial assets. The ASU will also require enhanced disclosure, including disaggregation of nonfinancial assets recognized by category and qualitative information about each category. The amendments in this ASU will be applied on a retrospective basis and are effective for annual reporting periods beginning after June 15, 2021. The Organization is currently evaluating the impact this ASU will have on its combined financial statements.

Recently adopted accounting pronouncements: In May 2014, the Financial Accounting Standards Board (FASB) issued ASU 2014-09, Revenue from Contracts with Customers (Topic 606), requiring an entity to recognize the amount of revenue to which it expects to be entitled for the transfer of promised goods or services to customers. On July 1, 2020, the Organization adopted ASU 2014-09 under the modified retrospective approach which allows the cumulative effect to be recognized as of the date of initial application. The Organization has determined that the adoption of ASU 2014-09 did not result in an adjustment to net assets and did not have a significant effect on the amount and timing of revenue recognition for the year ended June 30, 2021.

In August 2018, the FASB issued ASU 2018-13, Fair Value Measurements (Topic 820): Disclosure Framework—Changes to the Disclosure Requirements for Fair Value Measurement, which modifies the disclosure requirements for fair value measurements by removing, modifying or adding certain disclosures. ASU 2018-13 is for fiscal years beginning after December 15, 2019. The Organization adopted this standard retrospectively in the current year. The adoption of this ASU did not have a significant impact on the combined financial statements.

In March 2019, the FASB issued ASU 2019-03, Not-for-Profit Entities (Topic 958): Updating the Definition of Collections. This ASU modifies the definition of the term collections and requires that a collection-holding entity disclose its policy for the use of proceeds from when collection items are deaccessioned (that is, removed from a collection). If a collection-holding entity has a policy that allows proceeds from deaccessioned collection items to be used for direct care, it should disclose its definition of direct care. The amendments in this update are effective for annual financial statements issued for fiscal years beginning after December 15, 2019, and for interim periods within fiscal years beginning after December 15, 2020. The adoption of the new standard did not have an impact on the combined financial statements of the Organization.
Note 1. Nature of Organization and Summary of Significant Accounting Policies (Continued)

Reclassifications: Certain reclassifications have been made to the 2020 combined financial statements in order to conform to the 2021 presentation. These reclassifications did not result in a change in previously reported change in net assets.

Subsequent events: Management has evaluated events subsequent to the combined statements of financial position date for potential recognition and disclosure through March 24, 2022, which is the date the combined financial statements were available to be issued. There were no subsequent events, other than as disclosed in Notes 9 and 11, that would require adjustment to or disclosure in the accompanying combined financial statements.

Note 2. Availability and Liquidity

The following represents the Organization’s financial assets available to meet general expenditures over the next 12 months at June 30, 2021 and 2020.

<table>
<thead>
<tr>
<th></th>
<th>2021</th>
<th>2020</th>
</tr>
</thead>
<tbody>
<tr>
<td>Cash and cash equivalents</td>
<td>$1,632,718</td>
<td>$1,195,291</td>
</tr>
<tr>
<td>Unconditional promises to give</td>
<td>183,190</td>
<td>15,664</td>
</tr>
<tr>
<td>Estate receivable</td>
<td>125,000</td>
<td>125,000</td>
</tr>
<tr>
<td>Unrestricted investments</td>
<td>2,232,818</td>
<td>1,284,877</td>
</tr>
<tr>
<td><strong>Financial assets available to meet general expenditures over the next 12 months</strong></td>
<td><strong>$4,173,726</strong></td>
<td><strong>$2,620,832</strong></td>
</tr>
</tbody>
</table>

As part of the Organization’s liquidity management plan, the Organization invests cash in excess of daily requirements in investments. The Organization’s cash position is monitored by executive management to ensure sufficient funds are available to meet daily requirements. Daily requirements are based on the budget, contracts, payroll and invoice schedules.

Note 3. Investments

Investments consist of the following at June 30:

<table>
<thead>
<tr>
<th></th>
<th>2021</th>
<th>2020</th>
</tr>
</thead>
<tbody>
<tr>
<td>Cash and cash equivalents</td>
<td>$265,339</td>
<td>$325,125</td>
</tr>
<tr>
<td>Equity mutual funds</td>
<td>2,639,060</td>
<td>914,380</td>
</tr>
<tr>
<td>Fixed income securities</td>
<td>631,755</td>
<td>360,870</td>
</tr>
<tr>
<td>Bond mutual fund</td>
<td>-</td>
<td>68,715</td>
</tr>
<tr>
<td>Asset allocation mutual funds</td>
<td>-</td>
<td>496,918</td>
</tr>
<tr>
<td>Beneficial interests in assets held by foundations</td>
<td>163,377</td>
<td>136,663</td>
</tr>
<tr>
<td><strong>Total investments</strong></td>
<td><strong>$3,699,531</strong></td>
<td><strong>$2,302,671</strong></td>
</tr>
</tbody>
</table>

In addition, the Organization has an investment in a REIT carried at cost of approximately $58,000 and $48,000 at June 30, 2021 and 2020, respectively.
Note 3. Investments (Continued)

The amounts classified as beneficial interests in assets held by foundations include amounts held by the Jewish Community Foundation of the Sarasota-Manatee Jewish Federation, Inc. (JCF), the Community Foundation of Tampa Bay, Inc. (CFT), and the Tampa, Orlando, Pinellas Jewish Foundation, Inc. (TOP). The beneficial interests in assets held by foundations are subject to agreements which grants variance power to the Community Foundations. Distributions from JCF, CFT or TOP are made as set forth in each agreement. Periodic changes in the value of the funds are recorded as investment income (loss) and are reflected as a change in net assets with donor restrictions.

Note 4. Endowment Funds

The Organization’s endowment funds (Endowments) are funds restricted or designated for operating costs incurred while engaged in programs directly related to cultural and presentation materials honoring the memory of those who suffered or died in the Holocaust and to fund education and scholarships for students. The Endowments consist of cash and cash equivalents, equity mutual funds, fixed income securities, bond mutual fund, asset allocation mutual funds and beneficial interests in assets held by foundations. Income earned from the endowment funds are available for general or specific purposes and is classified as net assets with donor restrictions until those amounts are appropriated for expenditure by the Organization. Income earned from the beneficial interests in assets held by foundations is classified as net assets with donor restrictions.

Effective July 1, 2012, the State of Florida adopted the Uniform Prudent Management of Institutional Funds Act (FUPMIFA). The Boards of Directors has determined that contributions to the Museum’s endowment funds are subject to donor intent, as well as the provisions of FUPMIFA. As required by U.S. GAAP, net assets associated with endowment funds are classified and reported based on the existence or absence of donor-imposed restrictions.

Absent explicit donor stipulations to the contrary, the Board of the Museum has interpreted FUPMIFA as requiring the preservation of the fair value of the original gifts as of the gift date of the donor-restricted endowment funds. As a result of this interpretation, the Museum classifies as net assets with donor restrictions: (a) the original value of the gifts donated to the endowment to be held in perpetuity, (b) the original value of subsequent gifts to the endowment to be held in perpetuity, and (c) accumulations to the endowment to be held in perpetuity made in accordance with the direction of the applicable donor gift instrument at the time the accumulation is added to the fund. The remaining portion of the donor-restricted fund that is not classified as net assets with donor restriction related to the endowment to be held in perpetuity is classified as net assets with donor restriction until those amounts are apportioned for expenditures by the Museum in a manner consistent with the standard of prudence prescribed by that standard.
Note 4. Endowment Funds (Continued)

The Organization considers the following factors in making a determination to appropriate or accumulate endowment funds:

- Donor desires and restrictions
- General economic conditions
- Possible effect of inflation and deflation
- Historical and expected total return from income and appreciation on investments
- Other resources of the Organization
- The investment policy of the Organization
- The preservation and protection of assets

Return objectives and risk parameters: The Organization has adopted investment and spending policies for endowment assets that attempt to provide a predictable stream of funding to programs supported by its endowments, while seeking to maintain the purchasing power of the endowment assets.

Under these policies, as approved by the Board of Directors, endowment assets are invested in a manner that is intended to protect against loss associated with a single security, industry, issuer or event.

Strategies employed for achieving objectives: To satisfy its long-term, rate-of-return objectives, the Organization relies on a total return strategy whereby investment returns are achieved through both capital appreciation (realized and unrealized) and current yield (interest and dividends). The Organization targets a diversified asset allocation.

Spending policy and how the investment objectives relate to spending policy: The Organization has an overall goal in the strategic plan to increase the endowments while maintaining the funding of education and scholarships and current operations at their current level. The Organization does not have a formal spending policy, however, most donor gift agreements provide for a spending rate maximum of 5%. During the years ended June 30, 2021 and 2020, the Organization appropriated $24,843 and $9,589, respectively. The Organization may appropriate a lesser amount should the total return of the investments be less than 5% or for other reasons where it would be prudent to appropriate a lesser amount to preserve the endowments. The amount of annual appropriation may also be impacted by donor restrictions, if any, on the use of investment earnings and appreciation.

Endowment net asset composition by type of fund is as follows as of June 30:

<table>
<thead>
<tr>
<th></th>
<th>With Donor Restrictions</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>2021</td>
</tr>
<tr>
<td>Donor-restricted endowment funds</td>
<td>$ 1,303,336</td>
</tr>
</tbody>
</table>
Note 4. Endowment Funds (Continued)

Changes in endowment funds net assets for the years ended June 30, are as follows:

<table>
<thead>
<tr>
<th></th>
<th>2021</th>
<th>2020</th>
</tr>
</thead>
<tbody>
<tr>
<td>Endowment net assets, beginning of year</td>
<td>$1,017,794</td>
<td>$1,038,251</td>
</tr>
<tr>
<td>Appropriated for expenditure</td>
<td>(24,843)</td>
<td>(9,587)</td>
</tr>
<tr>
<td>Contributions</td>
<td>10,000</td>
<td>-</td>
</tr>
<tr>
<td>Investment return:</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Investment income</td>
<td>8,724</td>
<td>72</td>
</tr>
<tr>
<td>Net appreciation (depreciation)</td>
<td>291,661</td>
<td>(10,942)</td>
</tr>
<tr>
<td>Total investment income (loss)</td>
<td>300,385</td>
<td>(10,870)</td>
</tr>
<tr>
<td>Endowment net assets, end of year</td>
<td>$1,303,336</td>
<td>$1,017,794</td>
</tr>
</tbody>
</table>

From time to time, certain donor-restricted endowment funds may have fair values less than the amount required to be maintained by donors or by law (underwater endowments). The Organization has interpreted FUPMIFA to permit spending from underwater endowments in accordance with prudent measures required under law. The Organization does permit spending from underwater endowments. At June 30, 2021 and 2020, the Organization had no underwater endowments.

Note 5. Fair Value

The following table provides information about the Organization’s financial assets measured at fair value on a recurring basis as of June 30:

<table>
<thead>
<tr>
<th>Fair Value</th>
<th>Significant Quoted Prices in Active Markets (Level 1)</th>
<th>Significant Other Observable Inputs (Level 2)</th>
<th>Significant Unobservable Inputs (Level 3)</th>
</tr>
</thead>
<tbody>
<tr>
<td>Investments:</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Cash and cash equivalents</td>
<td>$265,339</td>
<td>$265,339</td>
<td>-</td>
</tr>
<tr>
<td>Equity mutual funds</td>
<td>2,639,060</td>
<td>2,639,060</td>
<td>-</td>
</tr>
<tr>
<td>Fixed income securities</td>
<td>631,755</td>
<td>631,755</td>
<td>-</td>
</tr>
<tr>
<td>Beneficial interests in assets held by foundations</td>
<td>163,377</td>
<td>-</td>
<td>163,377</td>
</tr>
<tr>
<td>Total investments</td>
<td>$3,699,531</td>
<td>$3,536,154</td>
<td>$163,377</td>
</tr>
</tbody>
</table>

18
Note 5. Fair Value (Continued)

Fair values for beneficial interests in assets held by foundations are classified as Level 3 and represent the fair value of the Organization’s beneficial interests in assets held by community foundations and is based on the fair value of fund investments as reported by the community foundations.

The following table presents quantitative information about significant unobservable inputs used in Level 3 fair value measurements at June 30:

<table>
<thead>
<tr>
<th>2021</th>
<th>2020</th>
<th>Valuation Technique</th>
<th>Unobservable Inputs</th>
<th>Range of Unobservable Inputs</th>
</tr>
</thead>
<tbody>
<tr>
<td>Fair Value</td>
<td>Fair Value</td>
<td>Market approach based on underlying securities</td>
<td>None</td>
<td>N/A</td>
</tr>
<tr>
<td>Beneficial interest in assets held by foundations</td>
<td>$163,377</td>
<td>$136,663</td>
<td></td>
<td></td>
</tr>
</tbody>
</table>

The following table summarizes the changes in the fair value of the Organization’s Level 3 assets for the years ended June 30:

<table>
<thead>
<tr>
<th></th>
<th>2021</th>
<th>2020</th>
</tr>
</thead>
<tbody>
<tr>
<td>Beginning balance</td>
<td>$136,663</td>
<td>$143,318</td>
</tr>
<tr>
<td>Change in beneficial interests in assets held by foundations</td>
<td>26,714</td>
<td>(6,655)</td>
</tr>
<tr>
<td>Ending balance</td>
<td>$163,377</td>
<td>$136,663</td>
</tr>
</tbody>
</table>
Notes to Combined Financial Statements

Note 6. Unconditional Promises to Give
Unconditional promises to give consist of the following at June 30:

<table>
<thead>
<tr>
<th>Due in:</th>
<th>2021</th>
<th>2020</th>
</tr>
</thead>
<tbody>
<tr>
<td>Less than one year</td>
<td>$183,190</td>
<td>$30,664</td>
</tr>
<tr>
<td>One to five years</td>
<td>172,250</td>
<td>150,000</td>
</tr>
<tr>
<td>Thereafter</td>
<td>75,000</td>
<td>130,000</td>
</tr>
<tr>
<td><strong>Total</strong></td>
<td><strong>430,440</strong></td>
<td><strong>310,664</strong></td>
</tr>
<tr>
<td>Less:</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Unamortized discount</td>
<td>(32,982)</td>
<td>(32,982)</td>
</tr>
<tr>
<td>Provision for uncollectible accounts</td>
<td>(177,200)</td>
<td>(160,600)</td>
</tr>
<tr>
<td><strong>Total</strong></td>
<td><strong>220,258</strong></td>
<td><strong>117,082</strong></td>
</tr>
</tbody>
</table>

Unconditional promises to give are reflected at the present value of estimated future cash flows using a discount rate of 3.13%. As of June 30, 2021 and 2020, unconditional promises to give include $7,400 and $2,500, respectively, due from board members.

Note 7. Property and Equipment
The cost and accumulated depreciation of property and equipment are summarized as follows at June 30:

<table>
<thead>
<tr>
<th>Estimated Useful Lives (Years)</th>
<th>2021</th>
<th>2020</th>
</tr>
</thead>
<tbody>
<tr>
<td>Building and improvements</td>
<td>7-39 $3,692,904</td>
<td>3,686,702</td>
</tr>
<tr>
<td>Furniture and equipment</td>
<td>5-10 393,220</td>
<td>393,220</td>
</tr>
<tr>
<td>Teaching aids</td>
<td>2-5 134,744</td>
<td>134,744</td>
</tr>
<tr>
<td>Computer software</td>
<td>3-5 972,490</td>
<td>899,840</td>
</tr>
<tr>
<td>Land</td>
<td>87,336</td>
<td>39,679</td>
</tr>
<tr>
<td>Construction in progress</td>
<td>6,155,578</td>
<td>6,029,069</td>
</tr>
<tr>
<td><strong>Less accumulated depreciation</strong></td>
<td>(3,206,381)</td>
<td>(3,062,586)</td>
</tr>
<tr>
<td><strong>Total</strong></td>
<td><strong>$2,949,197</strong></td>
<td><strong>$2,966,483</strong></td>
</tr>
</tbody>
</table>

Depreciation expense for the years ended June 30, 2021 and 2020, was approximately $144,000 and $156,000, respectively.

Construction in progress as of June 30, 2021 and 2020, relates to the renovation of the Museum’s security entrance. The total estimated project costs are approximately $2.5 million. During the year ended June 30, 2020, the Museum entered into a contract for architectural services related to the security entrance construction for approximately $145,000. As of June 30, 2021, there was a commitment of approximately $69,000 remaining to be paid as services are rendered. The Museum does not have a liability recorded for work that will be performed after June 30, 2021 as management believes there is no obligation until the work has been performed.
Florida Holocaust Museum, Inc. and
History, Heritage and Hope Foundation, Inc.

Notes to Combined Financial Statements

Note 8. Collections
The Museum’s collections are made up of works of art and items that are held for public exhibition and educational purposes in furtherance of public services. The Museum did not receive any collection donations and there were no collection items that were deaccessioned for the years ended June 30, 2021 and 2020.

Note 9. Long-Term Debt
On March 27, 2020, the Coronavirus Aid, Relief, and Economic Security Act (CARES Act) was signed into law and is meant to address the economic fallout from the COVID-19 pandemic. In connection with the CARES Act, the Organization received a Small Business Administration (SBA) Paycheck Protection Plan (PPP) loan through Bank of Tampa for $258,060 in April 2020. The loan is unsecured and bears interest at a fixed 1% and matures in April 2022. The unforgiven portion of the PPP loan is payable over two years at an interest rate of 1.00%, with a deferral of payments for the first six months. On October 7, 2020, it was announced that as part of the CARES Act, the deferral period for borrowers payments of principal, interest and fees was extended to ten months after the end of the borrower’s loan forgiveness covered period. Under the provisions of the CARES Act and related loans, this loan will be forgiven if certain conditions are met related to the use of the proceeds and maintenance of employment with the Organization employees. Should the Organization be required to repay some portion of these funds because conditions for loan forgiveness are not met, it is the intent of the Organization leadership to repay any such funds to the lender in accordance with the terms of the agreement. The Organization has elected to account for the loan as debt. Subsequent to year-end, in July 2021, this loan, along with any interest, was forgiven. The Small Business Administration has the ability to review the original application and forgiveness application for six years to assess compliance with the CARES Act. Management believes the Organization is in compliance with the CARES Act and does not anticipate repayment of any amounts forgiven. In accordance with ASC 470, Simplifying the Classification of Debt in a Classified Balance Sheet, the loan is classified as noncurrent in the accompanying combined statement of financial position.

In April 2021, in connection with the CARES Act, a second round of funding was made available and the Organization received a second SBA PPP loan through Bank of Tampa for $257,767. The loan is unsecured and bears interest at a fixed 1% and matures in April 2026. Under the provisions of the CARES Act and related loans, this loan will be forgiven if certain conditions are met related to the use of the proceeds and maintenance of employment with the Organization employees. Should the Organization be required to repay some portion of these funds because conditions for loan forgiveness are not met, it is the intent of the Organization leadership to repay any such funds to the lender in accordance with the terms of the agreement. The Organization has elected to account for the loan as debt.

On June 9, 2020, the Organization received a U.S. Small Business Administration Economic Injury Disaster loan in the amount of $150,000 which is recorded in long-term debt as of June 30, 2021 and 2020, on the accompanying combined statements of financial position. The loan bears interest at 2.75% and matures on June 9, 2050. Payments are deferred twelve months from the date of the promissory note.

Additionally, the Organization received a U.S. Small Business Administration Economic Injury Disaster advance in the amount of $10,000 which is recorded in grant revenues as of June 30, 2020, in the accompanying combined statement of activities. The advanced funds are not to be repaid but the advance will be subtracted from the forgiveness amount of the Paycheck Protection Program loan.
Note 9. Long Term Debt (Continued)
During the year ended June 30, 2018, the Organization entered into a mortgage note payable with Bank of Tampa in the amount of $792,000 to purchase a collections storage and preservation facility. The mortgage note payable is due in monthly installments of principal and interest of $5,158; bears interest at 4.75%; matures on November 14, 2027; and is secured by real property, equipment and assignment of rent. At June 30, 2021 and 2020, $707,949 and $735,037, respectively, was outstanding under this note.

Future maturities of the long-term debt are as follows at June 30:

<table>
<thead>
<tr>
<th>Year</th>
<th>Amount</th>
</tr>
</thead>
<tbody>
<tr>
<td>2022</td>
<td>$307,847</td>
</tr>
<tr>
<td>2023</td>
<td>95,662</td>
</tr>
<tr>
<td>2024</td>
<td>97,825</td>
</tr>
<tr>
<td>2025</td>
<td>100,027</td>
</tr>
<tr>
<td>2026</td>
<td>89,556</td>
</tr>
<tr>
<td>Thereafter</td>
<td>682,860</td>
</tr>
<tr>
<td></td>
<td>$1,373,777</td>
</tr>
</tbody>
</table>

Note 10. Concentrations
As of June 30, 2021 and 2020, concentrations of credit risk with respect to unconditional promises to give exist. At June 30, 2021 and 2020, approximately 65% and 90%, respectively, of unconditional promises to give are due from one donor.

Note 11. Line of Credit
The Museum has a line of credit with an available balance of $250,000. The Museum may borrow on a secured basis at the bank’s prime rate plus .25%, with a floor rate of 4% (4.0% at June 30, 2021 and 2020, respectively), subject to annual renewal. At June 30, 2021 and 2020, $100,000 was outstanding on the line of credit. The line of credit is due on demand and is secured by the Museum's assets. Subsequent to year-end in July 2021, the line of credit was fully paid off.
Note 12. Net Assets With Donor Restrictions

Net assets with donor restrictions are available for the following at June 30:

<table>
<thead>
<tr>
<th>Subject to expenditure for specified purpose or passage of time:</th>
<th>2021</th>
<th>2020</th>
</tr>
</thead>
<tbody>
<tr>
<td>Time restrictions</td>
<td>$220,258</td>
<td>$117,082</td>
</tr>
<tr>
<td>Estate receivable</td>
<td>125,000</td>
<td>125,000</td>
</tr>
<tr>
<td>Security entrance</td>
<td>62,000</td>
<td>-</td>
</tr>
<tr>
<td>Community training center</td>
<td>5,000</td>
<td>-</td>
</tr>
<tr>
<td></td>
<td><strong>412,258</strong></td>
<td><strong>242,082</strong></td>
</tr>
</tbody>
</table>

Endowment related:

<table>
<thead>
<tr>
<th>Subject to endowment spending policy and appropriation:</th>
<th>2021</th>
<th>2020</th>
</tr>
</thead>
<tbody>
<tr>
<td>Accumulated earnings on endowments held in perpetuity</td>
<td>354,058</td>
<td>78,516</td>
</tr>
<tr>
<td>Endowments held in perpetuity (corpus):</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Cultural Endowment Program Fund I</td>
<td>600,000</td>
<td>600,000</td>
</tr>
<tr>
<td>Perpetual endowment individual donor funds</td>
<td>349,278</td>
<td>339,278</td>
</tr>
<tr>
<td></td>
<td><strong>949,278</strong></td>
<td><strong>939,278</strong></td>
</tr>
<tr>
<td>Total endowments</td>
<td>1,303,336</td>
<td>1,017,794</td>
</tr>
</tbody>
</table>

Beneficial interests in assets held by foundations:

| Tampa, Orlando, Pinellas Jewish Foundation, Inc. (TOP)          | 25,061     | 22,193     |
| Community Foundation of Tampa Bay                               | 96,531     | 79,218     |
| Sarasota Manatee Federation Foundation                          | 41,785     | 35,252     |
|                                                                 | **163,377**| **136,663**|

Total net assets with donor restrictions                          | $1,878,971 | $1,396,539 |

The Cultural Endowment Program Fund I (Fund I) is comprised of state matching funds of $240,000 and nonstate funds of $360,000. The agreement related to these funds requires them to be invested in an account entitled or containing the title Cultural Endowment Program Fund, and at least $600,000 must be maintained in that account.

Net assets were released from donor restrictions by incurring expenses satisfying the purpose or time restrictions specified by donors as follows for the years ended June 30:

<table>
<thead>
<tr>
<th>Subject to expenditure for specified purpose or passage of time:</th>
<th>2021</th>
<th>2020</th>
</tr>
</thead>
<tbody>
<tr>
<td>Educational outreach</td>
<td>$24,843</td>
<td>$9,589</td>
</tr>
<tr>
<td>Expiration of time restrictions</td>
<td>47,263</td>
<td>181,726</td>
</tr>
<tr>
<td></td>
<td><strong>72,106</strong></td>
<td><strong>191,315</strong></td>
</tr>
</tbody>
</table>
Note 13. Commitments and Contingencies

Grantors: The Organization is subject to state audit to determine compliance with grant funding requirements. In the event that expenditures would be disallowed, retroactive adjustment based on a final determination by the grantor of eligible reimbursable expenditures and repayment could be required. The effect of such adjustments, if any, cannot be determined at this time and no provision has been made for any such adjustments in the accompanying combined financial statements.

COVID-19: On January 30, 2020, the World Health Organization declared the coronavirus outbreak a “Public Health Emergency of International Concern” and on March 11, 2020, declared it to be a pandemic. Actions taken around the world to help mitigate the spread of the coronavirus include restrictions on travel, and quarantines in certain areas, and forced closures for certain types of public places and businesses. The coronavirus and actions taken to mitigate the spread of it have had and are expected to continue to have an adverse impact on the economies and financial markets of many countries, including the geographical area in which the Organization operates. On March 27, 2020, the Coronavirus Aid, Relief, and Economic Security Act (CARES Act) was enacted to, amongst other provisions, provide emergency assistance for individuals, families and businesses affected by the coronavirus pandemic. It is unknown how long the adverse conditions associated with the coronavirus will last and what the complete financial effect will be to the Organization. Additionally, it is reasonably possible that estimates made in the combined financial statements have been, or will be, impacted in the near term as a result of these conditions.

Note 14. Employee Benefit Plan

Employees are eligible to participate in the Museum’s 401(k) retirement plan once they have completed one year of service with a minimum of 1,000 hours and have attained age 21. The plan’s participation entry date is the first of the quarter following eligibility. Participants receive full credit for service before the plan adoption. Participants may defer up to 20% of their eligible compensations. The Museum may make discretionary matching contributions up to 5% of participant deferred salary contributions.

Participants are automatically 100% vested in their deferred salary contributions and in the Museum’s matching contributions.

Participants shall direct the allocation of their account balances among specified investments. The Museum’s matching contribution was approximately $21,800 and $19,600 for the years ended June 30, 2021 and 2020, respectively.

Note 15. Conditional Contributions

The Organization has conditional contributions from donors and grantors of approximately $1,153,000 as of June 30, 2021. Future payments or recognition of conditional promises to give are contingent upon the Organization carrying out certain stipulations of the grant or contract.
Florida Holocaust Museum, Inc. and
History, Heritage and Hope Foundation, Inc.

Combining Statement of Financial Position
June 30, 2021

<table>
<thead>
<tr>
<th>Assets</th>
<th>FHM</th>
<th>HHH</th>
<th>Eliminations</th>
<th>Totals</th>
</tr>
</thead>
<tbody>
<tr>
<td>Cash and cash equivalents</td>
<td>$1,625,422</td>
<td>$7,296</td>
<td>-</td>
<td>$1,632,718</td>
</tr>
<tr>
<td>Unconditional promises to give, net</td>
<td>220,258</td>
<td>-</td>
<td>-</td>
<td>220,258</td>
</tr>
<tr>
<td>Estate receivable</td>
<td>125,000</td>
<td>-</td>
<td>-</td>
<td>125,000</td>
</tr>
<tr>
<td>Grant receivable</td>
<td>9,635</td>
<td>-</td>
<td>-</td>
<td>9,635</td>
</tr>
<tr>
<td>Educational materials for resale</td>
<td>17,289</td>
<td>-</td>
<td>-</td>
<td>17,289</td>
</tr>
<tr>
<td>Prepaid expenses</td>
<td>58,681</td>
<td>-</td>
<td>-</td>
<td>58,681</td>
</tr>
<tr>
<td>Other assets</td>
<td>40,015</td>
<td>-</td>
<td>-</td>
<td>40,015</td>
</tr>
<tr>
<td>Investments, at fair value</td>
<td>2,861,739</td>
<td>3,561,215</td>
<td>(2,723,423)</td>
<td>3,699,531</td>
</tr>
<tr>
<td>Other investment</td>
<td>58,013</td>
<td>-</td>
<td>-</td>
<td>58,013</td>
</tr>
<tr>
<td>Property and equipment, net</td>
<td>2,949,197</td>
<td>-</td>
<td>-</td>
<td>2,949,197</td>
</tr>
<tr>
<td><strong>Total assets</strong></td>
<td>$7,907,236</td>
<td>$3,626,524</td>
<td>(2,723,423)</td>
<td>$8,810,337</td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th>Liabilities and Net Assets</th>
<th></th>
<th></th>
<th></th>
<th></th>
</tr>
</thead>
<tbody>
<tr>
<td>Liabilities:</td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Accounts payable and accrued expenses</td>
<td>$122,897</td>
<td>$ -</td>
<td>$ -</td>
<td>$122,897</td>
</tr>
<tr>
<td>Annuity obligations payable</td>
<td>-</td>
<td>$1,213</td>
<td>-</td>
<td>1,213</td>
</tr>
<tr>
<td>Assets held for Museum</td>
<td>-</td>
<td>2,723,423</td>
<td>(2,723,423)</td>
<td>-</td>
</tr>
<tr>
<td>Deferred revenue—membership dues</td>
<td>14,461</td>
<td>-</td>
<td>-</td>
<td>14,461</td>
</tr>
<tr>
<td>Refundable advances</td>
<td>302,345</td>
<td>-</td>
<td>-</td>
<td>302,345</td>
</tr>
<tr>
<td>Line of credit</td>
<td>100,000</td>
<td>-</td>
<td>-</td>
<td>100,000</td>
</tr>
<tr>
<td>Long-term debt</td>
<td>1,373,777</td>
<td>-</td>
<td>-</td>
<td>1,373,777</td>
</tr>
<tr>
<td><strong>Total liabilities</strong></td>
<td>1,913,480</td>
<td>2,724,636</td>
<td>(2,723,423)</td>
<td>1,914,693</td>
</tr>
</tbody>
</table>

| Net assets:                                 |         |         |              |          |
| Without donor restrictions                  | 4,375,903 | 640,770 | -            | 5,016,673 |
| With donor restrictions                     | 1,617,853 | 261,118 | -            | 1,878,971 |
| **Total net assets**                        | 5,993,756 | 901,888 | -            | 6,895,644 |

| Total liabilities and net assets            | $7,907,236 | $3,626,524 | (2,723,423) | $8,810,337 |
Florida Holocaust Museum, Inc. and History, Heritage and Hope Foundation, Inc.

Combining Statement of Financial Position
June 30, 2020

<table>
<thead>
<tr>
<th>Assets</th>
<th>FHM</th>
<th>HHH</th>
<th>Eliminations</th>
<th>Totals</th>
</tr>
</thead>
<tbody>
<tr>
<td>Cash and cash equivalents</td>
<td>$ 562,461</td>
<td>$ 632,830</td>
<td>-</td>
<td>$ 1,195,291</td>
</tr>
<tr>
<td>Unconditional promises to give, net</td>
<td>117,082</td>
<td>-</td>
<td>-</td>
<td>117,082</td>
</tr>
<tr>
<td>Estate receivable</td>
<td>125,000</td>
<td>-</td>
<td>-</td>
<td>125,000</td>
</tr>
<tr>
<td>Educational materials for resale</td>
<td>16,932</td>
<td>-</td>
<td>-</td>
<td>16,932</td>
</tr>
<tr>
<td>Prepaid expenses</td>
<td>30,715</td>
<td>-</td>
<td>-</td>
<td>30,715</td>
</tr>
<tr>
<td>Other assets</td>
<td>41,416</td>
<td>-</td>
<td>-</td>
<td>41,416</td>
</tr>
<tr>
<td>Investments, at fair value</td>
<td>2,611,614</td>
<td>2,188,367</td>
<td>(2,497,310)</td>
<td>2,302,671</td>
</tr>
<tr>
<td>Other investment</td>
<td>-</td>
<td>47,651</td>
<td>-</td>
<td>47,651</td>
</tr>
<tr>
<td>Property and equipment, net</td>
<td>2,966,483</td>
<td>-</td>
<td>-</td>
<td>2,966,483</td>
</tr>
<tr>
<td><strong>Total assets</strong></td>
<td>$ 6,471,703</td>
<td>$ 2,868,848</td>
<td>(2,497,310)</td>
<td>$ 6,843,241</td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th>Liabilities and Net Assets</th>
<th></th>
<th></th>
<th></th>
<th></th>
</tr>
</thead>
<tbody>
<tr>
<td>Liabilities:</td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Accounts payable and accrued expenses</td>
<td>$ 174,781</td>
<td>-</td>
<td>-</td>
<td>$ 174,781</td>
</tr>
<tr>
<td>Annuity obligations payable</td>
<td>-</td>
<td>1,298</td>
<td>-</td>
<td>1,298</td>
</tr>
<tr>
<td>Assets held for Museum</td>
<td>-</td>
<td>2,497,310</td>
<td>(2,497,310)</td>
<td>-</td>
</tr>
<tr>
<td>Deferred revenue—membership dues</td>
<td>14,461</td>
<td>-</td>
<td>-</td>
<td>14,461</td>
</tr>
<tr>
<td>Line of credit</td>
<td>100,000</td>
<td>-</td>
<td>-</td>
<td>100,000</td>
</tr>
<tr>
<td>Long-term debt</td>
<td>1,143,097</td>
<td>-</td>
<td>-</td>
<td>1,143,097</td>
</tr>
<tr>
<td><strong>Total liabilities</strong></td>
<td>1,432,339</td>
<td>2,498,608</td>
<td>(2,497,310)</td>
<td>1,433,637</td>
</tr>
</tbody>
</table>

Net assets:

| Without donor restrictions                  | 3,847,371 | 165,694   | -            | 4,013,065 |
| With donor restrictions                     | 1,191,993 | 204,546   | -            | 1,396,539 |
| **Total net assets**                        | 5,039,364 | 370,240   | -            | 5,409,604 |

**Total liabilities and net assets**

<table>
<thead>
<tr>
<th>FHM</th>
<th>HHH</th>
<th>(2,497,310)</th>
<th>Totals</th>
</tr>
</thead>
<tbody>
<tr>
<td>$ 6,471,703</td>
<td>$ 2,868,848</td>
<td>$ 6,843,241</td>
<td>$ 6,843,241</td>
</tr>
</tbody>
</table>
Florida Holocaust Museum, Inc. and
History, Heritage and Hope Foundation, Inc.

Combining Statement of Activities
Year Ended June 30, 2021

<table>
<thead>
<tr>
<th></th>
<th>FHM</th>
<th>HHH</th>
<th>Eliminations</th>
<th>Totals</th>
</tr>
</thead>
<tbody>
<tr>
<td>Public support and revenues:</td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Admissions</td>
<td>$ 84,179</td>
<td>-</td>
<td>-</td>
<td>$ 84,179</td>
</tr>
<tr>
<td>Contributions—cash and unconditional promises to give</td>
<td>519,762</td>
<td>-</td>
<td>-</td>
<td>519,762</td>
</tr>
<tr>
<td>Contributions—in-kind</td>
<td>64,600</td>
<td>-</td>
<td>-</td>
<td>64,600</td>
</tr>
<tr>
<td>Special event revenue of $545,384, less costs of direct benefits to donors of $14,635</td>
<td>530,749</td>
<td>-</td>
<td>-</td>
<td>530,749</td>
</tr>
<tr>
<td>Grants</td>
<td>1,706,320</td>
<td>-</td>
<td>-</td>
<td>1,706,320</td>
</tr>
<tr>
<td>Investment income, net</td>
<td>239,948</td>
<td>532,196</td>
<td>-</td>
<td>772,144</td>
</tr>
<tr>
<td>Other income</td>
<td>61,397</td>
<td>-</td>
<td>-</td>
<td>61,397</td>
</tr>
<tr>
<td>Membership dues</td>
<td>30,350</td>
<td>-</td>
<td>-</td>
<td>30,350</td>
</tr>
<tr>
<td>Museum store sales, net of cost of sales of $0</td>
<td>213</td>
<td>-</td>
<td>-</td>
<td>213</td>
</tr>
<tr>
<td><strong>Total public support and revenues</strong></td>
<td><strong>3,237,518</strong></td>
<td><strong>532,196</strong></td>
<td>-</td>
<td><strong>3,769,714</strong></td>
</tr>
</tbody>
</table>

Expenses:

<table>
<thead>
<tr>
<th></th>
<th>FHM</th>
<th>HHH</th>
<th>Eliminations</th>
<th>Totals</th>
</tr>
</thead>
<tbody>
<tr>
<td>Program services:</td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Museum operations</td>
<td>1,649,194</td>
<td>-</td>
<td>-</td>
<td>1,649,194</td>
</tr>
<tr>
<td>Supporting services:</td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Management and general</td>
<td>336,259</td>
<td>548</td>
<td>-</td>
<td>336,807</td>
</tr>
<tr>
<td>Fundraising</td>
<td>297,673</td>
<td>-</td>
<td>-</td>
<td>297,673</td>
</tr>
<tr>
<td><strong>Total expenses</strong></td>
<td><strong>2,283,126</strong></td>
<td><strong>548</strong></td>
<td>-</td>
<td><strong>2,283,674</strong></td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th></th>
<th>FHM</th>
<th>HHH</th>
<th>Eliminations</th>
<th>Totals</th>
</tr>
</thead>
<tbody>
<tr>
<td>Changes in net assets</td>
<td>954,392</td>
<td>531,648</td>
<td>-</td>
<td>1,486,040</td>
</tr>
</tbody>
</table>

Net assets:

<table>
<thead>
<tr>
<th></th>
<th>FHM</th>
<th>HHH</th>
<th>Eliminations</th>
<th>Totals</th>
</tr>
</thead>
<tbody>
<tr>
<td>Beginning</td>
<td>5,039,364</td>
<td>370,240</td>
<td>-</td>
<td>5,409,604</td>
</tr>
<tr>
<td>Ending</td>
<td><strong>$ 5,993,756</strong></td>
<td><strong>$ 901,888</strong></td>
<td>-</td>
<td><strong>$ 6,895,644</strong></td>
</tr>
</tbody>
</table>
Florida Holocaust Museum, Inc. and
History, Heritage and Hope Foundation, Inc.

Combining Statement of Activities
Year Ended June 30, 2020

<table>
<thead>
<tr>
<th></th>
<th>FHM</th>
<th>HHH</th>
<th>Eliminations</th>
<th>Totals</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Public support and revenues:</strong></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Admissions</td>
<td>$226,746</td>
<td>$ -</td>
<td>$ -</td>
<td>$226,746</td>
</tr>
<tr>
<td>Contributions—cash and unconditional promises to give</td>
<td>1,397,742</td>
<td>-</td>
<td>-</td>
<td>1,397,742</td>
</tr>
<tr>
<td>Contributions—in-kind</td>
<td>85,517</td>
<td>-</td>
<td>-</td>
<td>85,517</td>
</tr>
<tr>
<td>Special event revenue of $636,982, less costs of direct benefits to donors of $101,618</td>
<td>535,364</td>
<td>-</td>
<td>-</td>
<td>535,364</td>
</tr>
<tr>
<td>Grants</td>
<td>1,182,394</td>
<td>-</td>
<td>-</td>
<td>1,182,394</td>
</tr>
<tr>
<td>Investment loss, net</td>
<td>(20,381)</td>
<td>(25,635)</td>
<td>-</td>
<td>(46,016)</td>
</tr>
<tr>
<td>Other income</td>
<td>52,190</td>
<td>-</td>
<td>-</td>
<td>52,190</td>
</tr>
<tr>
<td>Membership dues</td>
<td>45,409</td>
<td>-</td>
<td>-</td>
<td>45,409</td>
</tr>
<tr>
<td>Museum store sales, net of cost of sales of $23,245</td>
<td>7,912</td>
<td>-</td>
<td>-</td>
<td>7,912</td>
</tr>
<tr>
<td><strong>Total public support and revenues</strong></td>
<td>3,512,893</td>
<td>(25,635)</td>
<td>-</td>
<td>3,487,258</td>
</tr>
</tbody>
</table>

| **Expenses:**                  |       |       |              |         |
| Program services:              |       |       |              |         |
| Museum operations              | 2,058,349 | -     | -            | 2,058,349 |
| Supporting services:           |       |       |              |         |
| Management and general         | 458,008 | 4,012 | -            | 462,020 |
| Fundraising                    | 436,064 | -     | -            | 436,064 |
| **Total expenses**             | 2,952,421 | 4,012 | -          | 2,956,433 |

| **Changes in net assets**      |       |       |              |         |
| Beginning                     | 4,478,892 | 399,887 | -          | 4,878,779 |
| Ending                        | $5,039,364 | $370,240 | -         | $5,409,604 |
Florida Holocaust Museum, Inc. and
History, Heritage and Hope Foundation, Inc.

Schedule of Expenditures of State Financial Assistance
Year Ended June 30, 2021

<table>
<thead>
<tr>
<th>State Grantor/Pass-Through Grantor/Project Title</th>
<th>CSFA Number</th>
<th>Contract/Grant Number(s)</th>
<th>Total State Expenditures</th>
<th>Provided to Subrecipients</th>
</tr>
</thead>
<tbody>
<tr>
<td>Department of State and Secretary of State:</td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Florida Holocaust Museum</td>
<td>45.066</td>
<td>21.c.ps.900.832</td>
<td>$ 750,000</td>
<td>$</td>
</tr>
<tr>
<td>Department of Education:</td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>School and Instructional Enhancement Programs</td>
<td>48.040</td>
<td>806-960070-1Q001</td>
<td>573,635</td>
<td></td>
</tr>
</tbody>
</table>

Total expenditures of state financial assistance $ 1,323,635 $ -
Note 1. Basis of Presentation
The accompanying schedule of expenditures of state financial assistance (the Schedule) includes the state financial assistance projects activity of the Florida Holocaust Museum, Inc. and History, Heritage and Hope Foundation, Inc. under programs of the State of Florida for the year ended June 30, 2021. The information in this Schedule is presented in accordance with the requirements of the State of Florida Chapter 10.650, Rules of the Auditor General. Because the Schedule presents only a selected portion of the operations of the Organization, it is not intended to and does not present the financial position, changes in net assets or cash flows of the Organization.

Note 2. Summary of Significant Accounting Policies
Expenditures reported on the Schedule are recognized on the accrual basis of accounting. Such expenditures are reported following the cost principles established by the State of Florida Department of Financial Services, wherein certain types of expenditures are not allowable or are limited as to reimbursement. Pass-through entity identifying numbers (contract or grant number) are presented where available.

Note 3. Contingencies
Grant expenditures are subject to audit and adjustment. If any expenditure were to be disallowed by the grantor agency as a result of such an audit, any claim for reimbursement to the grantor agency would become a liability of the Florida Holocaust Museum, Inc. In the opinion of management, all grant expenditures included on the accompanying schedule are in compliance with the terms of the grant agreements and applicable state laws and regulations.

Note 4. Subrecipients
There was no state financial assistance passed through to subrecipients by the Organization.
Independent Auditor’s Report

Boards of Directors
Florida Holocaust Museum, Inc.
History, Heritage and Hope Foundation, Inc.

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards issued by the Comptroller General of the United States, the combined financial statements of Florida Holocaust Museum, Inc., and History, Heritage and Hope Foundation, Inc. (collectively, the Organization), which comprise the combined statement of financial position as of June 30, 2021, the related combined statements of activities, functional expenses and cash flows for the year then ended, and the related notes to the combined financial statements, and have issued our report thereon dated March 24, 2022.

Report on Internal Control Over Financial Reporting

In planning and performing our audit of the combined financial statements, we considered the Organization’s internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinion on the combined financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Organization’s internal control. Accordingly, we do not express an opinion on the effectiveness of the Organization’s internal control.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A material weakness is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity’s combined financial statements will not be prevented, or detected and corrected on a timely basis. A significant deficiency is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. We identified a certain deficiency in internal control, described in the accompanying schedule of findings and responses, as item 2021-001, that we consider to be a material weakness.
Compliance and Other Matters
As part of obtaining reasonable assurance about whether the Organization’s combined financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, noncompliance with which could have a direct and material effect on the financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under Government Auditing Standards.

Organization’s Response to Findings
Government Auditing Standards requires the auditor to perform limited procedures on the Organization’s response to the findings identified in our audit and described in the accompanying schedule of findings and responses. The Organization’s response was not subjected to other auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on the response.

Purpose of This Report
The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Organization’s internal control or on compliance. This report is an integral part of an audit performed in accordance with Government Auditing Standards in considering the Organization’s internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

RSM US LLP
St. Petersburg, Florida
March 24, 2022
Report on Compliance for its Major State Assistance Project and

Independent Auditor’s Report

Boards of Directors
Florida Holocaust Museum, Inc.
History, Heritage and Hope Foundation, Inc.

Report on Compliance for Each Major State Project
We have audited Florida Holocaust Museum, Inc. and History, Heritage and Hope Foundation, Inc.’s (collectively, the Organization) compliance with the types of compliance requirements described in the Department of Financial Services’ State Projects Compliance Supplement, that could have a direct and material effect on the Organization’s major financial assistance projects for the year ended June 30, 2021. The Organization’s major state financial assistance projects are identified in the summary of auditor’s results section of the accompanying schedule of findings and questioned costs.

Management’s Responsibility
Management is responsible for compliance with state statutes, regulations and the terms and conditions of its state projects applicable to its state financial assistance project.

Auditor’s Responsibility
Our responsibility is to express an opinion on compliance for each of the Organization’s major state financial assistance projects based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States; and the State of Florida, Chapter 10.650, Rules of the Auditor General. Those standards and the State of Florida Chapter 10.650, Rules of the Auditor General, require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major state project occurred. An audit includes examining, on a test basis, evidence about the Organization’s compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for its major state financial assistance projects. However, our audit does not provide a legal determination of the Organization’s compliance.

Opinion on its Major State Financial Assistance Project
In our opinion, the Organization complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on its major state financial assistance projects for the year ended June 30, 2021.
Report on Internal Control Over Compliance
Management of the Organization is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the Organization’s internal control over compliance with the types of requirements that could have a direct and material effect on each major state financial assistance project to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major state financial assistance project and to test and report on internal control over compliance in accordance with the State of Florida Chapter 10.650, Rules of the Auditor General, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the Organization’s internal control over compliance.

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a state project on a timely basis. A material weakness in internal control over compliance is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a state project will not be prevented, or detected and corrected, on a timely basis. A significant deficiency in internal control over compliance is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a state project that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the State of Florida Chapter 10.650, Rules of the Auditor General. Accordingly, this report is not suitable for any other purpose.

RSM US LLP
St. Petersburg, Florida
March 24, 2022
Florida Holocaust Museum, Inc. and
History, Heritage and Hope Foundation, Inc.

Schedule of Findings and Questioned Costs
Year Ended June 30, 2021

I—Summary of Independent Auditor’s Results

Financial Statements

Type of auditor’s report issued: ____________________________ Unmodified

Internal control over financial reporting:
Material weakness(es) identified? Yes X No
Significant deficiency(ies) identified? Yes X None Reported
Noncompliance material to financial statements noted? Yes X No

State Financial Assistance Projects

Internal control over major projects:
Material weakness(es) identified? Yes X No
Significant deficiency(ies) identified? Yes X None Reported

Type of auditor’s report issued on compliance for major projects:

Any audit findings disclosed that are required to be reported in accordance with Section 10.656, Rules of the Auditor General? Yes X No

Identification of major state projects:

CFSA Number(s) Name of Project
45.066 Florida Holocaust Museum

Dollar threshold used to distinguish between Type A and Type B projects: $397,091

(Continued)
Florida Holocaust Museum, Inc. and
History, Heritage and Hope Foundation, Inc.

Schedule of Findings and Questioned Costs (Continued)
Year Ended June 30, 2021

II—Financial Statement Findings

A. Internal Control Over Financial Reporting

Finding No. 2021-001—Incorrect Application of Accounting Principles Generally Accepted in the United States of America (U.S. GAAP)—ASC 605, Not-for-Profit Entities (Topic 958): Revenue Recognition

Material Weakness

Criteria: Based on principles and guidance contained within ASC 605, Not-for-Profit Entities (Topic 958): Revenue Recognition, Florida Holocaust Museum was required to evaluate Accounting Standards Update (ASU) 2018-08, Clarifying the Scope and the Accounting Guidance for Contributions Received and Made as it applied to contributions received for the year ended June 30, 2021.

Condition: We noted an error from incorrect application of U.S. GAAP which resulted in an adjusting journal entry to correct total revenue recorded for the year ending June 30, 2021.

Context: Financial Accounting Standards Board (FASB) Accounting Standards Codification (ASC) 958-605, Not-for-Profit Entities—Revenue Recognition, provides guidance for evaluating whether a transaction is reciprocal (i.e., an exchange transaction) or nonreciprocal (i.e., a contribution) and for distinguishing between conditional contributions and unconditional contributions.

Effect: The effect of the adjustment resulted in a decrease in revenues of approximately $329,000 and corresponding decrease in total assets of approximately $26,500 and an increase in deferred revenues of approximately $302,500.

Cause: Management did not properly apply guidance outlined in ASU 2018-08, Clarifying the Scope and the Accounting Guidance for Contributions Received and Made, when analyzing certain government grants.

Recommendation: We recommend that the Organization review its current policies and procedures over accounting and financial reporting including its review of nonreciprocal transactions which include procedures for distinguishing between conditional contributions and unconditional contributions. Review procedures should be designed to identify potential U.S. GAAP departures.

Views of Responsible Officials and Planned Corrective Actions: Management agrees with the finding. This is not a repeat finding. See Corrective Action Plan.

III—State Financial Assistance Findings and Questioned Costs

No matters to report.

IV—Other Matters

1. No Summary Schedule of Prior Audit Findings is presented because there were no prior audit findings related to state financial assistance projects.

2. There were no items related to state financial assistance that were required to be reported in the management letter as mandated by the Auditor General of the State of Florida.
March 23, 2022

Florida Holocaust Museum
Corrective Action Plan
Year Ended June 30, 2021

Identifying Number: 2021-001 - Incorrect Application of Accounting Principles Generally Accepted in the United States of America (U.S. GAAP)—ASC 605, Not-for-Profit Entities (Topic 958): Revenue Recognition

Finding: Based on principles and guidance contained within ASC 605, Not-for-Profit Entities (Topic 958): Revenue Recognition, Florida Holocaust Museum was required to evaluate Accounting Standards Update (ASU) 2018-08, Clarifying the Scope and the Accounting Guidance for Contributions Received and Made as it applied to contributions received for the year ended June 30, 2021. During the audit, there was an error identified as a result of an incorrect application of U.S. GAAP which resulted in an adjusting journal entry to correct total revenue recorded for the year ending June 30, 2021. The effect of this adjustment resulted in a decrease in revenues of approximately $329,000 and corresponding decrease in total assets of approximately $26,500 and an increase in deferred revenues of approximately $302,500. The error occurred as a result of an incorrect application of guidance outlined in ASU 2018-08, Clarifying the Scope and the Accounting Guidance for Contributions Received and Made, when analyzing certain government grants.

Corrective Action Taken or Planned: Management has established and implemented procedures to timely evaluate all grants and revenue contracts to ensure proper application of U.S. GAAP. Additionally, the Museum’s process will include a review of nonreciprocal transactions which include procedures for distinguishing between conditional contributions and unconditional contributions. The procedure has been implemented as of February 1, 2022.

The responsible person for correcting the finding is the Director of Finance, Monique R. Saunders.

Sincerely,

[Signature]

Monique R. Saunders
Director of Finance