AMERICAN CIVIL LIBERTIES UNION OF OHIO FOUNDATION, INC.
AND AMERICAN CIVIL LIBERTIES UNION OF OHIO, INC.
CONSOLIDATED FINANCIAL STATEMENTS
MARCH 31, 2022 AND 2021
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INDEPENDENT AUDITOR’S REPORT

Board of Directors
American Civil Liberties Union of Ohio
Foundation, Inc. and American Civil Liberties Union of Ohio, Inc.
Cleveland, Ohio

Opinion

We have audited the accompanying consolidated financial statements of American Civil Liberties Union of Ohio Foundation, Inc. and American Civil Liberties Union of Ohio, Inc. (nonprofit organizations) which comprise the consolidated statements of financial position as of March 31, 2022 and 2021, and the related consolidated statements of activities and consolidated statements of cash flows for the years then ended, and the related notes to the consolidated financial statements.

In our opinion, the consolidated financial statements referred to above present fairly, in all material respects, the financial position of American Civil Liberties Union of Ohio Foundation, Inc. and American Civil Liberties Union of Ohio, Inc. as of March 31, 2022 and 2021, and the changes in their net assets and their 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 Auditor’s Responsibilities for the Audit of the Consolidated Financial Statements section of our report. We are required to be independent of American Civil Liberties Union of Ohio Foundation, Inc. and American Civil Liberties Union of Ohio, Inc. and to meet our other ethical responsibilities in accordance with the relevant ethical requirements relating to our audits. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Responsibilities of Management for the Consolidated Financial Statements

Management is responsible for the preparation and fair presentation of the consolidated 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 consolidated financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the consolidated financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about American Civil Liberties Union of Ohio Foundation, Inc. and American Civil Liberties Union of Ohio, Inc.’s ability to continue as a going concern within one year after the date that the consolidated financial statements are available to be issued.
Auditor’s Responsibilities for the Audit of the Consolidated Financial Statements

Our objectives are to obtain reasonable assurance about whether the consolidated financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor’s report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with 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, including omissions, 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 consolidated 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 consolidated 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 consolidated 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 American Civil Liberties Union of Ohio Foundation, Inc., and American Civil Liberties Union of Ohio, Inc.’s internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the consolidated financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about American Civil Liberties Union of Ohio Foundation, Inc., and American Civil Liberties Union of Ohio, Inc.’s ability to continue as a going concern for a reasonable period of time.

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

Zinner & Co. LLP

Beachwood, Ohio

September 17, 2022
AMERICAN CIVIL LIBERTIES UNION OF OHIO FOUNDATION, INC. AND
AMERICAN CIVIL LIBERTIES UNION OF OHIO, INC.

CONSOLIDATED STATEMENTS OF FINANCIAL POSITION

MARCH 31, 2022 AND 2021

<table>
<thead>
<tr>
<th>Assets</th>
<th>2022</th>
<th>2021</th>
</tr>
</thead>
<tbody>
<tr>
<td>Cash and cash equivalents</td>
<td>$ 3,050,347</td>
<td>$ 1,723,106</td>
</tr>
<tr>
<td>Investments</td>
<td>2,382,169</td>
<td>2,141,597</td>
</tr>
<tr>
<td>Unconditional promises to give</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Without donor restrictions</td>
<td>0</td>
<td>42,500</td>
</tr>
<tr>
<td>With donor restrictions</td>
<td>927,902</td>
<td>993,768</td>
</tr>
<tr>
<td>Accounts receivable - ACLU National</td>
<td>703,821</td>
<td>1,236,689</td>
</tr>
<tr>
<td>Accounts receivable</td>
<td>8,468</td>
<td>0</td>
</tr>
<tr>
<td>Investments - Board designated</td>
<td>5,788,130</td>
<td>2,458,697</td>
</tr>
<tr>
<td>Prepaid expenses</td>
<td>79,333</td>
<td>47,829</td>
</tr>
<tr>
<td>Land</td>
<td>205,400</td>
<td>205,400</td>
</tr>
<tr>
<td>Building</td>
<td>1,086,377</td>
<td>1,086,377</td>
</tr>
<tr>
<td>Building improvements</td>
<td>160,831</td>
<td>160,831</td>
</tr>
<tr>
<td>Furniture and equipment</td>
<td>203,735</td>
<td>203,735</td>
</tr>
<tr>
<td>Accumulated depreciation</td>
<td>(789,931)</td>
<td>(754,864)</td>
</tr>
<tr>
<td>Restricted cash - IOLTA account</td>
<td>21</td>
<td>21</td>
</tr>
<tr>
<td>Investments restricted for endowment</td>
<td>5,224,168</td>
<td>5,220,960</td>
</tr>
<tr>
<td><strong>Total Assets</strong></td>
<td><strong>$19,030,771</strong></td>
<td><strong>$14,766,646</strong></td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th>Liabilities</th>
<th>2022</th>
<th>2021</th>
</tr>
</thead>
<tbody>
<tr>
<td>Accounts payable</td>
<td>$ 154,775</td>
<td>$ 32,621</td>
</tr>
<tr>
<td>Accounts payable - ACLU National</td>
<td>381,927</td>
<td>3,757</td>
</tr>
<tr>
<td>Accrued payroll</td>
<td>68,974</td>
<td>57,638</td>
</tr>
<tr>
<td>Accrued expenses</td>
<td>154,082</td>
<td>194,014</td>
</tr>
<tr>
<td><strong>Total Liabilities</strong></td>
<td><strong>759,758</strong></td>
<td><strong>288,030</strong></td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th>Net Assets</th>
<th>2022</th>
<th>2021</th>
</tr>
</thead>
<tbody>
<tr>
<td>Without donor restrictions</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Undesignated</td>
<td>6,161,894</td>
<td>5,630,291</td>
</tr>
<tr>
<td>Designated by Board for building &amp; facilities expenses</td>
<td>1,042,996</td>
<td>1,047,840</td>
</tr>
<tr>
<td>Designated by Board for litigation</td>
<td>869,149</td>
<td>657,156</td>
</tr>
<tr>
<td>Designated by Board for reserves</td>
<td>3,875,984</td>
<td>753,702</td>
</tr>
<tr>
<td><strong>Total Net Assets Without Donor Restrictions</strong></td>
<td><strong>11,950,023</strong></td>
<td><strong>8,088,889</strong></td>
</tr>
<tr>
<td>With donor restrictions</td>
<td>6,320,990</td>
<td>6,389,627</td>
</tr>
<tr>
<td><strong>Total Net Assets</strong></td>
<td><strong>18,271,013</strong></td>
<td><strong>14,478,616</strong></td>
</tr>
<tr>
<td><strong>Total Liabilities and Net Assets</strong></td>
<td><strong>$19,030,771</strong></td>
<td><strong>$14,766,646</strong></td>
</tr>
</tbody>
</table>

The accompanying notes are an integral part of these financial statements.
AMERICAN CIVIL LIBERTIES UNION OF OHIO FOUNDATION, INC. AND AMERICAN CIVIL LIBERTIES UNION OF OHIO, INC.

CONSOLIDATED STATEMENT OF ACTIVITIES

FOR THE YEAR ENDED MARCH 31, 2022

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

<table>
<thead>
<tr>
<th>Without Donor Restrictions</th>
<th>With Donor Restrictions</th>
<th>Total</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Support and Revenues</strong></td>
<td></td>
<td></td>
</tr>
<tr>
<td><strong>Support</strong></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Contributions to Foundation</td>
<td>$3,074,554</td>
<td>$256,030</td>
</tr>
<tr>
<td>Contributions to Affiliate</td>
<td>492,096</td>
<td>49,504</td>
</tr>
<tr>
<td>Bequests</td>
<td>1,217,641</td>
<td>0</td>
</tr>
<tr>
<td>Grants</td>
<td>484,124</td>
<td>89,420</td>
</tr>
<tr>
<td><strong>Total Support</strong></td>
<td>5,268,415</td>
<td>394,954</td>
</tr>
<tr>
<td><strong>Revenues</strong></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Legal fees</td>
<td>211,993</td>
<td>0</td>
</tr>
<tr>
<td>Membership shares</td>
<td>1,120,804</td>
<td>0</td>
</tr>
<tr>
<td>National reconciliation income</td>
<td>421,906</td>
<td>0</td>
</tr>
<tr>
<td>Donated services</td>
<td>256,028</td>
<td>0</td>
</tr>
<tr>
<td><strong>Total Revenues</strong></td>
<td>2,010,731</td>
<td>0</td>
</tr>
</tbody>
</table>

**Net Assets Released from Restrictions**

<table>
<thead>
<tr>
<th>Satisfaction of purpose restrictions</th>
<th>(464,904)</th>
<th>0</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Total Reclassifications</strong></td>
<td>(464,904)</td>
<td>0</td>
</tr>
</tbody>
</table>

**Total Support and Revenues**

| 7,744,050 | (69,950) | 7,674,100 |

**Expenses**

<table>
<thead>
<tr>
<th>Program Services:</th>
<th></th>
<th></th>
</tr>
</thead>
<tbody>
<tr>
<td>Education &amp; Advocacy</td>
<td>1,815,860</td>
<td>0</td>
</tr>
<tr>
<td>Litigation</td>
<td>1,102,797</td>
<td>0</td>
</tr>
</tbody>
</table>

**Supporting Services:**

| Fundraising                  | 486,952   | 0     | 486,952   |
| Administration               | 543,914   | 0     | 543,914   |

**Total Expenses**

| 3,949,523 | 0 | 3,949,523 |

**Changes in Net Assets from Operations**

| 3,794,527 | (69,950) | 3,724,577 |

**Investment Activity**

| Interest and dividend income | 253,134 | 0 | 253,134 |
| Investment fees              | (21,737) | 0 | (21,737) |
| Endowment fund loss and allocation | 0 | (164,132) | (164,132) |
| Realized gain on investments | 884,671 | 123,090 | 1,007,761 |
| Unrealized gain (loss) on investments | (1,049,561) | 42,355 | (1,007,206) |

**Total Investment Activity**

| 66,507 | 1,313   | 67,820   |

**Changes in Net Assets**

| 3,861,034 | (68,637) | 3,792,397 |

**Net Assets, Beginning of Year**

| 8,088,989 | 6,389,627 | 14,478,616 |

**Net Assets, End of Year**

| $11,950,023 | $6,320,990 | $18,271,013 |
## AMERICAN CIVIL LIBERTIES UNION OF OHIO FOUNDATION, INC. AND AMERICAN CIVIL LIBERTIES UNION OF OHIO, INC.

### CONSOLIDATED STATEMENT OF ACTIVITIES

#### FOR THE YEAR ENDED MARCH 31, 2021

### Support and Revenues

<table>
<thead>
<tr>
<th>Description</th>
<th>Without Donor Restrictions</th>
<th>With Donor Restrictions</th>
<th>Total</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Support</strong></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Contributions to Foundation</td>
<td>$1,433,915</td>
<td>$1,277,576</td>
<td>$2,711,491</td>
</tr>
<tr>
<td>Contributions to Affiliate</td>
<td>288,290</td>
<td>15,752</td>
<td>304,042</td>
</tr>
<tr>
<td>Grants</td>
<td>651,105</td>
<td>0</td>
<td>651,105</td>
</tr>
<tr>
<td><strong>Total Support</strong></td>
<td>2,373,310</td>
<td>1,293,328</td>
<td>3,666,638</td>
</tr>
<tr>
<td><strong>Revenues</strong></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Legal fees</td>
<td>145,837</td>
<td>0</td>
<td>145,837</td>
</tr>
<tr>
<td>Membership shares</td>
<td>1,205,297</td>
<td>0</td>
<td>1,205,297</td>
</tr>
<tr>
<td>National reconciliation income</td>
<td>874,798</td>
<td>0</td>
<td>874,798</td>
</tr>
<tr>
<td>Donated services</td>
<td>565,716</td>
<td>0</td>
<td>565,716</td>
</tr>
<tr>
<td><strong>Total Revenues</strong></td>
<td>2,791,648</td>
<td>0</td>
<td>2,791,648</td>
</tr>
<tr>
<td><strong>Net Assets Released from Restrictions</strong></td>
<td>712,500</td>
<td>(712,500)</td>
<td>0</td>
</tr>
<tr>
<td><strong>Total Reclassifications</strong></td>
<td>712,500</td>
<td>(712,500)</td>
<td>0</td>
</tr>
<tr>
<td><strong>Total Support and Revenues</strong></td>
<td>5,877,458</td>
<td>580,828</td>
<td>6,458,286</td>
</tr>
</tbody>
</table>

### Expenses

<table>
<thead>
<tr>
<th>Description</th>
<th>Without Donor Restrictions</th>
<th>With Donor Restrictions</th>
<th>Total</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Program Services:</strong></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Education &amp; Advocacy</td>
<td>1,896,336</td>
<td>0</td>
<td>1,896,336</td>
</tr>
<tr>
<td>Litigation</td>
<td>1,173,901</td>
<td>0</td>
<td>1,173,901</td>
</tr>
<tr>
<td><strong>Supporting Services:</strong></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Fundraising</td>
<td>497,976</td>
<td>0</td>
<td>497,976</td>
</tr>
<tr>
<td>Administration</td>
<td>467,110</td>
<td>0</td>
<td>467,110</td>
</tr>
<tr>
<td><strong>Total Expenses</strong></td>
<td>4,035,323</td>
<td>0</td>
<td>4,035,323</td>
</tr>
</tbody>
</table>

### Changes in Net Assets from Operations

<table>
<thead>
<tr>
<th>Description</th>
<th>Without Donor Restrictions</th>
<th>With Donor Restrictions</th>
<th>Total</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Changes in Net Assets from Operations</strong></td>
<td>1,842,135</td>
<td>580,828</td>
<td>2,422,963</td>
</tr>
</tbody>
</table>

### Investment Activity

<table>
<thead>
<tr>
<th>Description</th>
<th>Without Donor Restrictions</th>
<th>With Donor Restrictions</th>
<th>Total</th>
</tr>
</thead>
<tbody>
<tr>
<td>Interest and dividend income</td>
<td>226,002</td>
<td>0</td>
<td>226,002</td>
</tr>
<tr>
<td>Investment fees</td>
<td>(15,822)</td>
<td>0</td>
<td>(15,822)</td>
</tr>
<tr>
<td>Endowment fund loss and allocation</td>
<td>0</td>
<td>(147,844)</td>
<td>(147,844)</td>
</tr>
<tr>
<td>Realized gain on investments</td>
<td>164,608</td>
<td>73,893</td>
<td>238,501</td>
</tr>
<tr>
<td>Unrealized gain on investments</td>
<td>221,008</td>
<td>1,461,855</td>
<td>1,682,863</td>
</tr>
<tr>
<td><strong>Total Investment Activity</strong></td>
<td>595,796</td>
<td>1,387,904</td>
<td>1,983,700</td>
</tr>
</tbody>
</table>

### Changes in Net Assets

<table>
<thead>
<tr>
<th>Description</th>
<th>Without Donor Restrictions</th>
<th>With Donor Restrictions</th>
<th>Total</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Changes in Net Assets</strong></td>
<td>2,437,931</td>
<td>1,968,732</td>
<td>4,406,663</td>
</tr>
</tbody>
</table>

### Net Assets, Beginning of Year

<table>
<thead>
<tr>
<th>Description</th>
<th>Without Donor Restrictions</th>
<th>With Donor Restrictions</th>
<th>Total</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Net Assets, Beginning of Year</strong></td>
<td>5,651,058</td>
<td>4,420,895</td>
<td>10,071,953</td>
</tr>
</tbody>
</table>

### Net Assets, End of Year

<table>
<thead>
<tr>
<th>Description</th>
<th>Without Donor Restrictions</th>
<th>With Donor Restrictions</th>
<th>Total</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Net Assets, End of Year</strong></td>
<td>$8,088,989</td>
<td>$6,389,627</td>
<td>$14,478,616</td>
</tr>
</tbody>
</table>

The accompanying notes are an integral part of these financial statements.
AMERICAN CIVIL LIBERTIES UNION OF OHIO FOUNDATION, INC. AND
AMERICAN CIVIL LIBERTIES UNION OF OHIO, INC.

STATEMENT OF FUNCTIONAL EXPENSES
FOR THE YEAR ENDED MARCH 31, 2022

<table>
<thead>
<tr>
<th>Education &amp; Advocacy</th>
<th>Litigation</th>
<th>Total</th>
<th>Fundraising</th>
<th>Administration</th>
<th>Total</th>
<th>All Funds</th>
</tr>
</thead>
<tbody>
<tr>
<td>Salaries and wages</td>
<td>$915,943</td>
<td>$384,696</td>
<td>$1,300,639</td>
<td>$238,145</td>
<td>$293,102</td>
<td>$531,247</td>
</tr>
<tr>
<td>Employee benefits</td>
<td>151,267</td>
<td>63,532</td>
<td>214,799</td>
<td>39,329</td>
<td>48,405</td>
<td>87,734</td>
</tr>
<tr>
<td>Payroll taxes</td>
<td>70,650</td>
<td>29,673</td>
<td>100,323</td>
<td>18,369</td>
<td>22,608</td>
<td>40,977</td>
</tr>
<tr>
<td>Retirement</td>
<td>57,850</td>
<td>24,297</td>
<td>82,147</td>
<td>15,041</td>
<td>18,512</td>
<td>33,533</td>
</tr>
<tr>
<td>Donated services</td>
<td>0</td>
<td>256,028</td>
<td>256,028</td>
<td>0</td>
<td>0</td>
<td>0</td>
</tr>
<tr>
<td>Professional services</td>
<td>104,835</td>
<td>192,761</td>
<td>297,596</td>
<td>3,382</td>
<td>37,200</td>
<td>40,582</td>
</tr>
<tr>
<td>Subscriptions, dues and fees</td>
<td>19,360</td>
<td>13,181</td>
<td>32,541</td>
<td>1,236</td>
<td>7,414</td>
<td>8,650</td>
</tr>
<tr>
<td>Postage</td>
<td>6,766</td>
<td>1,015</td>
<td>7,781</td>
<td>25,372</td>
<td>677</td>
<td>26,049</td>
</tr>
<tr>
<td>Printing</td>
<td>183,935</td>
<td>0</td>
<td>183,935</td>
<td>16,721</td>
<td>8,361</td>
<td>25,082</td>
</tr>
<tr>
<td>Conferences and meetings</td>
<td>4,641</td>
<td>379</td>
<td>5,020</td>
<td>1,799</td>
<td>2,652</td>
<td>4,451</td>
</tr>
<tr>
<td>Travel</td>
<td>5,055</td>
<td>2,345</td>
<td>7,400</td>
<td>1,517</td>
<td>3,349</td>
<td>4,866</td>
</tr>
<tr>
<td>Office expense</td>
<td>44,950</td>
<td>18,879</td>
<td>63,829</td>
<td>11,687</td>
<td>14,384</td>
<td>26,071</td>
</tr>
<tr>
<td>Information technology</td>
<td>17,372</td>
<td>7,296</td>
<td>24,668</td>
<td>4,517</td>
<td>5,559</td>
<td>10,076</td>
</tr>
<tr>
<td>Insurance</td>
<td>10,240</td>
<td>4,301</td>
<td>14,541</td>
<td>2,662</td>
<td>3,277</td>
<td>5,939</td>
</tr>
<tr>
<td>Occupancy</td>
<td>73,203</td>
<td>30,745</td>
<td>103,948</td>
<td>19,033</td>
<td>23,425</td>
<td>42,458</td>
</tr>
<tr>
<td>Depreciation and amortization</td>
<td>17,182</td>
<td>7,364</td>
<td>24,546</td>
<td>5,260</td>
<td>5,260</td>
<td>10,520</td>
</tr>
<tr>
<td>National reconciliation expense</td>
<td>132,611</td>
<td>66,305</td>
<td>198,916</td>
<td>82,882</td>
<td>49,729</td>
<td>132,611</td>
</tr>
<tr>
<td><strong>Total Expenses</strong></td>
<td><strong>$1,815,860</strong></td>
<td><strong>$1,102,797</strong></td>
<td><strong>$2,918,657</strong></td>
<td><strong>$486,952</strong></td>
<td><strong>$543,914</strong></td>
<td><strong>$1,030,866</strong></td>
</tr>
</tbody>
</table>

Percent of Total

<table>
<thead>
<tr>
<th>Education &amp; Advocacy</th>
<th>Supporting Services</th>
<th>Total</th>
<th>All Funds</th>
</tr>
</thead>
<tbody>
<tr>
<td>46%</td>
<td>28%</td>
<td>74%</td>
<td>12%</td>
</tr>
</tbody>
</table>

The accompanying notes are an integral part of these financial statements.
## AMERICAN CIVIL LIBERTIES UNION OF OHIO FOUNDATION, INC. AND AMERICAN CIVIL LIBERTIES UNION OF OHIO, INC.

### STATEMENT OF FUNCTIONAL EXPENSES

FOR THE YEAR ENDED MARCH 31, 2021

<table>
<thead>
<tr>
<th></th>
<th>Program Services</th>
<th>Supporting Services</th>
<th>Total</th>
<th>All Funds</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>Advocacy</td>
<td>Litigation</td>
<td>Total</td>
<td>Fundraising</td>
</tr>
<tr>
<td>Salaries and wages</td>
<td>$902,076</td>
<td>$386,602</td>
<td>$1,288,678</td>
<td>$276,145</td>
</tr>
<tr>
<td>Employee benefits</td>
<td>140,584</td>
<td>60,250</td>
<td>200,834</td>
<td>43,036</td>
</tr>
<tr>
<td>Payroll taxes</td>
<td>72,252</td>
<td>30,965</td>
<td>103,217</td>
<td>22,118</td>
</tr>
<tr>
<td>Retirement</td>
<td>65,852</td>
<td>28,222</td>
<td>94,074</td>
<td>20,159</td>
</tr>
<tr>
<td>Donated services</td>
<td>0</td>
<td>565,716</td>
<td>565,716</td>
<td>0</td>
</tr>
<tr>
<td>Professional services</td>
<td>160,531</td>
<td>12,674</td>
<td>173,205</td>
<td>0</td>
</tr>
<tr>
<td>Subscriptions, dues and fees</td>
<td>15,516</td>
<td>17,193</td>
<td>32,709</td>
<td>1,258</td>
</tr>
<tr>
<td>Postage</td>
<td>1,487</td>
<td>850</td>
<td>2,337</td>
<td>18,696</td>
</tr>
<tr>
<td>Printing</td>
<td>362,913</td>
<td>0</td>
<td>362,913</td>
<td>36,291</td>
</tr>
<tr>
<td>Conferences and meetings</td>
<td>4,619</td>
<td>0</td>
<td>4,619</td>
<td>3,312</td>
</tr>
<tr>
<td>Travel</td>
<td>8,694</td>
<td>2,081</td>
<td>10,775</td>
<td>2,427</td>
</tr>
<tr>
<td>Office expense</td>
<td>48,827</td>
<td>20,926</td>
<td>69,753</td>
<td>14,947</td>
</tr>
<tr>
<td>Information technology</td>
<td>17,087</td>
<td>7,323</td>
<td>24,410</td>
<td>5,231</td>
</tr>
<tr>
<td>Insurance</td>
<td>9,209</td>
<td>3,947</td>
<td>13,156</td>
<td>2,819</td>
</tr>
<tr>
<td>Occupancy</td>
<td>69,335</td>
<td>29,715</td>
<td>99,050</td>
<td>21,225</td>
</tr>
<tr>
<td>Depreciation and amortization</td>
<td>17,354</td>
<td>7,437</td>
<td>24,791</td>
<td>5,312</td>
</tr>
<tr>
<td>Uncollectible pledges</td>
<td>0</td>
<td>0</td>
<td>0</td>
<td>25,000</td>
</tr>
<tr>
<td><strong>Total Expenses</strong></td>
<td><strong>$1,896,336</strong></td>
<td><strong>$1,173,901</strong></td>
<td><strong>$3,070,237</strong></td>
<td><strong>$497,976</strong></td>
</tr>
</tbody>
</table>

Percent of Total

- Education & Advocacy: 47%
- Litigation: 29%
- Total: 76%
- Fundraising: 12%
- Administration: 12%
- Total: 24%
- All Funds: 100%

The accompanying notes are an integral part of these financial statements.
# Consolidated Statements of Cash Flows

## For the Years Ended March 31, 2022 and 2021

<table>
<thead>
<tr>
<th></th>
<th>2022</th>
<th>2021</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>$3,792,397</td>
<td>$4,406,663</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>35,066</td>
<td>35,415</td>
</tr>
<tr>
<td>Unrealized loss (gain) on investments</td>
<td>1,007,206</td>
<td>(1,682,863)</td>
</tr>
<tr>
<td>Realized loss (gain) on investments</td>
<td>(1,007,761)</td>
<td>(238,501)</td>
</tr>
<tr>
<td>Uncollectible pledges</td>
<td>0</td>
<td>25,000</td>
</tr>
<tr>
<td>(Increase) decrease in:</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Unconditional promises to give</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Without donor restrictions</td>
<td>42,500</td>
<td>(34,706)</td>
</tr>
<tr>
<td>With donor restrictions</td>
<td>65,866</td>
<td>(575,853)</td>
</tr>
<tr>
<td>Accounts receivable - ACLU National</td>
<td>532,868</td>
<td>(598,854)</td>
</tr>
<tr>
<td>Accounts receivable</td>
<td>(8,468)</td>
<td>884</td>
</tr>
<tr>
<td>Prepaid expenses</td>
<td>(31,504)</td>
<td>(886)</td>
</tr>
<tr>
<td>Increase (decrease) in:</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Accounts payable</td>
<td>122,154</td>
<td>(11,370)</td>
</tr>
<tr>
<td>Accounts payable - ACLU National</td>
<td>378,170</td>
<td>233</td>
</tr>
<tr>
<td>Accrued payroll</td>
<td>11,336</td>
<td>13,074</td>
</tr>
<tr>
<td>Accrued expenses</td>
<td>(39,931)</td>
<td>16,872</td>
</tr>
<tr>
<td>Grant advance</td>
<td>0</td>
<td>(61,281)</td>
</tr>
<tr>
<td>Net Cash Provided by Operating Activities</td>
<td>4,899,899</td>
<td>1,293,827</td>
</tr>
</tbody>
</table>

| Cash Flows from Investing Activities |            |            |
| Proceeds from sale of investments | 2,394,963  | 771,802    |
| Purchase of investments           | (5,967,621)| (1,796,449)|
| Net Cash Used by Investing Activities | (3,572,658)| (1,024,647)|

<table>
<thead>
<tr>
<th>Net Increase in Cash, Cash Equivalents and Restricted Cash</th>
<th>2022</th>
<th>2021</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>1,327,241</td>
<td>269,180</td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th>Cash, Cash Equivalents and Restricted Cash, Beginning of Year</th>
<th>2022</th>
<th>2021</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>1,723,127</td>
<td>1,453,947</td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th>Cash, Cash Equivalents and Restricted Cash, End of Year</th>
<th>2022</th>
<th>2021</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>$3,050,368</td>
<td>$1,723,127</td>
</tr>
</tbody>
</table>

The accompanying notes are an integral part of these financial statements.
NOTE A - NATURE OF THE ORGANIZATIONS AND SIGNIFICANT ACCOUNTING POLICIES

Nature of the Organizations
The accompanying consolidated financial statements include the accounts of American Civil Liberties Union of Ohio Foundation, Inc. (ACLU of Ohio Foundation), which is a 501(c)(3) organization and American Civil Liberties Union of Ohio, Inc. (ACLU of Ohio), which is a 501(c)(4) organization (the Organizations). Intercompany transactions and balances have been eliminated in consolidation. The Organizations were incorporated as nonprofit corporations in July 1971.

The mission of the organizations is to champion and expand constitutional and other fundamental rights and to pursue racial, economic, gender, and social equity for all Ohioans using all the tools of integrated advocacy without political partisanship; to fight in both principle and practice for the best ideals of fairness, freedom, and justice; and to advance our mission through an anti-racist, intersectional lens with determination, agility, practicality, and hope. The Organizations are affiliates of the national American Civil Liberties Union Foundation and American Civil Liberties Union. Revenue is shared between the national organizations and their affiliates according to rules and formulas established to benefit the organizations involved.

Basis of Presentation
Financial statement presentation follows the recommendations of the Financial Accounting Standards Board in its Accounting Standards Codification (ASC) 958-205. Under ASC 958-205, the Organizations are required to report information regarding its financial position and activities according to two classes of net assets: net assets without donor restrictions and net assets with donor restrictions.

ASC 958-205 requires board-designated funds to be reported as part of net assets without donor restrictions; accordingly, the Organizations report designations of voluntary board-approved segregations of net assets without donor restrictions for specific purposes as a classification of net assets without donor restrictions.

Basis of Accounting
The financial statements of the Organizations have been prepared on the accrual basis of accounting and accordingly reflect all significant receivables, payables, and other liabilities.

Cash and Cash Equivalents
For purposes of the Consolidated Statement of Cash Flows, the Organizations consider all highly liquid debt instruments purchased with a maturity of three months or less to be cash equivalents. Cash and cash equivalents received with donor-imposed restrictions limiting their use to long-term purposes are not considered cash and cash equivalents for purposes of the Consolidated Statement of Cash Flows.
Cash and Cash Equivalents (Continued)
The following table provides a reconciliation of cash, cash equivalents, and restricted cash reported within the Consolidated Statements of Financial Position to the Consolidated Statements of Cash Flows as of March 31, 2022 and 2021:

<table>
<thead>
<tr>
<th></th>
<th>2022</th>
<th>2021</th>
</tr>
</thead>
<tbody>
<tr>
<td>Cash and cash equivalents</td>
<td>$3,050,347</td>
<td>$1,723,106</td>
</tr>
<tr>
<td>Restricted cash - IOLTA account</td>
<td>21</td>
<td>21</td>
</tr>
<tr>
<td><strong>Total</strong></td>
<td><strong>$3,050,368</strong></td>
<td><strong>$1,723,127</strong></td>
</tr>
</tbody>
</table>

Unconditional Promises to Give
Contributions are recognized when the donor makes a promise to give to the Organizations that is, in substance, unconditional. Unconditional promises to give are recognized as revenues or gains in the period received and as assets, decreases of liabilities, or expenses depending on the form of the benefits received. Contributions that are restricted by the donor are reported as increases in net assets without donor restrictions if the restrictions expire in the fiscal year in which the contributions are recognized. All other donor-restricted contributions are reported as increases in net assets with donor restrictions. When a restriction expires, net assets with donor restrictions are reclassified to net assets without donor restrictions. Conditional promises to give are recognized when the conditions on which they depend are substantially met. The Organizations use the allowance method to determine uncollectible unconditional promises receivable. The allowance is based on prior years' experience and management's analysis of specific promises made.

Investments
Investments are valued at market. Donated investments are reflected as contributions at their market values at date of receipt. Dividend and interest income and gains and losses on investments are reflected in current activities without donor restrictions unless restricted, either by law or explicit donor stipulation, in which case they would be reported as activities with donor restriction.

Valuation of Long-Lived Assets
The Organizations review for impairment whenever events or changes in circumstances indicate the carrying amount of an asset may not be recoverable. An impairment loss is recognized when the estimated future net cash flows are less than the carrying amount of the asset. No impairment losses were recognized in fiscal 2022 and 2021.

Property and Equipment
Property and equipment are carried at cost. Depreciation is computed using the straight-line method over the estimated useful lives of the assets.
NOTE A - NATURE OF THE ORGANIZATIONS AND SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Donated Equipment
Donations of property and equipment are recorded as support at their estimated fair value at the date of donation. Assets donated with explicit restrictions regarding their use and contributions of cash that must be used to acquire property and equipment are reported as support with donor restrictions. It is the Organizations’ policy to imply a time restriction, based on the estimated useful lives of the assets, on donations of property and equipment that are not accompanied by a donor restriction. Accordingly, those donations are recorded as support increasing net assets with donor restriction. The Organizations reclassify net assets with donor restriction to net assets without donor restriction each year for the amount of the donated property and equipment's depreciation expense. There was no donated equipment during the years ended March 31, 2022 and 2021.

Revenue and Support With and Without Donor Restrictions
Contributions received are recorded as with or without donor restrictions, depending on the existence and/or nature of any donor restrictions. Support that is restricted by the donor is reported as an increase in net assets without donor restrictions if the restriction expires in the reporting period in which the support is recognized. All other donor-restricted support is reported as an increase in net assets with donor restrictions. When a restriction expires, that is, when a 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 Statement of Activities as net assets released from restrictions. Funds received related to conditional grants are classified as refundable advances until expended for the purposes of the grants.

Net Assets Without Donor Restrictions
Net assets without donor restrictions are available for use at the discretion of the Board of Directors and/or management for general operating purposes. From time to time the Board designates a portion of these net assets for specific purposes which makes them unavailable for use at management’s discretion. The Board has designated a portion of net assets without donor restrictions for use for building and facilities expenses, for litigation purposes, and to establish reserves for the purpose of helping to secure the Organizations’ long-term financial viability.

Net Assets With Donor Restrictions
Net assets with donor restrictions consist of assets whose use is limited by donor-imposed, time and/or purpose restrictions. The Organizations report gifts of cash and other assets as revenue with donor restrictions if they are received with donor stipulations that limit the use of the donated assets. When a donor restriction expires, that is, when a stipulated time restriction ends or purpose restriction is accomplished, the net assets are reclassified as net assets without donor restrictions and are reported in the statement of activities as net assets released from restrictions.
NOTE A - NATURE OF THE ORGANIZATIONS AND SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Board Designated Funds
Board designated funds contain funds categorized by the Board of Directors as follows: Foundation Fund, established as a reserve account; Litigation Fund, created to support significant litigation; and Building Fund, designated for selected building and facilities expenses.

Revenue Recognition for Contracts with Customers
The Organizations’ revenue streams under contracts with customers consists primarily of revenues under the following categories:

**Legal fees** - At times ACLU of Ohio Foundation receives proceeds from legal settlements. Revenue is recognized at the point in time that both a legal judgement is awarded and ACLU of Ohio Foundation’s collectible portion is known.

**Events and sales of materials** – ACLU of Ohio Foundation at times will charge fees for events, programmatic materials or other resources, designed to cover the approximate cost to ACLU of Ohio Foundation. Revenues are recognized at the point in time that an event occurs or the material/resource is transferred/made available to the customer.

**Membership shares** – Individuals can pay an annual fee to be a member of ACLU of Ohio, which entitles them to certain resources, information, communications and events. All revenues are recognized over time on a monthly basis as membership benefits are made available to members.

Revenue recognition for each of the revenue streams identified above are subject to the satisfaction of performance obligations. Revenue is recognized when performance obligations are satisfied over a period of time or at a point in time. Revenue is measured as the amount of consideration the Organizations expect to receive in exchange for providing services. Any payments received in advance of satisfaction of performance obligations are recorded as deferred revenue until the obligation is met.
Revenue Recognition for Contracts with Customers (Continued)
Revenues subject to ASC Topic 606 were recognized as follows:

<table>
<thead>
<tr>
<th></th>
<th>2022</th>
<th>2021</th>
</tr>
</thead>
<tbody>
<tr>
<td>Revenues recognized at a point time:</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Legal fees</td>
<td>$211,993</td>
<td>$145,837</td>
</tr>
<tr>
<td></td>
<td>211,993</td>
<td>145,837</td>
</tr>
<tr>
<td>Revenues recognized over time:</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Membership shares</td>
<td>1,120,804</td>
<td>1,205,297</td>
</tr>
<tr>
<td></td>
<td>1,120,804</td>
<td>1,205,297</td>
</tr>
<tr>
<td>Total revenue recognized subject to ASC Topic 606</td>
<td>$1,332,797</td>
<td>$1,351,134</td>
</tr>
</tbody>
</table>

Advertising
Advertising costs are expensed when incurred.

Functional Allocation of Expenses
Costs of providing various programs and supporting services are allocated based on specific identification, if practical. Certain categories of expenses are attributable to more than one program or supporting function. These expenses require allocation on a reasonable basis that is consistently applied. Salaries and wages, employee benefits, payroll taxes, and retirement are allocated based on estimates of time and effort. Expenses such as occupancy, insurance, information technology, and depreciation and amortization are allocated based on management’s estimate of usage.

Pervasiveness of Estimates
Management uses estimates and assumptions in preparing financial statements in accordance with generally accepted accounting principles. Those estimates and assumptions affect the reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities, and the reported revenues and expenses. Actual results could vary from the estimates that were used.

Concentrations of Credit Risk
Financial instruments that potentially subject the Organizations to concentrations of credit risk consist primarily of cash and cash equivalents. The Organizations maintain their cash and cash equivalents with financial institutions and although they have invested amounts in excess of the federal insurance limits, the Board of Directors does not feel that the Organizations are exposed to any substantial credit risk. As of March 31, 2022 and 2021, the Organizations had no other significant concentrations of credit risk.
Recently Adopted Accounting Pronouncements

In September 2020, the FASB issued ASU 2020-07, Presentation and Disclosures by Not-for-Profit Entities for Contributed Nonfinancial Assets (Topic 958). This update addresses presentation and disclosure of contributed nonfinancial assets. This update will require a not-for-profit to present contributed nonfinancial assets as a separate line item in the Statements of Activities, apart from contributions of cash and other financial assets, disclose contributed nonfinancial assets recognized within the Statements of Activities disaggregated by category that depicts the type of contributed nonfinancial assets, and for each category of contributed nonfinancial assets recognized include the following qualitative information about whether the contributed nonfinancial assets were either monetized or utilized during the reporting period (if utilized, to disclose a description of the programs or other activities in which those assets were used), the Organization’s policy (if any) about monetizing rather than utilizing contributed nonfinancial assets, a description of any donor imposed restrictions associated with the contributed nonfinancial assets, a description of the valuation techniques and inputs used to arrive at a fair value measure at initial recognition, and the principal market used to arrive at a fair value measure if it is a market in which the recipient Organization is prohibited by a donor-imposed restriction from selling or using the contributed nonfinancial assets. The ASU is to be applied on a retrospective basis and effective for annual periods beginning after June 15, 2021, and interim periods within annual periods beginning after June 15, 2022. Early adoption is permitted. The Organizations adopted ASU 2020-07 effective April 1, 2021 using the retrospective method. The adoption of the ASU had no impact on the Consolidated Financial Statements.

NOTE A - NATURE OF THE ORGANIZATIONS AND SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Recent Accounting Pronouncements
In February 2016, the FASB issued ASU No. 2016-02, Leases (Topic 842) (“ASU 2016-02”). The objective of ASU 2016-02 is to recognize lease assets and lease liabilities for those leases classified as operating leases under previous generally accepted accounting principles (GAAP). In June 2020, the FASB issued ASU 2020-05 as a limited deferral of the effective dates of two Updates, one of which is ASU 2016-02. Lease rules will now be applied to fiscal years beginning after December 15, 2021 for private companies and not-for-profit organizations, excluding public not-for-profit entities, who have not yet issued their financial statements reflecting the adoption of Leases. Management will be evaluating the potential impact of adopting this guidance on its consolidated financial statements.

COVID-19
On January 30, 2020, the World Health Organization declared the coronavirus outbreak (COVID-19) a public health emergency and on March 11, 2020 declared COVID-19 a pandemic. COVID-19 continues to cause business disruption through mandated and voluntary closings for many of the Organizations’ donors, employees, vendors and other business partners. The extent of the impact of COVID-19 on the Organizations’ operational and financial performance will depend on certain developments, including the duration and spread of the outbreak and the impact on the Organizations’ donors, employees, vendors and other business partners, all of which are uncertain and cannot be predicted. At this point, the extent to which COVID-19 may impact the Organizations’ financial condition or results of operations is uncertain.

Subsequent Events
The Organizations evaluated their March 31, 2022 financial statements for subsequent events through September 17, 2022, the date the consolidated financial statements were available to be issued, and all relevant subsequent information is included within the applicable notes to the consolidated financial statements.
NOTE B - INVESTMENTS

The following is a summary of aggregate costs and market values of investments and certificates of deposit at March 31, 2022 and 2021.

Balances below include amounts held and maintained by National ACLU in the Trust for the Bill of Rights Endowment Fund (See Note G):

<table>
<thead>
<tr>
<th></th>
<th>Cost</th>
<th>Market Value</th>
<th>Unrealized Gain (Loss)</th>
</tr>
</thead>
<tbody>
<tr>
<td>Cash and cash equivalents</td>
<td>$564,980</td>
<td>$564,980</td>
<td>$0</td>
</tr>
<tr>
<td>Mutual funds</td>
<td>966,694</td>
<td>1,065,181</td>
<td>98,487</td>
</tr>
<tr>
<td>Equities</td>
<td>1,137,308</td>
<td>2,729,837</td>
<td>1,592,529</td>
</tr>
<tr>
<td>Exchange traded funds</td>
<td>114,110</td>
<td>517,649</td>
<td>403,539</td>
</tr>
<tr>
<td>US treasury notes</td>
<td>0</td>
<td>4,103</td>
<td>4,103</td>
</tr>
<tr>
<td>Certificates of deposit</td>
<td>5,007,000</td>
<td>4,882,181</td>
<td>(124,819)</td>
</tr>
<tr>
<td>Corporate bonds</td>
<td>59,126</td>
<td>272,236</td>
<td>213,110</td>
</tr>
<tr>
<td>Private equity - Multi strategy</td>
<td>159,265</td>
<td>720,320</td>
<td>561,055</td>
</tr>
<tr>
<td>Proprietary equity funds - Multi strategy</td>
<td>588,055</td>
<td>2,637,980</td>
<td>2,049,925</td>
</tr>
<tr>
<td></td>
<td>$8,596,538</td>
<td>$13,394,467</td>
<td>$4,797,929</td>
</tr>
</tbody>
</table>

2021

<table>
<thead>
<tr>
<th></th>
<th>Cost</th>
<th>Market Value</th>
<th>Unrealized Gain (Loss)</th>
</tr>
</thead>
<tbody>
<tr>
<td>Cash and cash equivalents</td>
<td>$453,079</td>
<td>$453,079</td>
<td>$0</td>
</tr>
<tr>
<td>Mutual funds</td>
<td>805,443</td>
<td>940,727</td>
<td>135,284</td>
</tr>
<tr>
<td>Equities</td>
<td>1,152,343</td>
<td>2,775,962</td>
<td>1,623,619</td>
</tr>
<tr>
<td>Exchange traded funds</td>
<td>34,785</td>
<td>157,353</td>
<td>122,568</td>
</tr>
<tr>
<td>US treasury notes</td>
<td>344</td>
<td>12,877</td>
<td>12,533</td>
</tr>
<tr>
<td>Certificates of deposit</td>
<td>2,120,000</td>
<td>2,117,708</td>
<td>(2,292)</td>
</tr>
<tr>
<td>Corporate bonds</td>
<td>65,091</td>
<td>236,332</td>
<td>171,241</td>
</tr>
<tr>
<td>Private equity - Multi strategy</td>
<td>90,210</td>
<td>348,610</td>
<td>258,400</td>
</tr>
<tr>
<td>Proprietary equity funds - Multi strategy</td>
<td>683,022</td>
<td>2,778,606</td>
<td>2,095,584</td>
</tr>
<tr>
<td></td>
<td>$5,404,317</td>
<td>$9,821,254</td>
<td>$4,416,937</td>
</tr>
</tbody>
</table>
NOTE C - PROMISES TO GIVE

Promises to give extending beyond one year have been discounted at 3.25%, which approximates the Prime Rate in effect at the time the gift was made by the donor.

Unconditional promises to give at March 31, 2022 and 2021 consist of:

<table>
<thead>
<tr>
<th>Description</th>
<th>2022</th>
<th>2021</th>
</tr>
</thead>
<tbody>
<tr>
<td>Promises without donor restrictions</td>
<td>$0</td>
<td>$42,500</td>
</tr>
<tr>
<td>Restricted for Ohio legal issues</td>
<td>750,000</td>
<td>1,000,000</td>
</tr>
<tr>
<td>Restricted for capacity building</td>
<td>120,000</td>
<td>40,000</td>
</tr>
<tr>
<td>Restricted for criminal justice issues</td>
<td>15,000</td>
<td>0</td>
</tr>
<tr>
<td>Restricted for subsequent years' operations</td>
<td>70,000</td>
<td>0</td>
</tr>
<tr>
<td>Gross unconditional promises to give</td>
<td>955,000</td>
<td>1,082,500</td>
</tr>
<tr>
<td>Less: Unamortized discount</td>
<td>27,098</td>
<td>46,232</td>
</tr>
<tr>
<td>Net unconditional promises to give</td>
<td>$927,902</td>
<td>$1,036,268</td>
</tr>
</tbody>
</table>

Amounts due in:

<table>
<thead>
<tr>
<th>Description</th>
<th>2022</th>
<th>2021</th>
</tr>
</thead>
<tbody>
<tr>
<td>Less than one year</td>
<td>$375,000</td>
<td>$332,500</td>
</tr>
<tr>
<td>One to five years</td>
<td>580,000</td>
<td>750,000</td>
</tr>
<tr>
<td>Total Amounts Due</td>
<td>$955,000</td>
<td>$1,082,500</td>
</tr>
</tbody>
</table>

NOTE D - FAIR VALUE OF FINANCIAL ASSETS

The Organizations use fair value measurements to record fair value adjustments to certain assets and liabilities and to determine fair value disclosures. In accordance with ASC 820-10, the Organizations have categorized its financial instruments, based on the priority of the inputs to the valuation technique, into a three-level fair value hierarchy:

**Level 1** – Financial assets and liabilities whose values are based on unadjusted quoted prices for identical assets or liabilities in an active market that the Organizations have the ability to access. These include investments that are recorded at fair value on a recurring basis and fair value measurement is based upon quoted prices, if available. Securities valued using Level 1 inputs include those traded on an active exchange, such as the New York Stock Exchange and other exchange trade securities.
NOTE D - FAIR VALUE OF FINANCIAL ASSETS (CONTINUED)

**Level 2** – Financial assets and liabilities whose values are based on quoted prices in markets that are not active or model inputs that are observable either directly or indirectly for subsequently the full term of the asset or liability.

**Level 3** – Financial assets and liabilities whose values are based on prices or valuation techniques that require inputs that are both unobservable and significant to the overall fair value measurement.

In accordance with the guidance provided by FASB ASU 2015-07, Subtopic 820-10, investments in hedge funds, private equity funds and proprietary equity funds are valued at fair value based on the applicable percentage ownership of the underlying net assets on the measurement date. In determining fair value, ACLU utilizes, as a practical expedient, the NAV (or equivalent) provided by the fund managers (NAV of funds). The underlying hedge funds, private equity fund and proprietary equity funds value securities and other financial instruments on a fair value.

The estimated fair values of certain investments of the underlying hedge funds, private equity fund and proprietary equity funds, which may include private placements and other securities for which prices are not readily available, are determined by the sponsor of the hedge funds, private equity fund and proprietary equity funds and may not reflect amounts that could be realized upon immediate sale, nor amounts that may ultimately be realized. Accordingly, the estimated fair value may differ significantly from the values that would have been used had a readily available market existed for these investments. These include private equity funds in the amount of $720,320 and $348,610 as of March 31, 2022 and 2021 and proprietary equity funds in the amount of $2,637,980 and $2,778,606, which are only reflected in the fair value column below. The fair value amounts presented in this table are intended to permit reconciliation of the fair value hierarchy to the amounts presented in the statement of financial position.
The following tables present the Organizations’ fair value hierarchy for those assets and liabilities measured at fair value on a recurring basis as of March 31, 2022 and 2021.

Balances include amounts held and maintained by National ACLU in the Trust for the Bill of Rights Endowment Fund (See Note G):

<table>
<thead>
<tr>
<th></th>
<th>Fair Value</th>
<th>Level 1 Inputs</th>
<th>Level 2 Inputs</th>
<th>Level 3 Inputs</th>
<th>Funds Valued at NAV</th>
</tr>
</thead>
<tbody>
<tr>
<td>Cash and cash equivalents</td>
<td>$564,980</td>
<td>$564,980</td>
<td>$0</td>
<td>$0</td>
<td>$0</td>
</tr>
<tr>
<td>Certificates of Deposit</td>
<td>4,882,181</td>
<td>4,882,181</td>
<td>$0</td>
<td>$0</td>
<td>$0</td>
</tr>
<tr>
<td>Equities</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Consumer discretionary</td>
<td>117,377</td>
<td>117,377</td>
<td>$0</td>
<td>$0</td>
<td>$0</td>
</tr>
<tr>
<td>Consumer services</td>
<td>79,241</td>
<td>79,241</td>
<td>$0</td>
<td>$0</td>
<td>$0</td>
</tr>
<tr>
<td>Energy</td>
<td>46,346</td>
<td>46,346</td>
<td>$0</td>
<td>$0</td>
<td>$0</td>
</tr>
<tr>
<td>Finance</td>
<td>168,850</td>
<td>168,850</td>
<td>$0</td>
<td>$0</td>
<td>$0</td>
</tr>
<tr>
<td>Health care</td>
<td>134,538</td>
<td>134,538</td>
<td>$0</td>
<td>$0</td>
<td>$0</td>
</tr>
<tr>
<td>Industrials</td>
<td>115,491</td>
<td>115,491</td>
<td>$0</td>
<td>$0</td>
<td>$0</td>
</tr>
<tr>
<td>Materials</td>
<td>53,036</td>
<td>53,036</td>
<td>$0</td>
<td>$0</td>
<td>$0</td>
</tr>
<tr>
<td>Real estate</td>
<td>38,895</td>
<td>38,895</td>
<td>$0</td>
<td>$0</td>
<td>$0</td>
</tr>
<tr>
<td>Staples</td>
<td>81,855</td>
<td>81,855</td>
<td>$0</td>
<td>$0</td>
<td>$0</td>
</tr>
<tr>
<td>Technology</td>
<td>200,767</td>
<td>200,767</td>
<td>$0</td>
<td>$0</td>
<td>$0</td>
</tr>
<tr>
<td>Utilities</td>
<td>32,662</td>
<td>32,662</td>
<td>$0</td>
<td>$0</td>
<td>$0</td>
</tr>
<tr>
<td>Exchange traded funds</td>
<td>517,649</td>
<td>517,649</td>
<td>$0</td>
<td>$0</td>
<td>$0</td>
</tr>
<tr>
<td>Private equity - Multi strategy</td>
<td>720,320</td>
<td>720,320</td>
<td>$0</td>
<td>$0</td>
<td>720,320</td>
</tr>
<tr>
<td>Proprietary equity funds -</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Multi strategy</td>
<td>2,637,980</td>
<td>2,637,980</td>
<td>$0</td>
<td>$0</td>
<td>2,637,980</td>
</tr>
<tr>
<td>Equity securities</td>
<td>1,660,777</td>
<td>1,660,777</td>
<td>$0</td>
<td>$0</td>
<td>0</td>
</tr>
<tr>
<td>US Treasury Notes</td>
<td>4,103</td>
<td>4,103</td>
<td>$0</td>
<td>$0</td>
<td>0</td>
</tr>
<tr>
<td>Mutual funds</td>
<td>196,915</td>
<td>196,915</td>
<td>$0</td>
<td>$0</td>
<td>0</td>
</tr>
<tr>
<td>Fixed Income</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Corporate bonds</td>
<td>272,236</td>
<td>272,236</td>
<td>$0</td>
<td>$0</td>
<td>0</td>
</tr>
<tr>
<td>Mutual funds</td>
<td>868,266</td>
<td>868,266</td>
<td>$0</td>
<td>$0</td>
<td>0</td>
</tr>
<tr>
<td>Total</td>
<td>$13,394,466</td>
<td>$9,815,719</td>
<td>$220,447</td>
<td>$0</td>
<td>$3,358,300</td>
</tr>
</tbody>
</table>
### NOTE D - FAIR VALUE OF FINANCIAL ASSETS (CONTINUED)

<table>
<thead>
<tr>
<th>Funds Valued</th>
<th>Fair Value</th>
<th>Level 1 Inputs</th>
<th>Level 2 Inputs</th>
<th>Level 3 Inputs</th>
<th>at NAV</th>
</tr>
</thead>
<tbody>
<tr>
<td>Cash and cash equivalents</td>
<td>$453,079</td>
<td>$453,079</td>
<td>$0</td>
<td>$0</td>
<td>$0</td>
</tr>
<tr>
<td>Certificates of Deposit</td>
<td>2,117,708</td>
<td>2,117,708</td>
<td>0</td>
<td>0</td>
<td>0</td>
</tr>
</tbody>
</table>

**Equities**

<table>
<thead>
<tr>
<th>Sector</th>
<th>Fair Value</th>
<th>Level 1 Inputs</th>
<th>Level 2 Inputs</th>
<th>Level 3 Inputs</th>
<th>at NAV</th>
</tr>
</thead>
<tbody>
<tr>
<td>Consumer discretionary</td>
<td>116,308</td>
<td>116,308</td>
<td>0</td>
<td>0</td>
<td>0</td>
</tr>
<tr>
<td>Consumer services</td>
<td>86,939</td>
<td>86,939</td>
<td>0</td>
<td>0</td>
<td>0</td>
</tr>
<tr>
<td>Energy</td>
<td>32,088</td>
<td>32,088</td>
<td>0</td>
<td>0</td>
<td>0</td>
</tr>
<tr>
<td>Finance</td>
<td>154,383</td>
<td>154,383</td>
<td>0</td>
<td>0</td>
<td>0</td>
</tr>
<tr>
<td>Health care</td>
<td>116,175</td>
<td>116,175</td>
<td>0</td>
<td>0</td>
<td>0</td>
</tr>
<tr>
<td>Industrials</td>
<td>107,672</td>
<td>107,672</td>
<td>0</td>
<td>0</td>
<td>0</td>
</tr>
<tr>
<td>Materials</td>
<td>48,183</td>
<td>48,183</td>
<td>0</td>
<td>0</td>
<td>0</td>
</tr>
<tr>
<td>Real estate</td>
<td>32,752</td>
<td>32,752</td>
<td>0</td>
<td>0</td>
<td>0</td>
</tr>
<tr>
<td>Staples</td>
<td>72,271</td>
<td>72,271</td>
<td>0</td>
<td>0</td>
<td>0</td>
</tr>
<tr>
<td>Technology</td>
<td>173,956</td>
<td>173,956</td>
<td>0</td>
<td>0</td>
<td>0</td>
</tr>
<tr>
<td>Utilities</td>
<td>28,548</td>
<td>28,548</td>
<td>0</td>
<td>0</td>
<td>0</td>
</tr>
<tr>
<td>Exchange traded funds</td>
<td>157,353</td>
<td>157,353</td>
<td>0</td>
<td>0</td>
<td>0</td>
</tr>
<tr>
<td>Private equity - Multi strategy</td>
<td>348,610</td>
<td>0</td>
<td>0</td>
<td>0</td>
<td>348,610</td>
</tr>
</tbody>
</table>

**Proprietary equity funds - Multi strategy**

<table>
<thead>
<tr>
<th>Sector</th>
<th>Fair Value</th>
<th>Level 1 Inputs</th>
<th>Level 2 Inputs</th>
<th>Level 3 Inputs</th>
<th>at NAV</th>
</tr>
</thead>
<tbody>
<tr>
<td>Multi strategy</td>
<td>2,778,606</td>
<td>0</td>
<td>0</td>
<td>0</td>
<td>2,778,606</td>
</tr>
<tr>
<td>Equity securities</td>
<td>1,806,687</td>
<td>1,806,687</td>
<td>0</td>
<td>0</td>
<td>0</td>
</tr>
<tr>
<td>US Treasury Notes</td>
<td>12,877</td>
<td>1,143</td>
<td>11,734</td>
<td>0</td>
<td>0</td>
</tr>
<tr>
<td>Mutual funds</td>
<td>177,997</td>
<td>177,997</td>
<td>0</td>
<td>0</td>
<td>0</td>
</tr>
</tbody>
</table>

**Fixed Income**

<table>
<thead>
<tr>
<th>Sector</th>
<th>Fair Value</th>
<th>Level 1 Inputs</th>
<th>Level 2 Inputs</th>
<th>Level 3 Inputs</th>
<th>at NAV</th>
</tr>
</thead>
<tbody>
<tr>
<td>Corporate bonds</td>
<td>236,332</td>
<td>44,940</td>
<td>191,392</td>
<td>0</td>
<td>0</td>
</tr>
<tr>
<td>Mutual funds</td>
<td>762,730</td>
<td>762,730</td>
<td>0</td>
<td>0</td>
<td>0</td>
</tr>
</tbody>
</table>

**Total**

<table>
<thead>
<tr>
<th></th>
<th>2021</th>
<th>2020</th>
</tr>
</thead>
<tbody>
<tr>
<td>Fair Value</td>
<td>$9,821,254</td>
<td>$6,490,912</td>
</tr>
<tr>
<td>Level 1 Inputs</td>
<td>$203,126</td>
<td>$0</td>
</tr>
<tr>
<td>Level 3 Inputs</td>
<td>$0</td>
<td>$3,127,216</td>
</tr>
</tbody>
</table>

ACLU assesses the fair value hierarchy levels of the investments at each measurement date, and transfers between levels are recognized on the actual date of the event or change in circumstances that caused the transfer. There were no significant transfers among Levels 1, 2, and 3 during fiscal 2022 and 2021. The investments in private equity funds are funds which ACLU does not have the ability to redeem the investments on March 31, 2022 and 2021, or in the near term, which is defined as 90 days or less from March 31, 2022 and 2021. The investment objective of the private equity funds is to generate consistent capital appreciation over the long term, with relatively low volatility and a low correlation with traditional equity and fixed income markets.
NOTE D - FAIR VALUE OF FINANCIAL ASSETS (CONTINUED)

The following table summarizes the investment strategies and liquidity provisions of investments in the private equity and proprietary funds valued at the NAV as provided by the fund managers as of March 31, 2022 and 2021:

<table>
<thead>
<tr>
<th></th>
<th>2022</th>
<th>2021</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>NAV Value</td>
<td>Unfunded Commitments</td>
</tr>
<tr>
<td>Private equity - Multi strategy</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Summit Rock Private Equity III</td>
<td>$310,096</td>
<td>$71,783</td>
</tr>
<tr>
<td>Summit Rock Private Equity IV</td>
<td>310,518</td>
<td>121,550</td>
</tr>
<tr>
<td>Summit Rock Private Equity V</td>
<td>99,706</td>
<td>466,215</td>
</tr>
<tr>
<td>Proprietary equity funds - Multi strategy</td>
<td>2,637,980</td>
<td>0</td>
</tr>
<tr>
<td></td>
<td>$3,358,300</td>
<td>$659,548</td>
</tr>
</tbody>
</table>

NOTE E - INVESTMENTS RESTRICTED FOR PERMANENT ENDOWMENT

The American Civil Liberties Union (National ACLU) and its separately incorporated affiliates are cooperatively raising and sharing in a Trust for the Bill of Rights Endowment Fund. Endowment gifts are generally shared equally between National ACLU and the affiliate of the area in which the donor resides unless otherwise restricted by the donor. Each affiliate holds unit shares commensurate with its ownership of endowment fund gifts received. These endowment gifts are held by an outside firm that is charged with management of the endowment funds. At March 31, 2022 and 2021, $5,224,168 and $5,220,961, respectively, was held through National ACLU on behalf of the ACLU of Ohio Foundation as its proportional interest in the Endowment Fund.
NOTE F - RESTRICTIONS ON NET ASSETS

Net assets with donor restrictions at March 31, 2022 and 2021 are available for the following purposes or periods:

<table>
<thead>
<tr>
<th>Purpose</th>
<th>2022</th>
<th>2021</th>
</tr>
</thead>
<tbody>
<tr>
<td>Ohio legal program</td>
<td>$726,639</td>
<td>$953,768</td>
</tr>
<tr>
<td>Criminal justice</td>
<td>15,000</td>
<td>101,647</td>
</tr>
<tr>
<td>Capacity building</td>
<td>146,259</td>
<td>109,718</td>
</tr>
<tr>
<td>Systemic equality campaign</td>
<td>14,420</td>
<td>0</td>
</tr>
<tr>
<td>Voting rights</td>
<td>75,000</td>
<td>0</td>
</tr>
<tr>
<td>Bail reform</td>
<td>49,504</td>
<td>0</td>
</tr>
<tr>
<td>Subsequent fiscal years</td>
<td>70,000</td>
<td>0</td>
</tr>
<tr>
<td>Temporarily restricted endowment</td>
<td>0</td>
<td>3,533</td>
</tr>
<tr>
<td>Permanent endowment</td>
<td>5,224,168</td>
<td>5,220,961</td>
</tr>
<tr>
<td><strong>Total</strong></td>
<td>$6,320,990</td>
<td>$6,389,627</td>
</tr>
</tbody>
</table>

NOTE G - ENDOWMENT NET ASSETS

National ACLU and its separately incorporated affiliates cooperatively established a Trust for the Bill of Rights Endowment Fund. Gifts to the Fund are generally shared equally between National ACLU and the affiliate of the state in which the donor resides unless otherwise restricted by the donor. Each affiliate holds unit shares commensurate with its ownership of endowment funds received. While these endowment gifts are held by National ACLU in a single independent account, financial data on each affiliate’s shares is tracked separately.

The Fund is governed according to the guidelines outlined in two documents:

- Agreement for the Establishment, Management and Operation of the Trust for the Bill of Rights (approved by the National ACLU Board of the ACLU on October 25, 1997 and amended on November 1, 2002)
- American Civil Liberties Union (ACLU) Investment Policy Statement (adopted by ACLU Executive Committee/Foundation Board on January 24, 2020 and again on September 30, 2021)
NOTE G - ENDOWMENT NET ASSETS (CONTINUED)

Any contribution, bequest, planned gift or other transfer of property is deemed a gift of endowment if: (1) the donor states that the gift is for endowment, (2) the gift is given to provide permanent support by restricting its use to income derived from principal or (3) the gift is given to provide long-term support by restricting its use to income derived from principal and to a limited portion of the principal in any one year.

The Trust for the Bill of Rights is subject to an investment policy created by a National ACLU Investment Committee. Affiliate foundations may not make independent decisions on how their unit shares are invested, though a screened fund option has been made available.

The investment objective for the endowment is to preserve or enhance the real value of the endowment while providing funds to support designated organizational activities on an annual basis in accordance with agreed-upon spending rules. Investment guidelines will seek to maximize long-term total returns consistent with prudent levels of risk, and in consideration of liquidity needs. The endowment assets invested for the long term are expected to generate a total annualized return over a rolling five-year period, net of fees, equal to 5% plus the rate of inflation as measured by the Consumer Price Index.

The investment guidelines provide for allowable and prohibited assets and transactions. Target allocations for the endowment are established as follows:

<table>
<thead>
<tr>
<th>Asset Class</th>
<th>Minimum Allocation</th>
<th>Strategic Allocation</th>
<th>Maximum Allocation</th>
</tr>
</thead>
<tbody>
<tr>
<td>Traditional equities</td>
<td>5.0%</td>
<td>60.0%</td>
<td>50.0%</td>
</tr>
<tr>
<td>Marketable alternative investments</td>
<td>0.0%</td>
<td>30.0%</td>
<td>15.0%</td>
</tr>
<tr>
<td>Fixed income &amp; Cash</td>
<td>0.0%</td>
<td>10.0%</td>
<td>14.0%</td>
</tr>
</tbody>
</table>

The Agreement provides for the expenditure of 4% of the average of the fair market value of each unit share of the Fund as of December 31 of the three immediately preceding calendar years. Affiliate foundations cannot exceed this distribution. The Agreement does provide for the withdrawal of unit shares in certain crisis situations.
Interpretation of Relevant Law

Each foundation unit holder is responsible for determining the laws governing endowment funds in its state and whether such expenditures are in keeping with those laws. The state of Ohio passed the Uniform Prudent Management of Institutional Funds Act of 2006 (UPMIFA) legislation in January 2009 as HB-522, and the legislation became effective on June 1, 2009. As such, as of March 31, 2010, UPMIFA applied to the ACLU of Ohio Foundation’s endowment funds. The Board of Directors of the ACLU of Ohio Foundation has interpreted the State Prudent Management of Institutional Funds Act (SPMIFA) as requiring the preservation of the fair value of the original gift as of the gift date of the donor-restricted endowment funds absent explicit donor stipulations to the contrary.

As a result of this interpretation, the ACLU of Ohio Foundation classifies as net assets with donor restrictions in perpetuity (a) the original value of gifts donated to the permanent endowment, (b) the original value of subsequent gifts to the permanent endowment, and (c) accumulations to the permanent endowment made in accordance with the direction of the applicable donor gift instrument at the time the accumulation is added to the fund. The remaining portion of the donor-restricted endowment fund that is not classified in net assets with donor restrictions in perpetuity is classified as net assets with donor restrictions until those amounts are appropriated for expenditure by the ACLU of Ohio Foundation in a manner consistent with the standard of prudence prescribed by SPMIFA. In accordance with SPMIFA the ACLU of Ohio Foundation considers the following factors in making a determination to appropriate or accumulate donor-restricted endowment funds: (1) the duration and preservation of the endowment funds, (2) purposes of the institution and the endowment fund, (3) general economic conditions, (4) the possible effect of inflation and deflation, (5) the expected total return from income and the appreciation of investments, (6) other resources of the ACLU of Ohio Foundation, and (7) the ACLU of Ohio Foundation’s investment policies.

Funds with Deficiencies

From time to time, the fair market value of assets associated with individual donor restricted funds may fall below the level that the donor requires the Fund to retain as a fund of perpetual duration. In accordance with generally accepted accounting principles, deficiencies of this nature are to be reported in net assets without donor restrictions as of year-end.
NOTE G - ENDOWMENT NET ASSETS (CONTINUED)

Funds with Deficiencies (continued)
Endowment net asset composition by type of fund as of March 31, 2022 and 2021 is as follows:

<table>
<thead>
<tr>
<th></th>
<th>2022</th>
<th>2021</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>Donor-Restricted Endowment</td>
<td>Donor-Restricted In Perpetuity</td>
</tr>
<tr>
<td>Donor-restricted endowment funds</td>
<td>$ 0</td>
<td>$ 5,224,168</td>
</tr>
<tr>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td></td>
<td>With Donor Restrictions</td>
<td>With Donor Restrictions</td>
</tr>
<tr>
<td>Donor-restricted endowment funds</td>
<td>$ 3,533</td>
<td>$ 5,220,961</td>
</tr>
</tbody>
</table>

Changes in endowment net assets as of March 31, 2022 and 2021 are as follows:

<table>
<thead>
<tr>
<th></th>
<th>2022</th>
<th>2021</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>Donor-Restricted Endowment</td>
<td>Donor-Restricted In Perpetuity</td>
</tr>
<tr>
<td>Endowment net assets, beginning of year</td>
<td>$ 3,533</td>
<td>$ 5,220,961</td>
</tr>
<tr>
<td>Contributions</td>
<td>0</td>
<td>1,896</td>
</tr>
<tr>
<td>Investment activity</td>
<td>0</td>
<td>123,090</td>
</tr>
<tr>
<td>Net appreciation</td>
<td>0</td>
<td>42,353</td>
</tr>
<tr>
<td>Amounts appropriated and allocated</td>
<td>(3,533)</td>
<td>(164,132)</td>
</tr>
<tr>
<td>Endowment net assets, end of year</td>
<td>$ 0</td>
<td>$ 5,224,168</td>
</tr>
<tr>
<td></td>
<td>With Donor Restrictions</td>
<td>With Donor Restrictions</td>
</tr>
<tr>
<td>Endowment net assets, beginning of year</td>
<td>$ 3,630,485</td>
<td>$ 3,630,485</td>
</tr>
<tr>
<td>Contributions</td>
<td>0</td>
<td>206,104</td>
</tr>
<tr>
<td>Investment activity</td>
<td>0</td>
<td>73,893</td>
</tr>
<tr>
<td>Net depreciation</td>
<td>0</td>
<td>1,461,856</td>
</tr>
<tr>
<td>Amounts appropriated and allocated</td>
<td>3,533</td>
<td>(151,377)</td>
</tr>
<tr>
<td>Endowment net assets, end of year</td>
<td>$ 3,533</td>
<td>$ 5,220,961</td>
</tr>
</tbody>
</table>
NOTE H - DONATED SERVICES

The value of donated services included in the financial statements and the corresponding expenses for the year ended March 31, 2022 and 2021 are as follows:

<table>
<thead>
<tr>
<th></th>
<th>2022</th>
<th>2021</th>
</tr>
</thead>
<tbody>
<tr>
<td>Donated professional services</td>
<td>$256,028</td>
<td>$565,716</td>
</tr>
<tr>
<td>Total</td>
<td>$256,028</td>
<td>$565,716</td>
</tr>
</tbody>
</table>

These services are provided by attorneys and other professionals with specialized expertise. If such services are provided beyond ACLU of Ohio’s normal operational capacity those service are not recorded and not included in the disclosure table above. In addition, many individuals volunteer their time and perform a variety of tasks that assist the Organizations with specific programs, development, and administration. These services do not meet the criteria for recognition under ASC 958-605.

NOTE I - OPERATING LEASES

The Organizations lease equipment, office space, and a vehicle. The following is a schedule by years of future minimum rental payments required under operating leases that have initial or remaining non-cancelable lease terms in excess of one year as of March 31, 2022:

<table>
<thead>
<tr>
<th>Year</th>
<th>Minimum Payments Required</th>
</tr>
</thead>
<tbody>
<tr>
<td>2023</td>
<td>$130,372</td>
</tr>
<tr>
<td>2024</td>
<td>127,881</td>
</tr>
<tr>
<td>2025</td>
<td>124,466</td>
</tr>
<tr>
<td>2026</td>
<td>120,120</td>
</tr>
<tr>
<td>2027</td>
<td>120,120</td>
</tr>
<tr>
<td>Thereafter</td>
<td>30,030</td>
</tr>
<tr>
<td>Total</td>
<td>$652,989</td>
</tr>
</tbody>
</table>

Total rental expense amounted to $126,293 and $124,454 for the years ended March 31, 2022 and 2021, respectively.

NOTE J - PENSION PLAN

The ACLU of Ohio participates in a defined benefit plan as required by the National ACLU office. The National ACLU office instructed all American Civil Liberties Unions to be included in the ACLU defined benefit plan in which eligible employees participate. Employees became vested at three years of service and fully vested at seven years. No contributions are required from plan participants. The ACLU of Ohio Foundation makes annual contributions to the plan, as instructed by National ACLU, based on census information supplied to an actuary.
NOTE J - PENSION PLAN (CONTINUED)

In January 2009, the National ACLU Board of Directors voted to adopt a soft freeze of the defined benefit plan. Employees hired on April 1, 2009 or after are eligible to be enrolled in a new defined contribution 401K plan with automatic enrollment and an employer match. No future employees will be enrolled in the defined benefit plan, however the liability for the employees currently in the plan will continue, along with the liability for future employees enrolling in the defined contribution plan. Pension expense for the years ended March 31, 2022 and 2021 was $89,036 and $126,779, respectively.

NOTE K - INCOME TAXES

The ACLU of Ohio Foundation qualifies as a charitable organization under Section 501(c)(3) of the Internal Revenue Code and the ACLU of Ohio qualifies as a charitable organization under Section 501(c)(4) of the Internal Revenue Code. Accordingly, both Organizations are exempt from income taxes.

For the years ended March 31, 2022 and 2021, there was no tax interest or penalties reflected in the consolidated statement of activities or in the consolidated statement of financial position.

NOTE L - DESCRIPTION OF PROGRAM AND SUPPORTING SERVICES

The following program and supporting services are included in the accompanying consolidated financial statements:

Education and Advocacy
Educate the public about their constitutional rights through education programs and forums, speakers bureau, website, resource materials, and internships. Promote systemic change to advance civil liberties through policy research, legislative advocacy, communications and community organizing.

Legal Program
Through legal challenges and litigation, protect citizens’ constitutional rights, including fair application of the rule of law, freedom of speech, equal access to participation in our democracy, and personal autonomy and dignity.
NOTE L - DESCRIPTION OF PROGRAM AND SUPPORTING SERVICES (CONTINUED)

Administration
Includes the functions necessary to maintain an equitable employment program; ensure a healthy, safe and supportive working environment; provide coordination and articulation of the Organizations’ program strategy; secure proper administrative functioning of the Board of Directors; maintain competent professional services for the program administration of the Organizations and manage the financial and budgetary responsibilities of the Organizations.

Fund Raising
Provides the structure necessary to encourage and secure private financial support from individuals, foundations, and corporations.

NOTE M - LIQUIDITY

The Organizations’ financial assets available within one year of the consolidated statement of financial position date for general expenditure are as follows:

<table>
<thead>
<tr>
<th></th>
<th>2022</th>
<th>2021</th>
</tr>
</thead>
<tbody>
<tr>
<td>Cash</td>
<td>$3,050,347</td>
<td>$1,723,106</td>
</tr>
<tr>
<td>Investments</td>
<td>2,382,169</td>
<td>2,141,597</td>
</tr>
<tr>
<td>Unconditional promises to give - Unrestricted</td>
<td>0</td>
<td>42,500</td>
</tr>
<tr>
<td>Accounts receivable - ACLU National</td>
<td>703,821</td>
<td>1,236,689</td>
</tr>
<tr>
<td>Accounts receivable</td>
<td>8,468</td>
<td>0</td>
</tr>
<tr>
<td>Investments - Board designated</td>
<td>5,788,130</td>
<td>2,458,697</td>
</tr>
<tr>
<td><strong>Total</strong></td>
<td><strong>$11,932,935</strong></td>
<td><strong>$7,602,589</strong></td>
</tr>
</tbody>
</table>

The Organizations have set a minimum target of $1.5 million to be maintained in reserve funds. The reserve funds provide a stable source of liquidity and financial support to preserve the Organizations’ ability to continuously carry out their mission. Board designated investments can be undesignated by the Board at any time and made available for operating expenses, though the Board does not intend to undesignate any investments in the near future. The Organizations do not include net assets with donor restrictions as available for operating expenses, though donor restrictions closely align with the typical operating expenses of the Organizations.

ACLU of Ohio Foundation has endowment funds (Note G) that consist of donor-restricted endowments. The endowment annually provides funds for expenditure on general operations in an amount equal to 4% of the average fair market value of each unit share of the endowment fund as of December 31 of the three immediately preceding calendar years.