

**THE TAMPA BAY HISTORY CENTER, INC.
AND AFFILIATES**

**Combined Financial Statements
and
Supplementary Financial Information**

**September 30, 2020 and 2019
(With Report of Independent Auditor)**

THE TAMPA BAY HISTORY CENTER, INC. AND AFFILIATES

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AUDITED COMBINED FINANCIAL STATEMENTS



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Report of Independent Auditor

The Board of Trustees
The Tampa Bay History Center, Inc.:

We have audited the accompanying combined financial statements of The Tampa Bay History Center, Inc. and Affiliates, which comprise the combined statements of financial position as of September 30, 2020 and 2019, and the related combined statements of activities and changes in net assets, and cash flows for the years then ended, the related combined statement of functional expenses for the year ended September 30, 2020 and the related notes to the combined financial statements.

Management's Responsibility for the Combined Financial Statements

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

Auditor's Responsibility

Our responsibility is to express an opinion on these combined financial statements based on our audits. We conducted our audits in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the combined financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the combined financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the combined financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the combined financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the combined financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the combined financial statements referred to above present fairly, in all material respects, the financial position of The Tampa Bay History Center, Inc. and Affiliates as of September 30, 2020 and 2019, and the changes in their net assets and their cash flows for the years then ended, and their functional expenses for the year ended September 30, 2020 in accordance with accounting principles generally accepted in the United States of America.

Report on Summarized Comparative Information

We have previously audited The Tampa Bay History Center, Inc. and Affiliates' 2019 combined financial statements, and we expressed an unmodified audit opinion on those audited combined financial statements in our report dated February 19, 2020. In our opinion, the summarized comparative information presented herein for the year ended September 30, 2019, is consistent, in all material respects, with the audited combined financial statements from which it has been derived.

Other Matter

Our audits were conducted for the purpose of forming an opinion on the combined financial statements as a whole. The supplementary financial information listed in the table of contents is presented for purposes of additional analysis and is not a required part of the combined financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the combined financial statements. The information has been subjected to the auditing procedures applied in the audit of the combined financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the combined financial statements or to the combined financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the combined financial statements as a whole.

MAYER HOFFMAN MCCANN P.C.

February 19, 2021
Clearwater, Florida

THE TAMPA BAY HISTORY CENTER, INC. AND AFFILIATES

Combined Statements of Financial Position

September 30, 2020 and 2019

Assets	<u>2020</u>	<u>2019</u>
Cash and cash equivalents	\$ 2,045,719	2,398,834
Grants receivable	57,500	69,451
Other receivables	87,270	59,095
Prepaid expenses and other	19,225	50,810
Inventory	41,069	37,180
Property and equipment, net	7,626,801	8,292,771
Gifted facilities - land and building use	12,556,819	13,147,728
Capital projects pledges receivable, net	1,438,005	1,986,559
Other pledges receivable, net	15,000	39,519
Investments:		
Board-designated endowment fund	22,421,738	19,974,928
Cultural endowment program fund	1,142,823	1,038,573
Operating endowment fund	13,414,354	12,743,110
	<u>\$ 60,866,323</u>	<u>59,838,558</u>
Liabilities and Net Assets		
Liabilities:		
Accounts payable	\$ 36,519	60,446
Accrued expenses	150,721	196,052
	<u>187,240</u>	<u>256,498</u>
Net assets:		
Without donor restrictions:		
Designated for long-term purposes	24,555,981	22,571,513
Undesignated	8,835,895	9,905,959
	<u>33,391,876</u>	<u>32,477,472</u>
With donor restrictions	27,287,207	27,104,588
	<u>60,679,083</u>	<u>59,582,060</u>
Total net assets	<u>\$ 60,866,323</u>	<u>59,838,558</u>

THE TAMPA BAY HISTORY CENTER, INC. AND AFFILIATES

Combined Statements of Activities and Changes in Net Assets

Years Ended September 30, 2020 and 2019

	<u>2020</u>	<u>2019</u>
Changes in net assets without donor restrictions:		
Support and revenues:		
Government support - Hillsborough County, Florida	\$ 455,181	415,450
Government support - City of Tampa, Florida	64,800	64,800
Government support - Paycheck Protection Program	353,300	-
Admissions	207,986	312,401
Memberships	182,534	226,005
USF Foundation endowment income	112,716	116,436
Contributions and donations	155,647	1,048,482
Contributions in-kind	10,431	43,240
Investment return, net	2,099,861	502,669
Retail sales, net	24,929	39,041
Special event revenue	197,600	242,875
Settlement award	-	112,000
Other income	251,440	406,582
Net assets released from restrictions	<u>1,316,574</u>	<u>1,174,209</u>
Total support and revenues	5,432,999	4,704,190
Expenses:		
Program services	3,251,458	3,450,460
Management and general	553,225	600,506
Development	<u>713,912</u>	<u>823,652</u>
Total expenses	<u>4,518,595</u>	<u>4,874,618</u>
Increase (decrease) in net assets without donor restrictions	<u>914,404</u>	<u>(170,428)</u>
Changes in net assets with donor restrictions:		
Grants and donations	159,239	89,855
Investment return, net	1,339,954	451,307
Net assets released from restrictions	<u>(1,316,574)</u>	<u>(1,174,209)</u>
Increase (decrease) in net assets with donor restrictions	<u>182,619</u>	<u>(633,047)</u>
Increase (decrease) in net assets	1,097,023	(803,475)
Net assets at beginning of year	<u>59,582,060</u>	<u>60,385,535</u>
Net assets at end of year	<u>\$ 60,679,083</u>	<u>59,582,060</u>

THE TAMPA BAY HISTORY CENTER, INC. AND AFFILIATES

Combined Statement of Functional Expenses

**Year Ended September 30, 2020
(With Comparative Totals for 2019)**

	Program Services	Supporting Services		Total Expenses	
		Management and General	Development	2020	2019
Salaries and wages	\$ 874,126	300,123	333,905	1,508,154	1,585,966
Payroll taxes	66,414	22,803	25,369	114,586	118,513
Employee benefits	131,571	45,173	50,258	227,002	211,791
Total salaries and related expenses	1,072,111	368,099	409,532	1,849,742	1,916,270
Rent - contributed use of land and building	555,454	29,546	5,909	590,909	590,909
Rent - furniture and equipment	2,274	1,667	1,112	5,053	5,104
Utilities	177,763	9,456	1,891	189,110	201,035
Insurance	95,798	5,096	1,019	101,913	93,055
Other occupancy expenses	7,288	388	78	7,754	22,701
Design, fabrication and graphic	15,715	-	-	15,715	4,312
Specific program expense	61,796	-	-	61,796	48,803
Education materials & expense	2,160	-	-	2,160	3,691
Advertising and promotion	-	-	112,438	112,438	194,245
Collections supplies and expenses	109,325	-	-	109,325	143,536
Reference books and materials	238	-	-	238	164
Publications	-	-	5,365	5,365	2,859
Contract labor	4,500	-	-	4,500	16,365
Development and marketing	-	-	91,217	91,217	94,968
Honorarium and awards	-	-	-	-	2,500
Website	58	-	7	65	1,555
Printing	13,530	2,706	10,824	27,060	27,745
Postage	4,589	3,366	2,244	10,199	8,718
Seminars and conventions	668	489	326	1,483	10,911
Computer hardware and software	32,974	24,180	16,120	73,274	80,286
Travel and entertainment	6,243	4,683	4,683	15,609	27,707
Professional fees and memberships	8,974	3,590	3,753	16,317	24,336
Office supplies	14,395	10,556	7,038	31,989	27,808
Meetings and hospitality	568	1,327	1,896	3,791	13,734
Janitorial services	64,235	3,417	683	68,335	66,694
Other general and administrative	4,594	27,603	13,782	45,979	71,985
Accounting and audit	27,701	5,540	3,694	36,935	34,295
Repairs and maintenance	149,653	7,960	1,592	159,205	145,239
Bad debt	-	-	9,998	9,998	-
Depreciation and amortization	818,854	43,556	8,711	871,121	993,088
Total expenses - 2020	\$ 3,251,458	553,225	713,912	4,518,595	
Total expenses - 2019	\$ 3,450,460	600,506	823,652		4,874,618

THE TAMPA BAY HISTORY CENTER, INC. AND AFFILIATES

Combined Statements of Cash Flows

Years Ended September 30, 2020 and 2019

	<u>2020</u>	<u>2019</u>
Cash flows from operating activities:		
Increase (decrease) in net assets	\$ 1,097,023	(803,475)
Adjustments to reconcile increase (decrease) in net assets to net cash provided by (used in) operating activities:		
Depreciation and amortization	871,121	993,088
Gain on disposal of equipment	(60)	(78)
Net realized and unrealized gains on investments	(2,673,557)	(466,201)
Noncash rent expense - land and building use	590,909	590,909
Capital projects campaign contributions	(590,345)	(978,660)
Decrease in receivable from Hillsborough County, Florida	11,951	65,799
Decrease in settlement receivable	-	19,790,048
Increase in other receivables	(28,175)	(24,210)
Decrease (increase) in prepaid expenses and other	31,585	(24,351)
Decrease (increase) in inventory	(3,889)	4,295
Decrease in capital projects pledges receivable	548,554	78,316
Decrease in other pledges receivable	24,519	4,702
Decrease in accounts payable	(23,927)	(4,412)
Decrease in accrued expenses	(45,331)	(60,999)
	<u>(189,622)</u>	<u>19,164,771</u>
Net cash provided by (used in) operating activities		
Cash flows from investing activities:		
Capital expenditures	(205,091)	(61,105)
Proceeds from sales and maturities of investments	3,251,288	568,645
Purchase of investments	(3,800,035)	(20,364,064)
	<u>(753,838)</u>	<u>(19,856,524)</u>
Net cash used in investing activities		
Cash flows from financing activities:		
Capital projects campaign contributions	590,345	978,660
	<u>590,345</u>	<u>978,660</u>
Net cash provided by financing activities		
Net increase (decrease) in cash and cash equivalents	(353,115)	286,907
Cash and cash equivalents at beginning of year	<u>2,398,834</u>	<u>2,111,927</u>
Cash and cash equivalents at end of year	<u>\$ 2,045,719</u>	<u>2,398,834</u>

THE TAMPA BAY HISTORY CENTER, INC. AND AFFILIATES

Notes to Combined Financial Statements

September 30, 2020 and 2019

(1) Description of History Center and Summary of Significant Accounting Policies

(a) Description of History Center

The Tampa Bay History Center, Inc. (the “History Center”) was organized for the purpose of establishing facilities for the collection, preservation, display, research, study and interpretation of materials and artifacts relevant to the history of the area; to foster dissemination and understanding of area history through educational and public outreach programs; and to encourage an interest in history through cooperation with historical and cultural organizations and educational institutions.

The Tampa Bay History Center Foundation, Inc. (the “Foundation”) was organized for the purpose of providing support, to receive and to administer funds for The Tampa Bay History Center, Inc. for its charitable and educational operations. In October 2007, the History Center transferred the assets of the operating endowment to the Foundation.

The TBHC Historical Collections Corporation and the TBHC Facility Corporation were organized for the purpose of recognizing the benefits of the New Markets Tax Credit transaction that commenced in July 2011 and expired in August 2017. These entities were merged with the History Center in December 2019.

The four entities whose financial statements are included in the combined financial statements are collectively referred to as the “Organization.”

(b) Financial Statement Presentation

The accompanying combined financial statements have been prepared on the accrual basis of accounting in accordance with accounting principles generally accepted in the United States of America (“U.S. GAAP”). Net assets and revenues, expenses, gains and losses are classified based on the existence or absence of donor-imposed restrictions. Accordingly, net assets of the Organization and changes therein are classified and reported as follows:

Net Assets Without Donor Restrictions: Net assets without donor restrictions are available for use at the discretion of the Organization’s Board of Directors (the “Board”) 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.

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 Organization reports 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 a purpose restriction is accomplished, the net assets are reclassified as net assets without donor restrictions and reported in the accompanying combined statements of activities and changes in net assets as net assets released from restrictions.

THE TAMPA BAY HISTORY CENTER, INC. AND AFFILIATES

Notes to Combined Financial Statements - Continued

(1) Description of History Center and Summary of Significant Accounting Policies - Continued

(b) Financial Statement Presentation - Continued

Some net assets with donor restrictions include a stipulation that assets provided be maintained in perpetuity while permitting the Organization to spend the income generated by the assets in accordance with the provisions of additional donor imposed stipulations or a Board approved spending policy.

The statement of functional expenses includes certain prior-year summarized comparative information in total but not by functional category. Such information does not include sufficient detail to constitute a presentation in conformity with accounting principles generally accepted in the United States. Accordingly, such information should be read in conjunction with the combined financial statements for the year ended September 30, 2019, from which the summarized information was derived.

(c) Contributions

Contributions received are recorded as net assets without donor restrictions or net assets with donor restrictions, depending on the existence and/or nature of any donor-imposed restrictions. Contributions that are restricted by the donor are reported as an increase in net assets without donor restrictions if the restriction expires in the reporting period in which the contribution is recognized. All other donor restricted contributions are reported as an increase in net assets with donor restrictions, depending on the nature of restriction. 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 as net assets released from restrictions.

Conditional contributions are recorded as revenue when such amounts become unconditional which generally involves the meeting of a barrier to entitlement. This can include items like meeting a matching provision, incurring specified allowable expenses in accordance with a framework of allowable costs or other barriers.

(d) Investments

Investments in marketable securities with readily determinable fair values and all investments in debt securities are reported at their fair values in the combined statement of financial position. Unrealized gains and losses are included in the change in net assets. Restrictions, if any, on investment earnings would be reported as increases in net assets without donor restrictions if the restrictions expire in the fiscal year in which earnings are recognized.

(e) Estimates in the Combined Financial Statements

The preparation of combined financial statements in conformity with accounting principles generally accepted in the United States requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the combined financial statements and the reported amounts of increases or decreases in net assets during the period. Actual results could differ from those estimates.

THE TAMPA BAY HISTORY CENTER, INC. AND AFFILIATES

Notes to Combined Financial Statements - Continued

(1) Description of History Center and Summary of Significant Accounting Policies - Continued

(f) Cash and Cash Equivalents

The Organization considers all short-term investments with original maturities of six months or less, at the date of purchase, to be cash equivalents.

(g) Collections

The Organization has approximately 80,000 collection items, which are not capitalized due to the cost and practical difficulties inherent in the valuation process. Additions to the Organization's collection are expensed when acquired as permitted by U.S. generally accepted accounting principles. Collection items will be protected, cared for, and preserved for the purposes for which donated.

(h) Property and Equipment

Property and equipment are stated at cost. The Organization capitalizes property and equipment with a cost in excess of \$1,000. Lesser amounts are recorded as expense. Depreciation is provided using the straight-line method based on estimated useful lives of the assets. Useful lives range from 3 to 15 years. Amortization of leasehold improvements is provided over the term of the related lease.

(i) Inventory

Inventory consists of books and gift shop merchandise held for sale in the Organization's gift shop and is stated at the lower of cost (first-in, first-out method) or net realizable value.

(j) Grant Revenue

Revenues from state and local grants and contracts are recorded based upon the terms of the grantor allotment, which generally provide that revenues are earned when the allowable costs under the specific grant provisions have been incurred. Revenues are subject to audit by the grantor, and if examination results in a disallowance of any expenditure, repayment could be required.

(k) Income Taxes

The History Center and its affiliates have been recognized as exempt from Federal income taxes under section 501(c)(3) of the Internal Revenue Code. The Foundation has been determined to be a type 1 supporting organization under section 509(a)(3) of the Internal Revenue Code. Therefore, no provision for income taxes has been presented in these combined financial statements for these entities.

THE TAMPA BAY HISTORY CENTER, INC. AND AFFILIATES

Notes to Combined Financial Statements - Continued

(1) Description of History Center and Summary of Significant Accounting Policies - Continued

(k) Income Taxes - Continued

The Organization has adopted Financial Accounting Standards Board (“FASB”) guidance regarding *Income Taxes* as codified in FASB Accounting Standards Codification (“ASC”) Topic 740-10. At September 30, 2020, management does not believe it has taken any tax positions that are subject to a significant degree of uncertainty. The Organization’s income tax filings are subject to examination by the Internal Revenue Service generally for three years after they were filed. The Organization’s income tax filings for years after the fiscal year ended September 30, 2016 remain open for examination.

(l) Functional Expenses

The costs of providing program and other activities have been summarized on a functional basis in the combined statements of activities and changes in net assets. The statement of functional expenses presents natural classification detail of expenses by function. Accordingly, certain costs have been allocated among the program and supporting services benefited. Such allocations are determined by management on an equitable basis.

Program services include expenses related to the operation of the History Center facility, program development and presentation, curatorial, educational and other similar expenses. Development includes expenses related to fund-raising efforts and membership development activities, including advertising. Expenses not falling within program services or development are classified as management and general. Salaries and related taxes and benefits have been classified based upon the relative percentage of time each employee spent in each functional area. Rent, depreciation and other occupancy related expenses have been allocated among program services, management and general, and development based upon the percentage of floor space devoted to each such function.

(m) Gifted Facility

The gifted facility represents the estimated fair rental value of the land and building which the Organization leases from Hillsborough County, Florida. Pursuant to U.S. generally accepted accounting principles, the Organization recognized the fair value of the use of the property over the lease term as a donor restricted contribution in the period in which the contribution was received and as an expense in the periods the land and building are used. The difference between the fair value of the contributed use of the property and the actual lease amount is recognized as an unconditional promise to give, limited to the fair value of the land and building at the time of the contribution. The fair rental value of the gifted facility is recognized as rent expense over the term of the lease.

(n) Contributions In-Kind

Contributions of goods or services are recognized as contributions in-kind if the goods or services create or enhance nonfinancial assets or require specialized skills, are provided by individuals possessing such skills, and would have to be purchased if not provided by donation. Other types of contributed or volunteer services are not recognized as revenue.

THE TAMPA BAY HISTORY CENTER, INC. AND AFFILIATES

Notes to Combined Financial Statements - Continued

(1) Description of History Center and Summary of Significant Accounting Policies - Continued

(o) Advertising Costs

The Organization expenses advertising costs as incurred except for the cost of purchased future advertising which is amortized over the future periods as published. Advertising expense for the years ended September 30, 2020 and 2019 was \$112,438 and \$194,245, respectively.

(p) Fair Value Measurements

The Organization has adopted FASB guidance relating to *Fair Value Measurement* which requires the use of a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value into three levels: quoted market prices that are observable for the asset or liability (Level 1); inputs other than quoted market prices that are observable for the asset or liability, either directly or indirectly (Level 2); and unobservable inputs for the asset or liability (Level 3). The carrying amount reported in the combined statement of financial position for cash, grants receivable and accounts payable approximate fair value because of the immediate or short-term maturities of these financial instruments.

(q) Going Concern Evaluation

On an annual basis, as required by ASC Topic 205, *Presentation of Financial Statements - Going Concern*, the Organization performs an evaluation to determine whether there are conditions or events (known and reasonably knowable), considered in the aggregate, that raise substantial doubt about the Organization's ability to continue as a going concern within one year after the date that the combined financial statements are available to be issued.

(r) Recent Accounting Pronouncements

In fiscal 2020, the History Center adopted Accounting Standards Update ("ASU") No. 2018-08, *Not-for-Profit Entities: Clarifying the Scope and the Accounting Guidance for Contributions Received and Contributions Made (Topic 958)* issued by the FASB. The contribution standard addresses inconsistency in revenue recognition when an item should be considered a contribution or an exchange type transaction subject to other guidance. It also provides guidance as to when a contribution should be considered conditional, which for example, is typically the case when funds are received under governmental grants and contracts. Conditional contributions have different revenue recognition when compared to non-reciprocal transfers of resources in that amounts are reflected as earned when barriers to entitlement are overcome with any difference being deferred where applicable.

The contribution standard was applied using the modified retrospective method. This method was applied to transactions that were not complete or had otherwise already been recognized as of the beginning of fiscal year 2020. The adoption of this guidance did not have an impact on the History Center's combined financial statements.

THE TAMPA BAY HISTORY CENTER, INC. AND AFFILIATES

Notes to Combined Financial Statements - Continued

(1) Description of History Center and Summary of Significant Accounting Policies - Continued

(s) Reclassifications

Certain amounts in the 2019 combined financial statements have been reclassified for comparative purposes to conform to the presentation in the 2020 combined financial statements.

(2) Other Pledges Receivable

The following schedule presents when other pledges receivable at September 30, 2020 and 2019 are due:

	<u>2020</u>	<u>2019</u>
Due within one year	\$ 15,000	29,643
Due years two through five	<u>-</u>	<u>10,000</u>
Total pledges receivable	15,000	39,643
Less discount on pledges due after one year	<u>-</u>	<u>(124)</u>
Net pledges receivable	\$ <u><u>15,000</u></u>	<u><u>39,519</u></u>

The amounts presented above include pledge balances of \$0 and \$19,643, at September 30, 2020 and 2019, respectively, for the purpose of funding the Organization's Operating Endowment. Contributions to the Operating Endowment are considered to be donor restricted in perpetuity. Other pledges receivable due in years two through five, and thereafter, are discounted to present value using a discount rate of 2.9%.

(3) Capital Projects Pledges Receivable

The following schedule presents when capital projects pledges receivable at September 30, 2020 and 2019 are due:

	<u>2020</u>	<u>2019</u>
Due within one year	\$ 869,979	338,475
Due years two through five	613,861	1,630,710
More than five years	<u>-</u>	<u>105,000</u>
Total pledges receivable	1,483,840	2,074,185
Less discount on pledges due after one year	<u>(45,835)</u>	<u>(87,626)</u>
Net pledges receivable	\$ <u><u>1,438,005</u></u>	<u><u>1,986,559</u></u>

THE TAMPA BAY HISTORY CENTER, INC. AND AFFILIATES

Notes to Combined Financial Statements - Continued

(3) Capital Projects Pledges Receivable - Continued

The amounts presented in the preceding table represent pledges by donors for the purpose of raising funds for construction-related costs in connection with the Organization's facility. Contributions to the capital projects campaign are considered to be donor restricted. As expenditures for capital projects are incurred, the restrictions on these contributions will be met and therefore the outstanding pledges and related collections will be considered to be available for unrestricted use. Cumulative expenditures for capital projects have exceeded the amount of capital campaign funds raised and therefore the outstanding pledges and related collections are considered to be available for unrestricted use. Pledges receivable due in years two through five, and thereafter, are discounted to present value using discount rates ranging from 2.55% to 2.63%.

At September 30, 2020 and 2019, cash and cash equivalents includes approximately \$196,000 and \$110,000, respectively, of capital projects contributions.

The Organization uses the allowance method to determine uncollectible unconditional pledges receivable. The allowance is based on prior years' experience and management's analysis of specific pledges made.

(4) Investments

At September 30, 2020 and 2019, the cost and market value of the Organization's investments were as follows:

	2020		2019	
	Cost	Market	Cost	Market
Board Designated Endowment Fund:				
Mutual funds	\$ 20,451,314	22,421,738	19,629,598	19,974,928
	20,451,314	22,421,738	19,629,598	19,974,928
Cultural Endowment Program Fund:				
Mutual funds	1,055,181	1,142,823	1,020,191	1,038,573
	1,055,181	1,142,823	1,020,191	1,038,573
Operating Endowment Fund:				
Mutual funds	11,325,533	13,414,354	11,549,800	12,743,110
	11,325,533	13,414,354	11,549,800	12,743,110
	\$ 32,832,028	36,978,915	32,199,589	33,756,611

Investments include amounts which have been donor restricted in perpetuity by donors for endowment purposes.

THE TAMPA BAY HISTORY CENTER, INC. AND AFFILIATES

Notes to Combined Financial Statements - Continued

(4) Investments - Continued

The Organization has entered into an agreement with the Community Foundation of Tampa Bay, Inc. (the "Community Foundation") pursuant to which the Community Foundation has established the "Tampa Bay History Center Fund" (the "Fund") for the purpose of allowing donors to make contributions to the Community Foundation for the benefit of the Organization. Contributions to the Community Foundation for the benefit of the Organization are not reflected in the Organization's combined financial statements as the Community Foundation retains the right to re-direct assets held in the Fund. No amounts were contributed to this fund for the year ended September 30, 2020.

The market value of the Fund, as reported by the Community Foundation, was approximately \$157,000 and \$161,000 as of September 30, 2020 and 2019, respectively.

The following schedule summarizes investment return for the years ended September 30, 2020 and 2019:

	<u>2020</u>	<u>2019</u>
Interest and dividends	\$ 803,595	512,793
Net realized and unrealized gains	2,673,557	466,201
Investment management fees	<u>(37,337)</u>	<u>(25,018)</u>
Total investment return	<u>\$ 3,439,815</u>	<u>953,976</u>

(5) Property and Equipment

Property and equipment at September 30, 2020 and 2019 is summarized as follows:

	<u>2020</u>	<u>2019</u>
Furniture and equipment	\$ 1,232,507	1,161,961
Computer software	76,854	76,854
Leasehold improvements	9,262,213	9,127,608
Fixtures and equipment	<u>11,180,544</u>	<u>11,180,544</u>
	21,752,118	21,546,967
Less accumulated depreciation and amortization	<u>(14,125,317)</u>	<u>(13,254,196)</u>
	<u>\$ 7,626,801</u>	<u>8,292,771</u>

Depreciation and amortization expense relating to property and equipment for the years ended September 30, 2020 and 2019 was \$871,121 and \$993,088, respectively.

THE TAMPA BAY HISTORY CENTER, INC. AND AFFILIATES

Notes to Combined Financial Statements - Continued

(6) Gifted Facility

Gifted facility represents the present value of the fair rental value of a land and building lease which approximates the fair value of the land and building contributed by Hillsborough County, Florida. The land and building in which the Organization operates are leased from Hillsborough County, Florida under a 33 year lease. The lease requires a payment of \$1 during the entire term of the agreement.

Recognition of the fair value of this lease and related rental expense for the years ended September 30, 2020 and 2019 are summarized as follows:

	<u>2020</u>	<u>2019</u>
Balance at beginning of year	\$ 13,147,728	13,738,637
Recognition of rent expense	<u>(590,909)</u>	<u>(590,909)</u>
Balance at end of year	<u>\$ 12,556,819</u>	<u>13,147,728</u>

(7) Line of Credit

The Organization has a \$500,000 revolving line of credit payable to a bank. Advances under the line accrue interest at the Bank's prime rate (3.25% at September 30, 2020). The line of credit renews automatically until either party cancels the agreement. The line of credit is unsecured. At September 30, 2020 and 2019 the balance outstanding under the line of credit was \$0.

(8) Paycheck Protection Program Loan

The Organization applied for and received a forgivable Paycheck Protection Program ("PPP") Loan in the total amount of \$353,300 as provided under the Federal Coronavirus Aid, Relief and Economic Security Act. The PPP loan was funded on April 14, 2020. Under the terms of the loan, the balance is forgivable to the extent the proceeds are used for certain qualified costs for the 24 week period through September 28, 2020 and that certain employment levels are maintained. To the extent a portion of the loan does not meet the criteria to be forgiven, such amount is due and payable in monthly installments beginning December 2020 for a period of eighteen months and will bear interest at a rate of 1%.

Through September 30, 2020, the Organization has used all of the proceeds for qualified costs and such amount has been reported as grant revenue in the statement of activities and changes in net assets. The Organization submitted a formal request for forgiveness in October 2020 after the performance period outlined above and the loan was forgiven by the Small Business Administration in December 2020.

THE TAMPA BAY HISTORY CENTER, INC. AND AFFILIATES

Notes to Combined Financial Statements - Continued

(9) Net Assets With Donor Restrictions

Net assets with donor restrictions consisted of the following at September 30, 2020 and 2019:

	<u>2020</u>	<u>2019</u>
Exhibits	\$ 44,566	42,488
Contingency fund	100,000	100,000
Gifted facility - time restriction	12,556,819	13,147,728
Unappropriated investment return	3,493,018	2,711,570
Restricted in perpetuity	<u>11,092,804</u>	<u>11,102,802</u>
	<u>\$ 27,287,207</u>	<u>27,104,588</u>

The gifted facility transaction described in Note 6 was considered to be donor restricted at its inception and the remaining unamortized balance at September 30, 2020 and 2019 is considered to be subject to a continuing time restriction.

During the year ended September 30, 2001, the Organization established the Tampa Bay History Center Operating Endowment Fund in order to establish an Operating Endowment to fund the general operations of the Organization. As of September 30, 2020 and 2019, there were \$0 and \$19,643, respectively, of outstanding pledges to the Operating Endowment. Contributions by donors to the Operating Endowment are considered to be donor restricted in perpetuity.

For the years ended September 30, 2020 and 2019, \$294,757 and \$392,984, respectively, in interest was earned on the Operating Endowment Fund. Fund earnings are considered to be donor restricted until appropriated for expenditure.

During the year ended September 30, 1999, the Organization was awarded \$360,000 from a foundation for the sole purpose of providing the matching funds required to secure a matching grant of \$240,000 from the State of Florida Cultural Endowment Program (the "State"). The matching funds from the State were received during December 2000. Both grants are donor restricted in perpetuity by the donor and the State of Florida. As donor restricted contributions in perpetuity, the Organization is required to maintain a minimum balance in the endowment fund assets of \$600,000. At September 30, 2020, investments includes \$360,000 of donor restricted funds set aside as a match for a new State of Florida Cultural Endowment Program grant the Organization expects to receive in the future.

For the years ended September 30, 2020 and 2019, \$21,050 and \$14,841, respectively, in interest was earned on the Cultural Endowment Program Funds. Fund earnings are considered to be donor restricted until appropriated for expenditure.

(10) Fair Value Measurement

The Organization has adopted the provisions of ASC Topic 820, *Fair Value Measurement*, which provides a common definition of fair value, establishes a framework for measuring fair value under U.S. generally accepted accounting principles and requires additional disclosures about fair value.

THE TAMPA BAY HISTORY CENTER, INC. AND AFFILIATES

Notes to Combined Financial Statements - Continued

(10) Fair Value Measurement - Continued

Financial instruments measured at fair value are classified and disclosed in the following categories:

Level 1: Quoted prices are available in active markets for identical investments as of the reporting date. The types of investments included in Level 1 are cash, money market mutual funds, fixed income mutual funds, equity mutual funds and preferred and common stocks.

Level 2: Pricing inputs are other than quoted prices in active markets, which are either directly or indirectly observable as of the reporting date, and fair value is determined through the use of models or other valuation methodologies. The types of investments generally included in Level 2 are corporate and government bonds.

Level 3: Valuation is based on unobservable inputs.

The inputs used to measure fair value may fall into different levels of the fair value hierarchy. In such cases, a financial instrument's level within the fair value hierarchy is based on the lowest level of input that is significant to the fair value measurement.

Fair values measured on a recurring basis at September 30, 2020 and 2019 are as follows:

	<u>Fair Value</u>	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>
2020:				
Mutual funds - fixed income:				
Intermediate bond fund	\$ 4,632,290	4,632,290	-	-
Bond market index fund	3,061,334	3,061,334	-	-
International bond index fund	1,812,133	1,812,133	-	-
Mutual funds - equity:				
Domestic stock index fund	16,881,397	16,881,397	-	-
International stock index fund	10,591,761	10,591,761	-	-
	<u>\$ 36,978,915</u>	<u>36,978,915</u>	<u>-</u>	<u>-</u>

	<u>Fair Value</u>	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>
2019:				
Mutual funds - fixed income:				
Intermediate bond fund	\$ 3,454,075	3,454,075	-	-
Short-term bond fund	1,324,777	1,324,777	-	-
Bond market index fund	3,401,818	3,401,818	-	-
International bond index fund	2,122,363	2,122,363	-	-
Mutual funds - equity:				
Domestic stock index fund	14,277,667	14,277,667	-	-
International stock index fund	9,175,911	9,175,911	-	-
	<u>\$ 33,756,611</u>	<u>33,756,611</u>	<u>-</u>	<u>-</u>

THE TAMPA BAY HISTORY CENTER, INC. AND AFFILIATES

Notes to Combined Financial Statements - Continued

(11) Gift Agreement with the University of South Florida Foundation, Inc.

During the year ended September 30, 2000, the Organization entered into a Gift Agreement with the University of South Florida (the “University”) and the University of South Florida Foundation, Inc. (the “USF Foundation”) and also entered into an Affiliation Agreement with the University.

The Affiliation Agreement recognized the many similarities in the mission of the Organization and the University, and more specifically, the USF Libraries Florida Studies Center (formerly known as the USF Resource Center for Florida History and Politics), a division of the University’s Library, relative to the history of Florida and the Tampa Bay region. Under the Affiliation Agreement, the Organization and the USF Libraries Florida Studies Center will, among other things, collaborate to:

- Provide for University faculty and graduate students to make use of and contribute to the Organization’s resources in collaboration with the Organization.
- Provide for the University’s Library to work with the Organization to develop the Organization’s artifacts and materials and make them available to scholars and the public, through cataloging and digitization.
- Provide the Organization’s staff, researchers and potentially the Organization’s members to utilize resources of the University’s Library, particularly special collections materials on local and Florida history.
- Mount joint exhibits and conferences.
- Provide for significant educational programs including:
 - Developing educational classroom materials, such as lesson plans, posters, videos, CD-ROMS and other multimedia materials, in the field of Florida and Tampa Bay regional history, and forging links with the local public schools, with a goal of exposing every 4th grade student in Hillsborough County, and surrounding counties, to the joint resources of the University and the Organization.
- Initiate a program of history excursions in the area, whereby participants can experience a nearby historic site in the company of trained professionals and/or expert volunteers who can offer perspective and point out interesting aspects and details of the site.
- Conduct an ongoing program of public lectures at the Organization, the University’s main and regional campuses, and at other locations on subjects of local history which may be of interest to the general public.
- Explore offering University academic courses in various disciplines, on both a credit and non-credit basis, at the Organization and the University and via distance learning technology.
- Reflect upon the developing nature of the partnership over time, including its potential for change and development.

THE TAMPA BAY HISTORY CENTER, INC. AND AFFILIATES

Notes to Combined Financial Statements - Continued

(11) Gift Agreement with the University of South Florida Foundation, Inc. - Continued

As a result of the Gift Agreement, private donors contributed \$2,000,001 to the Organization over the period of September 2000 through September 2002. These funds were remitted to the University of South Florida Foundation, Inc. where they have been used to establish the “Tampa Bay History Center Endowment Fund,” an academic endowment for teaching, research, and public education programs about Florida and regional history. These gifts qualified for a 100% match from the State of Florida for a total match of \$2,000,001. At September 30, 2020, the total market value of the fund, as reported by the USF Foundation, was \$5,052,679.

(12) Endowment Investment and Spending Policies

The Organization’s endowment includes both donor restricted endowment funds and funds designated by the Board of Trustees to function as quasi-endowments. Effective July 1, 2012, the State of Florida adopted the Florida Uniform Prudent Management of Institutional Funds Act (“FUPMIFA”) and in accordance with ASC Topic 958-205-45-28, *Classification of Donor Restricted Endowment Funds Subject to UPMIFA*, the Organization classifies investment earnings on donor restricted endowments as a component of net assets with donor restrictions if not appropriated for expenditure in the period earned. Once investment earnings are appropriated for expenditure, the Organization reclassifies the amount appropriated as a component of net assets without donor restrictions.

Operating Endowment

The Board of Trustees, on the advice of legal counsel, has determined that contributions to the Foundation are subject to donor intent and the terms of its governing documents as well as the provisions of FUPMIFA. Certain contributions are received subject to other gift instruments, or are subject to specific agreements with the Foundation. Under the terms of the Foundation’s governing documents, the Board of Trustees has the ability to distribute so much of the original principal of any trust or separate gift, devise, bequest, or fund as the Board in its sole discretion shall determine. As a result of the ability to distribute the original principal, all contributions not classified as donor restricted are classified as net assets without donor restrictions for financial statement purposes.

The Foundation has adopted investment and spending policies, approved by the Board of Trustees, for endowment assets that attempt to provide a predictable stream of funding to programs supported by its endowment while seeking to maintain the purchasing power of these endowment assets over the long-term. The Foundation’s spending and investment policies work together to achieve this objective. The investment policy establishes an achievable return objective through diversification of asset classes. The current long-term return objective is to return growth of 1% over inflation as measured by CPI, spending policy payout and investment fees. Actual returns in any given year may vary from this amount. To satisfy its long-term rate-of-return objectives, the Foundation relies on a total return strategy in which investment returns are achieved through both capital appreciation (realized and unrealized) and current yield (interest and dividends). The Foundation targets a diversified asset allocation to achieve its long-term return objectives within prudent risk parameters.

The spending policy calculates the amount of money annually distributed from the Foundation’s funds available for distribution to the History Center to support its operating budget for a fiscal year. Under the current spending policy, up to 5% of the 3-year average of prior June 30 market values may be distributed annually.

THE TAMPA BAY HISTORY CENTER, INC. AND AFFILIATES

Notes to Combined Financial Statements - Continued

(12) Endowment Investment and Spending Policies - Continued

Cultural Endowment

The History Center's donors have placed a restriction on investment income or net appreciation resulting from the donor-restricted endowment funds that those amounts be expended only for operating costs incurred while engaged in programs directly related to cultural activities. The History Center has adopted an investment and spending policy, approved by the Board of Trustees, for endowment assets that meets the requirements set forth in the agreement which requires the preservation of the \$960,000 capital value and the use of investment quality fixed income instruments as the primary investment vehicle.

At September 30, 2020 and 2019, net assets associated with endowment funds are classified and reported based on the existence or absence of donor imposed restrictions and consisted of the following:

	Without Donor Restrictions	With Donor Restrictions			Total Endowment Net Assets
		Original Gift	Accumulated Earnings	Total	
2020:					
Operating endowment fund	\$ -	10,132,804	3,310,195	13,442,999	13,442,999
Cultural endowment fund	-	960,000	182,823	1,142,823	1,142,823
Board designated endowment funds	<u>22,421,738</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>22,421,738</u>
	<u>\$ 22,421,738</u>	<u>11,092,804</u>	<u>3,493,018</u>	<u>14,585,822</u>	<u>37,007,560</u>
2019:					
Operating endowment fund	\$ -	10,142,802	2,632,997	12,775,799	12,775,799
Cultural endowment fund	-	960,000	78,573	1,038,573	1,038,573
Board designated endowment funds	<u>19,974,928</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>19,974,928</u>
	<u>\$ 19,974,928</u>	<u>11,102,802</u>	<u>2,711,570</u>	<u>13,814,372</u>	<u>33,789,300</u>

Changes in net assets associated with endowment funds for the fiscal year ended September 30, 2020 were as follows:

	Without Donor Restrictions	With Donor Restrictions	Total Endowment Net Assets
Endowment net assets at September 30, 2019	\$ 19,974,928	13,814,372	33,789,300
Contributions and transfers	425,000	13,618	438,618
Investment return	2,080,629	1,351,581	3,432,210
Pledge writeoffs	-	(9,998)	(9,998)
Distributions	<u>(58,819)</u>	<u>(583,751)</u>	<u>(642,570)</u>
Endowment net assets at September 30, 2020	<u>\$ 22,421,738</u>	<u>14,585,822</u>	<u>37,007,560</u>

THE TAMPA BAY HISTORY CENTER, INC. AND AFFILIATES

Notes to Combined Financial Statements - Continued

(12) Endowment Investment and Spending Policies - Continued

Cultural Endowment - Continued

Changes in net assets associated with endowment funds for the fiscal year ended September 30, 2019 were as follows:

	<u>Without Donor Restrictions</u>	<u>With Donor Restrictions</u>	<u>Total Endowment Net Assets</u>
Endowment net assets at September 30, 2018	\$ -	13,887,970	13,887,970
Contributions and transfers	19,458,133	14,107	19,472,240
Investment return	516,795	437,200	953,995
Distributions	<u>-</u>	<u>(524,905)</u>	<u>(524,905)</u>
 Endowment net assets at September 30, 2019	 <u>\$ 19,974,928</u>	 <u>13,814,372</u>	 <u>33,789,300</u>

(13) Contributed Services and Facilities

Contributions in-kind were \$10,431 and \$43,240 during the years ended September 30, 2020 and 2019, respectively, which consisted primarily of advertising services.

(14) Lease Commitment

The Organization leases office equipment under a long term lease classified as an operating lease. Rent expense, including short-term storage and equipment rentals was approximately \$5,100 for each of the years ended September 30, 2020 and 2019. Future minimum rental payments due under these leases are as follows:

<u>Year Ending September 30,</u>	
2021	\$ 4,300
2022	4,300
2023	4,300
2024	4,300
2025	<u>360</u>
	<u>\$ 17,560</u>

(15) Employee Benefit Plan

The Organization has adopted a 401(k) salary reduction defined contribution plan for the benefit of its employees. Full-time employees with one year of service are eligible to participate in the plan. Participants may contribute up to the maximum amount allowable by law. All participant contributions, as well as the Organization's contributions are fully vested at all times. Retirement expense for the years ended September 30, 2020 and 2019 was \$44,960 and \$34,022, respectively.

THE TAMPA BAY HISTORY CENTER, INC. AND AFFILIATES

Notes to Combined Financial Statements - Continued

(16) Credit and Funding Concentrations

The Organization relies to a significant extent on Hillsborough County and the City of Tampa as sources of funding. During the year ended September 30, 2020, Hillsborough County and the City of Tampa accounted for approximately 22% and 3%, respectively, of total unrestricted support and revenues (excluding investment return).

During the year ended September 30, 2019, Hillsborough County and the City of Tampa accounted for approximately 14% and 2%, respectively, of total unrestricted support and revenues (excluding investment return and the settlement award).

During fiscal 2020, no contributions from donors were greater than 10% of total contributions, grants and donations. During fiscal 2019, contributions from one donor accounted for approximately 46% of total contributions, grants and donations.

At September 30, 2020, pledges from three donors accounted for approximately 59% of capital projects pledges receivable. At September 30, 2019, pledges due from three donors accounted for approximately 40% of capital projects pledges receivable.

The Organization maintains its primary deposit accounts with several local commercial banks. At September 30, 2020 and 2019 deposits with these banks exceeded federal deposit insurance limits by approximately \$35,000 and \$0, respectively. During fiscal 2019, the Organization enrolled in the Bank of Tampa's Treasury Services Sweeps Account Program for cash management and purchased a CD ladder with 3, 6 and 12 month duration in order to limit its exposure to uninsured deposit balances.

(17) Foodservice Agreement

The Organization has an agreement with a local restaurant group (the "Group") to provide foodservice and catering at the History Center. The second amendment to the original agreement signed in 2008 had a term from October 1, 2014 to September 30, 2019. The agreement was renewed in fiscal 2019 and is scheduled to expire on September 30, 2024. This amendment requires the Group to pay the Organization commissions of 6.5% of gross annual sales up to \$3 million and 8% on sales exceeding \$3 million during each contract year. Commission revenue for the years ended September 30, 2020 and 2019 was \$160,838 and \$252,094, respectively.

THE TAMPA BAY HISTORY CENTER, INC. AND AFFILIATES

Notes to Combined Financial Statements - Continued

(18) Liquidity and Availability of Resources

The Organization is supported by contributions with and without donor restrictions. Because a donor's restriction requires resources to be used in a particular manner or in a future period, the Organization must maintain sufficient resources to meet those responsibilities to its donors. Thus, financial assets may not be available for general expenditure within one year. As part of the Organization's liquidity management, it has a policy to structure its financial assets to be available as its general expenditures, liabilities and other obligations come due. The Organization regularly monitors liquidity to meet its operating needs and other contractual commitments. The Organization has various sources of liquidity at its disposal including cash and cash equivalents and a revolving line of credit (described in Note 7).

As of September 30, 2020 and 2019, the Organization's financial assets available to meet general expenditures within one year were as follows:

	2020	2019
Financial assets:		
Cash and cash equivalents	\$ 2,045,719	2,398,834
Investments	36,978,915	33,756,611
Grants and other receivables	144,770	128,546
Pledges receivable, net	1,453,005	2,026,078
Total financial assets	40,622,409	38,310,069
Less amounts unavailable for general expenditure within one year due to:		
Contractual or donor-imposed restrictions:		
Cultural endowment program fund	(960,000)	(960,000)
Operating endowment fund	(10,132,804)	(10,142,802)
Contributions restricted to a specific use	(144,566)	(142,488)
Unappropriated earnings from endowment	(3,493,018)	(2,711,570)
Total contractual or donor-imposed restrictions	(14,730,388)	(13,956,860)
Board designations:		
Emergency fund	(500,000)	(500,000)
Florida Center for Cartographic Education	(1,634,243)	(2,096,585)
Board designated endowment	(22,421,738)	(19,974,928)
Total net assets designated for long-term purposes	(24,555,981)	(22,571,513)
Financial assets available to meet general expenditures within one year	\$ 1,336,040	1,781,696

THE TAMPA BAY HISTORY CENTER, INC. AND AFFILIATES

Notes to Combined Financial Statements - Continued

(19) Risk and Uncertainties

The novel coronavirus (“COVID-19”) spread rapidly across the world in the first quarter of 2020 and was declared a pandemic by the World Health Organization in March 2020. The government and private sector responses to contain its spread began to adversely affect the broader economy and business in general in March 2020 and those impacts will likely affect operations beyond fiscal 2020, although such effects may vary significantly. The Organization’s operations were significantly impacted, including a substantial reduction in operating activities and museum occupancy capacity. Future operations are dependent on applicable government requirements and are subject to ongoing modifications dependent on changes in COVID-19 cases. The duration and extent of the pandemic and its effects over longer terms cannot be reasonably estimated as of the date the combined financial statements were available for issuance. The risks and uncertainties resulting from the pandemic that may affect the results of operating activities, cash flows and financial condition include the nature and duration of any potential curtailment of societal activities and the long-term effect on demand for the Organization’s programs, exhibits, and related activities. Accordingly, significant estimates used in the preparation of the combined financial statements including those associated with evaluations of certain long-lived assets for impairment and expected credit losses on amounts owed to the Organization may be subject to significant adjustments in future periods.

The pandemic has adversely affected global economic activity and greatly contributed to significant deterioration and instability in financial markets. As a result, there has been heightened market risk and the Organization’s investment portfolio has incurred significant volatility in fair value since March 2020. Because the values of the Organization’s individual investments have and will fluctuate in response to changing market conditions, the amount of losses that will be recognized in future periods, if any, and the related impact on the Organization’s liquidity cannot be determined at this time.

(20) Subsequent Events

The Organization has evaluated subsequent events through February 19, 2021, the date the combined financial statements were available for issuance.

SUPPLEMENTARY FINANCIAL INFORMATION

THE TAMPA BAY HISTORY CENTER, INC. AND AFFILIATES

Combining Statement of Financial Position

September 30, 2020

	The Tampa Bay History Center, Inc.	The Tampa Bay History Center Foundation, Inc.	TBHC Facility Corporation	TBHC Historical Collections Corporation	Eliminations	Combined Total
Assets						
Cash and cash equivalents	\$ 2,017,073	28,646	-	-	-	2,045,719
Grants receivable	57,500	-	-	-	-	57,500
Other receivables	87,270	-	-	-	-	87,270
Prepaid expenses and other	19,225	-	-	-	-	19,225
Inventory	41,069	-	-	-	-	41,069
Property and equipment, net	7,626,801	-	-	-	-	7,626,801
Gifted facilities - land and building use	12,556,819	-	-	-	-	12,556,819
Capital projects pledges receivable, net	1,438,005	-	-	-	-	1,438,005
Other pledges receivable, net	15,000	-	-	-	-	15,000
Investments:						
Board designated endowment fund	-	22,421,738	-	-	-	22,421,738
Cultural endowment program fund	1,142,823	-	-	-	-	1,142,823
Operating endowment fund	-	13,414,354	-	-	-	13,414,354
	<u>\$ 25,001,585</u>	<u>35,864,738</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>60,866,323</u>
Liabilities and Net Assets						
Liabilities:						
Accounts payable	\$ 36,519	-	-	-	-	36,519
Accrued expenses	150,721	-	-	-	-	150,721
Total liabilities	187,240	-	-	-	-	187,240
Net assets:						
Without donor restrictions:						
Designated for long-term purposes	2,134,243	22,421,738	-	-	-	24,555,981
Undesignated	8,835,895	-	-	-	-	8,835,895
	10,970,138	22,421,738	-	-	-	33,391,876
With donor restrictions	13,844,207	13,443,000	-	-	-	27,287,207
Total net assets	24,814,345	35,864,738	-	-	-	60,679,083
	<u>\$ 25,001,585</u>	<u>35,864,738</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>60,866,323</u>

THE TAMPA BAY HISTORY CENTER, INC. AND AFFILIATES

Combining Statement of Activities and Changes in Net Assets

Year Ended September 30, 2020

	The Tampa Bay History Center, Inc.	The Tampa Bay History Center Foundation, Inc.	TBHC Facility Corporation	TBHC Historical Collections Corporation	Eliminations	Combined Total
Changes in net assets without donor restrictions:						
Revenues:						
Government support - Hillsborough County, Florida	\$ 455,181	-	-	-	-	455,181
Government support - City of Tampa, Florida	64,800	-	-	-	-	64,800
Government support - Paycheck Protection Program	353,300	-	-	-	-	353,300
Admissions	207,986	-	-	-	-	207,986
Memberships	182,534	-	-	-	-	182,534
USF Foundation endowment income	112,716	-	-	-	-	112,716
Contributions and donations	733,217	5,000	-	-	(582,570)	155,647
Contributions in-kind	10,431	-	-	-	-	10,431
Investment return, net	193	2,099,668	-	-	-	2,099,861
Retail sales, net	24,929	-	-	-	-	24,929
Special event revenue	197,600	-	-	-	-	197,600
Other revenue	301,440	500	-	-	(50,500)	251,440
Net assets released from restrictions	732,825	583,749	-	-	-	1,316,574
Total revenues	3,377,152	2,688,917	-	-	(633,070)	5,432,999
Expenses:						
Program services	3,251,458	-	-	-	-	3,251,458
Management and general	553,686	50,039	-	-	(50,500)	553,225
Development	703,914	9,998	-	-	-	713,912
Donations made to others	-	582,570	-	-	(582,570)	-
Total expenses	4,509,058	642,607	-	-	(633,070)	4,518,595
Increase (decrease) in net assets without donor restrictions from operations	(1,131,906)	2,046,310	-	-	-	914,404
Other changes:						
Funds transfer to Foundation, net	(400,000)	400,000	-	-	-	-
Affiliate mergers with History Center, net	1,135,933	-	354,524	(1,490,457)	-	-
Increase (decrease) in net assets without donor restrictions	(395,973)	2,446,310	354,524	(1,490,457)	-	914,404
Changes in net assets with donor restrictions:						
Grants and donations	159,239	-	-	-	-	159,239
Investment return	89,004	1,250,950	-	-	-	1,339,954
Affiliate mergers with History Center, net	13,147,729	-	(3,587,563)	(9,560,166)	-	-
Net assets released from restrictions	(732,825)	(583,749)	-	-	-	(1,316,574)
Increase (decrease) in net assets with donor restrictions	12,663,147	667,201	(3,587,563)	(9,560,166)	-	182,619
Increase (decrease) in net assets	12,267,174	3,113,511	(3,233,039)	(11,050,623)	-	1,097,023
Net assets at beginning of year	12,547,171	32,751,227	3,233,039	11,050,623	-	59,582,060
Net assets at end of year	\$ 24,814,345	35,864,738	-	-	-	60,679,083