



BETHESDA MINISTRIES
d.b.a. OneChild

Financial Statements
With Independent Auditors' Report

September 30, 2022 and 2021

OneChild

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INDEPENDENT AUDITORS' REPORT

Board of Directors
OneChild
Colorado Springs, Colorado

Opinion

We have audited the accompanying financial statements of Bethesda Ministries d.b.a. OneChild, which comprise the statements of financial position as of September 30, 2022 and 2021, and the related statements of activities, functional expenses, and cash flows for the years then ended, and the related notes to the financial statements.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Bethesda Ministries d.b.a. OneChild as of September 30, 2022 and 2021, 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.

Basis for Opinion

We conducted our audits in accordance with auditing standards generally accepted in the United States of America. Our responsibilities under those standards are further described in the *Auditors' Responsibilities for the Audit of the Financial Statements* section of our report. We are required to be independent of Bethesda Ministries d.b.a. OneChild and to meet our other ethical responsibilities in accordance with the relevant ethical requirements relating to our audits. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Responsibilities of Management for the Financial Statements

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

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about Bethesda Ministries d.b.a. OneChild's ability to continue as a going concern within one year after the date that the financial statements are available to be issued.

Board of Directors
OneChild
Colorado Springs, Colorado

Auditors' Responsibilities for the Audit of the Financial Statements

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

In performing an audit in accordance with generally accepted auditing standards, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of Bethesda Ministries d.b.a. OneChild's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about Bethesda Ministries d.b.a. OneChild's ability to continue as a going concern for a reasonable period of time.

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

Capin Crouse LLP

Colorado Springs, Colorado
March 9, 2023

OneChild

Statements of Financial Position

	September 30,	
	2022	2021
ASSETS:		
Cash and cash equivalents	\$ 1,481,387	\$ 2,058,853
Accounts receivable	343,905	187,909
Prepaid expenses and other assets	393,002	318,084
Investments	1,783,990	1,946,588
Furniture, equipment, and software—net	342,156	236,365
	<u> </u>	<u> </u>
Total Assets	<u>\$ 4,344,440</u>	<u>\$ 4,747,799</u>
LIABILITIES AND NET ASSETS:		
Liabilities:		
Accounts payable	\$ 323,244	\$ 288,485
Accrued liabilities and other	620,625	389,005
Total liabilities	<u>943,869</u>	<u>677,490</u>
Net assets:		
Without donor restrictions	829,018	1,685,656
With donor restrictions	2,571,553	2,384,653
Total net assets	<u>3,400,571</u>	<u>4,070,309</u>
Total Liabilities and Net Assets	<u>\$ 4,344,440</u>	<u>\$ 4,747,799</u>

See notes to financial statements

OneChild

Statements of Activities

	Year Ended September 30,					
	2022			2021		
	Without Donor Restrictions	With Donor Restrictions	Total	Without Donor Restrictions	With Donor Restrictions	Total
SUPPORT AND REVENUE:						
Contributions						
General	\$ 878,019	\$ 19,713,636	\$ 20,591,655	\$ 659,496	\$ 17,789,344	\$ 18,448,840
Bethesda affiliates	-	7,812	7,812	-	10,876	10,876
Gain on extinguishment of debt	-	-	-	683,950	-	683,950
Investment income (loss)	(167,992)	-	(167,992)	66,458	-	66,458
Other income	204	-	204	6,210	-	6,210
Total Support and Revenue	710,231	19,721,448	20,431,679	1,416,114	17,800,220	19,216,334
NET ASSETS RELEASED:						
Purpose restrictions	19,534,548	(19,534,548)	-	17,133,243	(17,133,243)	-
	19,534,548	(19,534,548)	-	17,133,243	(17,133,243)	-
EXPENSES:						
Program services:						
Child ministries	15,931,287	-	15,931,287	14,225,420	-	14,225,420
Global engagement	327,804	-	327,804	304,998	-	304,998
Humanitarian and relief	271,803	-	271,803	79,112	-	79,112
Mission trips	209,536	-	209,536	17,839	-	17,839
	16,740,430	-	16,740,430	14,627,369	-	14,627,369

(continued)

See notes to financial statements

OneChild

Statements of Activities (continued)

	Year Ended September 30,					
	2022			2021		
	Without Donor Restrictions	With Donor Restrictions	Total	Without Donor Restrictions	With Donor Restrictions	Total
EXPENSES, continued:						
Supporting activities:						
General and administrative	1,961,446	-	1,961,446	1,531,727	-	1,531,727
Promotion and development	2,899,541	-	2,899,541	2,538,479	-	2,538,479
Less supporting services subsidized by Bethesda Foundation	(500,000)	-	(500,000)	(600,000)	-	(600,000)
	4,360,987	-	4,360,987	3,470,206	-	3,470,206
 Total Expenses	 21,101,417	 -	 21,101,417	 18,097,575	 -	 18,097,575
 Change in Net Assets	 (856,638)	 186,900	 (669,738)	 451,782	 666,977	 1,118,759
 Net Assets, Beginning of Year	 1,685,656	 2,384,653	 4,070,309	 1,233,874	 1,717,676	 2,951,550
 Net Assets, End of Year	 \$ 829,018	 \$ 2,571,553	 \$ 3,400,571	 \$ 1,685,656	 \$ 2,384,653	 \$ 4,070,309

See notes to financial statements

OneChild

Statement of Functional Expenses

Year Ended September 30, 2022

	Program Services:				Supporting Services:			Total Expenses	
	Child Ministries	Global Engagement	Humanitarian and Relief	Mission Trips	Total	General and Administrative	Promotion and Development		Total
Direct payments and assistance to ministries	\$ 10,395,513	\$ -	\$ 271,803	\$ 5,714	\$ 10,673,030	\$ 953	\$ 276	\$ 1,229	\$ 10,674,259
Salaries and labor	3,030,354	196,894	-	-	3,227,248	688,082	1,290,710	1,978,792	5,206,040
Travel and entertainment	388,563	24,018	-	195,508	608,089	46,417	319,270	365,687	973,776
Professional and other fees	344,528	32,143	-	5,282	381,953	175,297	266,854	442,151	824,104
Benefits	409,395	22,194	-	-	431,589	76,321	128,208	204,529	636,118
Supplies and materials	280,856	15,690	-	2,992	299,538	83,826	124,514	208,340	507,878
Computer services	190,507	6,908	-	-	197,415	201,163	84,748	285,911	483,326
Postage	274,596	8,752	-	-	283,348	85,616	67,156	152,772	436,120
Promotion and advertising	5,904	468	-	-	6,372	2,878	426,365	429,243	435,615
Bank fees	12,881	-	-	40	12,921	364,058	199	364,257	377,178
Payroll taxes	138,225	14,229	-	-	152,454	48,897	92,162	141,059	293,513
Building rent and maintenance	164,123	1,839	-	-	165,962	67,928	35,207	103,135	269,097
Conference and education	160,795	1,583	-	-	162,378	7,047	12,015	19,062	181,440
Depreciation	48,948	1,134	-	-	50,082	17,778	23,846	41,624	91,706
Telephone	57,816	1,594	-	-	59,410	4,724	11,719	16,443	75,853
Insurance	3,795	358	-	-	4,153	48,615	3,562	52,177	56,330
Finance and accounting	12,826	-	-	-	12,826	24,961	-	24,961	37,787
Legal	11,662	-	-	-	11,662	13,635	-	13,635	25,297
Special events	-	-	-	-	-	3,250	12,730	15,980	15,980
	15,931,287	327,804	271,803	209,536	16,740,430	1,961,446	2,899,541	4,860,987	21,601,417
Less Bethesda subsidy	-	-	-	-	-	(197,766)	(302,234)	(500,000)	(500,000)
	\$ 15,931,287	\$ 327,804	\$ 271,803	\$ 209,536	\$ 16,740,430	\$ 1,763,680	\$ 2,597,307	\$ 4,360,987	\$ 21,101,417

See notes to financial statements

OneChild

Statement of Functional Expenses

Year Ended September 30, 2021

	Program Services:				Supporting Services:			Total Expenses	
	Child Ministries	Global Engagement	Humanitarian and Relief	Mission Trips	Total	General and Administrative	Promotion and Development		Total
Direct payments and assistance to ministries	\$ 9,667,539	\$ -	\$ 79,112	\$ 3,150	\$ 9,749,801	\$ -	\$ -	\$ -	\$ 9,749,801
Salaries and labor	2,651,978	194,601	-	-	2,846,579	499,031	1,286,559	1,785,590	4,632,169
Travel and entertainment	172,092	15,110	-	13,055	200,257	26,312	247,749	274,061	474,318
Professional and other fees	337,818	24,417	-	1,104	363,339	107,129	249,871	357,000	720,339
Benefits	358,220	23,000	-	-	381,220	67,282	138,928	206,210	587,430
Supplies and materials	208,955	12,706	-	498	222,159	56,673	99,219	155,892	378,051
Computer services	162,151	7,202	-	-	169,353	179,219	76,314	255,533	424,886
Postage	208,618	6,976	-	-	215,594	67,428	60,342	127,770	343,364
Promotion and advertising	4,610	-	-	-	4,610	-	190,924	190,924	195,534
Bank fees	5,879	-	-	32	5,911	314,021	104	314,125	320,036
Payroll taxes	121,319	14,330	-	-	135,649	37,172	94,742	131,914	267,563
Building rent and maintenance	156,149	3,347	-	-	159,496	68,985	47,899	116,884	276,380
Conference and education	34,921	53	-	-	34,974	4,360	897	5,257	40,231
Depreciation	51,846	1,199	-	-	53,045	16,439	26,187	42,626	95,671
Telephone	55,166	1,613	-	-	56,779	3,232	13,695	16,927	73,706
Insurance	1,954	444	-	-	2,398	42,535	3,839	46,374	48,772
Finance and accounting	11,885	-	-	-	11,885	24,433	-	24,433	36,318
Legal	14,320	-	-	-	14,320	17,476	1,210	18,686	33,006
Special events	-	-	-	-	-	-	-	-	-
	<u>14,225,420</u>	<u>304,998</u>	<u>79,112</u>	<u>17,839</u>	<u>14,627,369</u>	<u>1,531,727</u>	<u>2,538,479</u>	<u>4,070,206</u>	<u>18,697,575</u>
Less Bethesda subsidy	-	-	-	-	-	(225,486)	(374,514)	(600,000)	(600,000)
	<u>\$ 14,225,420</u>	<u>\$ 304,998</u>	<u>\$ 79,112</u>	<u>\$ 17,839</u>	<u>\$ 14,627,369</u>	<u>\$ 1,306,241</u>	<u>\$ 2,163,965</u>	<u>\$ 3,470,206</u>	<u>\$ 18,097,575</u>

See notes to financial statements

OneChild

Statements of Cash Flows

	Year Ended September 30,	
	2022	2021
CASH FLOWS FROM OPERATING ACTIVITIES:		
Change in net assets	\$ (669,738)	\$ 1,118,759
Adjustments to reconcile change in net assets to net cash provided (used) by operating activities:		
Depreciation	91,706	95,671
Net realized and unrealized gains (losses) on investments	202,025	(40,153)
Gain on extinguishment of debt	-	(683,950)
Reinvested dividends	(34,817)	(24,820)
Changes in operating assets and liabilities:		
Accounts receivable	(155,996)	85,396
Prepaid expenses and other assets	(74,918)	(207,294)
Accounts payable	34,759	194,452
Accrued liabilities and other	231,620	89,589
Net Cash Provided (Used) by Operating Activities	<u>(375,359)</u>	<u>627,650</u>
CASH FLOWS FROM INVESTING ACTIVITIES:		
Purchases of investments	(1,902,940)	(761,560)
Proceeds from sale of investments	1,898,330	75,942
Purchases of furniture, equipment, and software	(197,497)	(76,559)
Net Cash Used by Investing Activities	<u>(202,107)</u>	<u>(762,177)</u>
Net Change in Cash and Cash Equivalents	(577,466)	(134,527)
Cash and Cash Equivalents, Beginning of Year	<u>2,058,853</u>	<u>2,193,380</u>
Cash and Cash Equivalents, End of Year	<u>\$ 1,481,387</u>	<u>\$ 2,058,853</u>
SUPPLEMENTAL DISCLOSURE:		
Non-cash financing transaction to recognize loan forgiveness	<u>\$ -</u>	<u>\$ 683,950</u>

See notes to financial statements

OneChild

Notes to Financial Statements

September 30, 2022 and 2021

1. NATURE OF ORGANIZATION:

Bethesda Ministries d.b.a. OneChild (OneChild) exists as a global community of child champions to advocate for children in hard places and provide holistic care so they have hope and thrive. OneChild's 345 Hope Centers provide holistic child development programs to children and youth in fourteen third-world countries. OneChild also serves the children and youth in its programs through educational initiatives, medical and health programs, feeding programs, and other special programs that impact children and youth directly.

OneChild is a nonprofit organization exempt from federal income tax under Section 501(c)(3) of the Internal Revenue Code (the Code) and is not a private foundation under Section 509(a) of the Code.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES:

The financial statements of OneChild have been prepared on the accrual basis of accounting. The significant accounting policies followed are described below to enhance the usefulness of the financial statements to the reader. The preparation of the financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

CASH AND CASH EQUIVALENTS

Cash and cash equivalents consist of demand deposits and money market accounts. All liquid investments with original maturities of three months or less are included as cash and cash equivalents. As of September 30, 2022 and 2021, these accounts exceed federally insured limits by approximately \$1,132,000 and \$1,650,000, respectively. OneChild has not experienced any losses in such accounts and believes it is not exposed to any significant credit risk on cash and cash equivalents.

ACCOUNTS RECEIVABLE

Accounts receivable consist of employee advances for mission trips and operating budgets and amounts to be received under various split-interest agreements.

INVESTMENTS

Investments consist of mutual funds and exchange-traded funds. Investments are stated at fair value. Fair values for mutual funds and exchange-traded funds are determined by quoted market prices in active markets for identical assets, which are considered Level 1 inputs of the fair value hierarchy. Level 2 and Level 3 inputs were not used as of the years ended September 30, 2022 and 2021.

OneChild

Notes to Financial Statements

September 30, 2022 and 2021

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, continued:

FURNITURE, EQUIPMENT, AND SOFTWARE

Furniture and equipment are recorded at cost or, if donated, at the estimated fair market value at the date of donation. Costs of computer software developed or obtained for internal use are recorded in accordance with Accounting Standards Codification (ASC) *Topic 350*. Under *Topic 350*, costs incurred during the preliminary project stage are expensed as incurred, costs incurred during the application development states are capitalized, and training and maintenance costs incurred during the post-implementation/operation stage are expensed as incurred. Depreciation is recorded using the straight-line method over the estimated useful lives of the assets, ranging from two to ten years.

NET ASSETS

Net assets are reported in the financial statements as follows:

Net assets without donor restrictions are those resources currently available under the direction of the board and those resources invested in furniture, equipment, and software.

Net assets with donor restrictions are those resources whose use has been limited by donors for a specific purpose.

SUPPORT AND REVENUE

Contributions are recorded when made, which may be when cash and other assets are received or unconditionally promised. Gifts of cash and other assets received without donor stipulations are reported as support without donor restrictions. Gifts received with a donor stipulation that limits their use are reported as support with donor restrictions. When a donor stipulated time restriction ends or purpose restriction is accomplished, net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the statements of activities as net assets released from restrictions. Gifts and investment income that are originally restricted by the donor and for which the restriction is met in the same time period are recorded as support with donor restrictions and then released from restriction.

Gifts of furniture, equipment, and software are reported as revenue without donor restrictions unless explicit donor stipulations specify how such assets must be used, in which case the gifts are reported as support with donor restrictions. Absent donor stipulations for the period in which long-lived assets must be held, expirations of restrictions resulting in reclassification of net assets with donor restrictions as net assets without donor restrictions are reported when the long-lived assets are placed in service.

OneChild

Notes to Financial Statements

September 30, 2022 and 2021

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, continued:

SUPPORT AND REVENUE, continued

Contributions of services are recognized as revenue at their estimated fair value only when the services received create or enhance nonfinancial assets or require specialized skills possessed by the individuals providing the service and the service would typically need to be purchased if not donated. Contributed services consisted of medical services without donor restrictions used in OneChild's medical mission trips. Contribution revenue recognized from these services were approximately \$0 and \$32,000 for the years ended September 30, 2022 and 2021, respectively.

Contributions to foreign organizations for sponsorship operations are considered to be expenses when OneChild disburses funds to the overseas projects.

In April 2020, OneChild obtained a \$683,950 loan under the Paycheck Protection Program. The loan was fully forgivable provided OneChild meet certain spending and employment thresholds in line with the criteria of the program. During the year ended September 30, 2021, OneChild received full forgiveness of the loan. Loan forgiveness has been recorded as a gain on extinguishment of debt on the statements of activities.

FUNCTIONAL ALLOCATION OF EXPENSES

The financial statements report certain categories of expenses that are attributable to one or more program or supporting functions of OneChild. These expenses include salaries and labor, travel and entertainment, depreciation, building rent and maintenance, and other expenses. Depreciation and building rent and maintenance are allocated based on square footage and interest is allocated based on usage of space. Costs of other categories were allocated on estimates of time and effort.

RECENTLY ADOPTED ACCOUNTING STANDARD

During the year ended September 30, 2022, OneChild adopted Accounting Standards Update 2020-07, *Presentation and Disclosures by Not-for-Profit Entities for Contributed Nonfinancial Assets*. The new guidance requires nonprofit entities to present contributed nonfinancial assets as a separate line item in the statements of activities, apart from contributions of cash or other financial assets. The standard also increases the disclosure requirements around contributed nonfinancial assets, including disaggregating by category the types of contributed nonfinancial assets a nonprofit entity has received. Adoption of this standard did not have a significant impact on the financial statements, with the exception of increased disclosure.

OneChild

Notes to Financial Statements

September 30, 2022 and 2021

3. INVESTMENTS:

Investments consist of:

	September 30,	
	2022	2021
Mutual funds	\$ 1,618,547	\$ 1,835,729
Exchange-traded funds	165,443	110,859
	<u>\$ 1,783,990</u>	<u>\$ 1,946,588</u>

Investment income (loss) consists of:

	Year Ended September 30,	
	2022	2021
Interest and dividends	\$ 34,033	\$ 26,305
Net realized and unrealized gains (losses)	(202,025)	40,153
	<u>\$ (167,992)</u>	<u>\$ 66,458</u>

4. LIQUIDITY AND AVAILABILITY OF FINANCIAL ASSETS:

The following table reflects OneChild's financial assets as of September 30, 2022 and 2021, reduced by amounts not available for general expenditure within one year. Financial assets are considered unavailable when they are illiquid or not convertible to cash within one year. Illiquid assets include net assets with without donor restrictions.

OneChild

Notes to Financial Statements

September 30, 2022 and 2021

4. LIQUIDITY AND AVAILABILITY OF FINANCIAL ASSETS, continued:

	September 30,	
	2022	2021
Financial assets:		
Cash and cash equivalents	\$ 1,481,387	\$ 2,058,853
Accounts receivable	343,905	187,909
Investments	1,783,990	1,946,588
Financial assets, at year-end	3,609,282	4,193,350
Less those unavailable for general expenditure within one year, due to:		
Purpose restrictions to be spent beyond one year	(1,496,855)	(1,090,000)
Financial assets available to meet cash needs for general expenditures within one year	\$ 2,112,427	\$ 3,103,350

OneChild does not have any other financial assets that are illiquid or assets that are not convertible to cash. OneChild monitors its ongoing liquidity position through cash flow projection analysis that includes calculating expected expenditures and revenues that effect liquid assets. This cash flow projection process is performed monthly and as-needed throughout the year.

5. FURNITURE, EQUIPMENT, AND SOFTWARE—NET:

Furniture, equipment, and software—net consist of:

	September 30,	
	2022	2021
Buildings and improvements	\$ 311,752	\$ 311,752
Computer software and hardware	1,288,544	1,236,231
Furniture and equipment	445,211	432,771
Transportation equipment	45,530	44,227
	2,091,037	2,024,981
Less accumulated depreciation	(1,894,281)	(1,803,028)
Construction in process	145,400	14,412
	\$ 342,156	\$ 236,365

OneChild

Notes to Financial Statements

September 30, 2022 and 2021

6. NET ASSETS WITH DONOR RESTRICTIONS:

Net assets with donor restrictions consist of:

	September 30,	
	2022	2021
Sponsorship Fund Reserves for various countries	\$ 950,837	\$ 1,150,255
Child care–gift fund	529,435	328,287
Children’s crisis fund	420,193	329,767
Kenya	286,047	206,743
Mission trips	77,815	96,900
Philippines	50,910	52,186
Ethiopia	50,422	39,736
Dominican Republic	50,359	42,435
Health and human services	48,715	35,569
Honduras	45,282	39,186
Cambodia	20,546	20,546
Nicaragua	16,620	23,274
India	9,263	9,289
Bangladesh	6,447	2,528
Haiti	3,523	3,320
Capacity, building, and community development	3,313	3,260
Nepal	1,122	1,122
Zimbabwe	250	250
Jordan/Lebanon	250	-
Education and transformational leadership	204	-
	<u>\$ 2,571,553</u>	<u>\$ 2,384,653</u>

7. RETIREMENT PLAN:

OneChild has established a retirement plan for the benefit of its employees and their beneficiaries under a 403(b) arrangement. Employees are eligible for employer contributions after one year of service and attainment of age 21. For the years ended September 30, 2022 and 2021, the employer made discretionary contributions as well as matched employee contributions. Starting May 1, 2020, the employer match decreased to 1 percent, but was later increased to 2 percent on April 1, 2021. Employer contributions were \$81,447 and \$70,734, for the years ended September 30, 2022 and 2021, respectively.

OneChild

Notes to Financial Statements

September 30, 2022 and 2021

8. RELATED PARTY TRANSACTIONS:

The following are transactions between OneChild and other related entities:

During the years ended September 30, 2022 and 2021, OneChild's affiliates (Bethesda Foundation and Subsidiaries) contributed \$7,812 and \$10,876, respectively, to OneChild programs.

During the years ended September 30, 2022 and 2021, Bethesda Foundation subsidized certain overhead costs of OneChild in order to reduce the ongoing overhead burden on funds received from donors. Specifically, during the years ended September 30, 2022 and 2021, Bethesda Foundation gave \$500,000 and \$600,000, respectively to OneChild to subsidize unrestricted general, administrative, and promotional costs. These items were recorded as a decrease in supporting services as donors' funds were not used for these expenses.

An entity to which OneChild is related charged \$284,779 and \$250,171 for computer, accounting, and other services provided to OneChild during the years ended September 30, 2022 and 2021, respectively. OneChild was charged \$171,638 and \$191,396 for the rental of office and storage space during the years ended September 30, 2022 and 2021, respectively. The rent is charged on a monthly basis; as such, there is no future operating lease commitment.

Accounts receivable from Bethesda Foundation and its related entities to OneChild as of September 30, 2022 and 2021 totaled \$12,523 and \$19,233, respectively.

Grants to a related but non-consolidated entity, were approximately \$410,000 and \$438,000, during the years ended September 30, 2022 and 2021, respectively.

9. SUBSEQUENT EVENTS:

Effective October 1, 2022, the bylaws of OneChild were revised to remove Bethesda Foundation's ability to appoint a majority of its board. Consequently, the operations of OneChild will not be included in Bethesda's consolidated financial statements after this date. The Boards of Directors and management teams of Bethesda and OneChild have planned and worked together since 2021 to position OneChild to become independent and self-governing effective October 1, 2022.

Subsequent events were evaluated through March 9, 2023, which represents the date the financial statements were available to be issued.