

NEBRASKA HUMANITIES COUNCIL
d/b/a HUMANITIES NEBRASKA®

AND

NEBRASKA FOUNDATION FOR THE HUMANITIES

CONSOLIDATED FINANCIAL STATEMENTS

OCTOBER 31, 2022 AND 2021



**DANA F. COLE
& COMPANY** LLP
CERTIFIED PUBLIC ACCOUNTANTS

NEBRASKA HUMANITIES COUNCIL
d/b/a HUMANITIES NEBRASKA®
AND
NEBRASKA FOUNDATION FOR THE HUMANITIES
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**DANA F. COLE
& COMPANY^{LLP}**
CERTIFIED PUBLIC ACCOUNTANTS

INDEPENDENT AUDITOR'S REPORT

To the Board of Directors
Nebraska Humanities Council
d/b/a Humanities Nebraska®
and
Nebraska Foundation for the Humanities
Lincoln, Nebraska

Opinion

We have audited the accompanying consolidated financial statements of Nebraska Humanities Council (a nonprofit organization) and Nebraska Foundation for the Humanities (a nonprofit organization), which comprise the consolidated statements of financial position as of October 31, 2022 and 2021, and the related consolidated statements of activities, functional expenses, and cash flows for the years then ended, and the related notes to the consolidated financial statements.

In our opinion, the consolidated financial statements present fairly, in all material respects, the financial position of Nebraska Humanities Council and Nebraska Foundation for the Humanities as of October 31, 2022 and 2021, and the changes in its net assets and its cash flows for the year 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 and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of Nebraska Humanities Council and Nebraska Foundation for the Humanities 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 opinions.

Responsibilities of Management for the 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 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 Nebraska Humanities Council and Nebraska Foundation for the Humanities' 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 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 and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the consolidated financial statements.

In performing an audit in accordance with generally accepted auditing standards and *Government 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 Nebraska Humanities Council and Nebraska Foundation for the Humanities' 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 Nebraska Humanities Council and Nebraska Foundation for the Humanities' 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.

Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the consolidated financial statements as a whole. The consolidating statements of financial position and consolidating statements of activities are presented for the purposes of additional analysis and are not a required part of the basic financial statements. The accompanying schedule of expenditures of federal awards, as required by Title 2 U.S. Code of Federal Regulations (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, is presented for purposes of additional analysis, and is not a required part of the consolidated 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 consolidated financial statements. The information has been subjected to the auditing procedures applied in the audit of the consolidated financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the consolidated financial statements as a whole.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated January 12, 2023, on our consideration of Nebraska Humanities Council and Nebraska Foundation for the Humanities' internal control over financial reporting and on our tests of their compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. Also, in accordance with *Government Auditing Standards* and Title 2 U.S. Code of Federal Regulations (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, we have also issued a report dated January 12, 2023, on Nebraska Humanities Council and Nebraska Foundation for the Humanities' internal control over compliance and an opinion on its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters that could have a direct and material effect on a major program. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Nebraska Humanities Council and Nebraska Foundation for the Humanities' internal control over financial reporting and compliance.

Dana F Cole + Company, LLP

Lincoln, Nebraska
January 12, 2023

NEBRASKA HUMANITIES COUNCIL
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AND
NEBRASKA FOUNDATION FOR THE HUMANITIES
CONSOLIDATED STATEMENTS OF FINANCIAL POSITION
OCTOBER 31, 2022 AND 2021

ASSETS	2022	2021
CURRENT ASSETS		
Cash and cash equivalents	395,761	706,403
Investments	2,741,019	2,749,410
Accounts receivable	236,144	76,504
Prepaid expenses	7,670	7,942
Cash value life insurance	29,291	27,805
Total current assets	<u>3,409,885</u>	<u>3,568,064</u>
PROPERTY AND EQUIPMENT, net	<u>8,810</u>	<u>19,764</u>
TOTAL ASSETS	<u><u>3,418,695</u></u>	<u><u>3,587,828</u></u>
LIABILITIES AND NET ASSETS		
CURRENT LIABILITIES		
Accounts payable	49,191	103,401
Grants payable	17,330	22,849
Expenses accrued	45,489	48,111
Deferred revenue	50,000	
Total current liabilities	<u>162,010</u>	<u>174,361</u>
NET ASSETS		
Without donor restrictions	3,193,437	3,338,250
With donor restrictions	<u>63,248</u>	<u>75,217</u>
Total net assets	<u>3,256,685</u>	<u>3,413,467</u>
TOTAL LIABILITIES AND NET ASSETS	<u><u>3,418,695</u></u>	<u><u>3,587,828</u></u>

See accompanying notes to consolidated financial statements.

NEBRASKA HUMANITIES COUNCIL
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AND
NEBRASKA FOUNDATION FOR THE HUMANITIES
CONSOLIDATED STATEMENTS OF ACTIVITIES
YEARS ENDED OCTOBER 31, 2022 AND 2021

	2022			2021		
	Without Donor Restrictions	With Donor Restrictions	Total	Without Donor Restrictions	With Donor Restrictions	Total
REVENUES AND OTHER SUPPORT						
Contributions and grants	2,424,342	222,911	2,647,253	1,664,168	194,956	1,859,124
Fee income	27,673		27,673	16,050		16,050
Interest and dividends	109,877		109,877	68,837		68,837
Realized gain on investments				52,527		52,527
Unrealized gain (loss) on investments	(452,844)		(452,844)	272,260		272,260
Other income	1,036		1,036	5,553		5,553
Net assets released from restrictions	234,880	(234,880)		194,317	(194,317)	
Total revenues and other support	<u>2,344,964</u>	<u>(11,969)</u>	<u>2,332,995</u>	<u>2,273,712</u>	<u>639</u>	<u>2,274,351</u>
EXPENSES						
Program services	1,983,263		1,983,263	1,334,448		1,334,448
Management and general	342,051		342,051	328,444		328,444
Fundraising	164,463		164,463	156,411		156,411
Total expenses	<u>2,489,777</u>		<u>2,489,777</u>	<u>1,819,303</u>		<u>1,819,303</u>
CHANGE IN NET ASSETS	(144,813)	(11,969)	(156,782)	454,409	639	455,048
NET ASSETS, beginning of year	<u>3,338,250</u>	<u>75,217</u>	<u>3,413,467</u>	<u>2,883,841</u>	<u>74,578</u>	<u>2,958,419</u>
NET ASSETS, end of year	<u>3,193,437</u>	<u>63,248</u>	<u>3,256,685</u>	<u>3,338,250</u>	<u>75,217</u>	<u>3,413,467</u>

See accompanying notes to consolidated financial statements.

NEBRASKA HUMANITIES COUNCIL
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NEBRASKA FOUNDATION FOR THE HUMANITIES
CONSOLIDATED STATEMENT OF FUNCTIONAL EXPENSES
YEAR ENDED OCTOBER 31, 2022

	Program Services			Management and General	Fundraising	Total
	Program	Special Projects	Total Program Services			
Salaries and wages	202,570	148,425	350,995	164,199	107,958	623,152
Payroll taxes, benefits, and other	62,277	39,620	101,897	34,443	17,988	154,328
Program expenses	977,066	260,590	1,237,656		873	1,238,529
Supplies	622	241	863	1,919	(290)	2,492
Professional fees	19,629	11,896	31,525	63,075	409	95,009
Audit fees	2,400	1,875	4,275	2,025	1,200	7,500
Service contract	9,687	7,434	17,121	9,455	4,933	31,509
Investment management fees				8,485		8,485
Rent expense	13,441	8,152	21,593	8,818	5,217	35,628
Computer expenses	4,704	3,114	7,818	4,135	2,361	14,314
Insurance	400	312	712	4,418	511	5,641
Office expenses				3,460	100	3,560
Postage	4,951	7,767	12,718	3,685	2,488	18,891
Printing	7,362	12,576	19,938	6,252	4,156	30,346
Equipment lease	1,448	1,123	2,571	1,225	729	4,525
Marketing and promotion	1,818	6,095	7,913		10	7,923
Membership dues and expenses	5,291	4,133	9,424	5,524	2,755	17,703
Registration fees and training	50	9,025	9,075	4,640	1,954	15,669
Travel and mileage	56,525	19,842	76,367	7,303	2,181	85,851
Meals	51	63,424	63,475	658	6,163	70,296
Telephone	1,451	1,463	2,914	1,167	691	4,772
Depreciation	3,505	2,711	6,216	2,967	1,771	10,954
Miscellaneous expenses	(1,948)	145	(1,803)	4,198	305	2,700
Total expenses	1,373,300	609,963	1,983,263	342,051	164,463	2,489,777

See accompanying notes to consolidated financial statements.

NEBRASKA HUMANITIES COUNCIL
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CONSOLIDATED STATEMENT OF FUNCTIONAL EXPENSES
YEAR ENDED OCTOBER 31, 2021

	Program Services					
	Program	Special Projects	Total Program Services	Management and General	Fundraising	Total
Salaries and wages	184,855	128,162	313,017	154,155	92,175	559,347
Payroll taxes, benefits, and other	59,436	35,764	95,200	52,292	17,548	165,040
Program expenses	437,818	282,545	720,363	125	1,457	721,945
Supplies	67	1,386	1,453	629	1,424	3,506
Professional fees	3,716	22,319	26,035	62,676	2,701	91,412
Audit fees	2,336	1,606	3,942	2,044	1,314	7,300
Service contract	6,532	4,446	10,978	6,592	3,564	21,134
Investment management fees				8,141		8,141
Rent expense	11,323	7,785	19,108	9,908	6,370	35,386
Computer expenses	1,457	389	1,846	3,396		5,242
Insurance	446	205	651	3,069	623	4,343
Office expenses				1,673		1,673
Postage	5,796	4,798	10,594	2,230	6,156	18,980
Printing	5,776	10,486	16,262	6,170	14,169	36,601
Equipment lease	1,379	919	2,298	1,254	704	4,256
Marketing and promotion	900	3,159	4,059		750	4,809
Membership dues and expenses	4,859	3,340	8,199	4,612	3,433	16,244
Registration fees and training		15,772	15,772	847		16,619
Travel and mileage	30,918	8,325	39,243	2,908	668	42,819
Meals		37,368	37,368	286	81	37,735
Telephone	1,364	1,355	2,719	1,193	767	4,679
Depreciation	3,184	2,118	5,302	2,902	1,615	9,819
Miscellaneous expenses		39	39	1,342	892	2,273
Total expenses	762,162	572,286	1,334,448	328,444	156,411	1,819,303

See accompanying notes to consolidated financial statements.

NEBRASKA HUMANITIES COUNCIL
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CONSOLIDATED STATEMENTS OF CASH FLOWS
YEARS ENDED OCTOBER 31, 2022 AND 2021

	2022	2021
CASH FLOWS FROM OPERATING ACTIVITIES		
Cash received from support and revenue	2,566,322	1,955,058
Cash paid to employees and suppliers	(2,540,902)	(2,154,486)
Investment income	<u>63,029</u>	<u>34,151</u>
Net cash provided by (used in) operating activities	<u>88,449</u>	<u>(165,277)</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of property and equipment		(10,000)
Purchases of investments	(399,091)	(467,598)
Proceeds from the sale of investments		<u>397,112</u>
Net cash provided by (used in) investing activities	<u>(399,091)</u>	<u>(80,486)</u>
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	(310,642)	(245,763)
CASH AND CASH EQUIVALENTS, beginning of year	<u>706,403</u>	<u>952,166</u>
CASH AND CASH EQUIVALENTS, end of year	<u><u>395,761</u></u>	<u><u>706,403</u></u>

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CONSOLIDATED STATEMENTS OF CASH FLOWS
YEARS ENDED OCTOBER 31, 2022 AND 2021

	2022	2021
Reconciliation of Change in Net Assets to Net Cash Provided By (Used In) Operating Activities		
Change in net assets	<u>(156,782)</u>	<u>455,048</u>
Adjustments to reconcile change in net assets to net cash provided by (used in) operating activities:		
Depreciation	10,954	9,819
Reinvested dividends	(45,362)	(33,215)
Realized gain on investments		(52,527)
Unrealized (gain) loss on investments	452,844	(272,260)
(Increase) decrease in assets:		
Accounts receivable	(159,640)	74,331
Prepaid expenses	272	(2,263)
Cash value life insurance	(1,486)	(1,471)
Increase (decrease) in liabilities:		
Accounts payable	(54,210)	(342,083)
Grants payable	(5,519)	(672)
Expenses accrued	(2,622)	16
Deferred revenue	50,000	
Total adjustments	<u>245,231</u>	<u>(620,325)</u>
Net cash provided by (used in) operating activities	<u>88,449</u>	<u>(165,277)</u>

See accompanying notes to consolidated financial statements.

NEBRASKA HUMANITIES COUNCIL
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NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Organization and Nature of Activities

Nebraska Humanities Council (the Council) is a not-for-profit corporation formed in 1973, for the purpose of supporting public programs that bring the resources and perspectives of the humanities to focus on significant public issues and to study the humanities for their own sake. The Council receives its primary funding from the National Endowment for the Humanities.

Nebraska Foundation for the Humanities (the Foundation) works to secure private funding and advocate for the public funding at the state and federal levels to support the programs of the Council.

In January 2013, Nebraska Humanities Council registered a trade name to do business as Humanities Nebraska. Under this change, the Organization conducts its legal and accounting affairs as Nebraska Humanities Council, but presents itself and Nebraska Foundation for the Humanities to the community under the external identity of Humanities Nebraska.

Method of Accounting

The consolidated financial statements of the Organization have been prepared on the accrual basis of accounting.

Principles of Consolidation

The accompanying consolidated financial statements include the accounts of Nebraska Humanities Council and Nebraska Foundation for the Humanities (collectively referred to as the Organization). All significant intercompany accounts and transactions have been eliminated in consolidation.

Financial Statement Presentation

The consolidated financial statements report amounts by class of net assets, as required by ASU 2016-14, *Not-for-Profit Entities* (Topic 958): *Presentation of Financial Statements of Not-for-Profit Entities*. As such, net assets, revenues, gains, and losses are classified based on the existence or absence of donor-imposed restrictions. Accordingly, net assets and changes therein are classified and reported as follows:

Net Assets Without Donor Restrictions

Net assets without donor restrictions are resources available to support operations and not subject to donor restrictions.

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NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Financial Statement Presentation (Continued)

Net Assets With Donor Restrictions

Net assets with donor restrictions are resources that are subject to donor-imposed restrictions. Some donor-imposed restrictions are temporary in nature, such as those that will be met by the passage of time or other events specified by the donor. Other donor-imposed restrictions are perpetual in nature, where the donor stipulates that resources be maintained in perpetuity. Donor-imposed restrictions are released when a restriction expires, that is, when the stipulated time has elapsed, when the stipulated purpose for which the resource was restricted has been fulfilled, or both, and are reported in the statements of activities as net assets released from restrictions.

Contributions

The Organization utilizes FASB ASC 958-605, *Not-for-Profit Entities Revenue Recognition*. This standard requires that unconditional promises to give (pledges) be recorded as receivables and revenues and requires the Organization to distinguish between contributions received for each net asset category in accordance with donor-imposed restrictions. Conditional promises to give are recognized only when the conditions on which they depend are substantially met and the promises become unconditional.

Contributed Materials and Services

The Organization records various types of in-kind contributions. Contributed services are recognized at fair market value if the services received (a) create or enhance long-lived assets, or (b) require specialized skills, are provided by individuals possessing those skills, and would typically need to be purchased if not provided by donation. Contributions of tangible assets are recognized at fair market value when received. The amounts reflected in the accompanying financial statements as in-kind contributions are offset by like amounts included in expenses or additions to property and equipment.

Cash and Cash Equivalents

For purposes of the statement of cash flows, the Organization considers all unrestricted highly liquid investments with a maturity of three months or less to be cash equivalents.

Accounts Receivable

Accounts receivable have been adjusted for all known uncollectible accounts. No allowance for bad debts is considered necessary at year end.

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NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Investments

The Organization has adopted FASB ASC 958-320, *Not-for-Profit Entities, Investments - Debt and Equity Securities*. FASB ASC 958-320 establishes standards of reporting at fair value certain investments and debt and equity securities, held by not-for-profit organizations.

Therefore, investments in equity securities that have a readily determinable fair value and all investments in debt securities are stated at fair value, with gains and losses included in the statements of activities. Fair value is determined by quoted market values.

Property and Equipment

Property and equipment are stated at cost, if purchased or fair value, if donated. Major expenditures over \$1,000 for property and those which substantially increase useful lives are capitalized. Maintenance, repairs, and minor renewals are expensed as incurred. When assets are retired or otherwise disposed of, their costs and related accumulated depreciation are removed from the accounts and resulting gains or losses are included in income.

Depreciation

The Organization provides for depreciation of property and equipment using annual rates which are sufficient to amortize the cost of depreciable assets using the straight-line method over their estimated useful lives which range from 3 - 5 years.

Compensated Absences

Employees of the Organization earn a vested right to compensation for unused vacation time. Accordingly, the Organization has made an accrual for vacation and compensation that employees have earned.

Publicity

Publicity costs are expensed as incurred. Publicity expense for the years ended October 31, 2022 and 2021, was \$7,923 and \$4,809, respectively.

Functional Expenses

The costs of providing various programs and other activities have been summarized on a functional basis in the statement of activities and in the statement of functional expenses. Accordingly, certain costs have been allocated among the programs and supporting services benefited.

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NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Use of Estimates

The preparation of financial statements in accordance with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

Income Taxes

The Organization is exempt from federal income tax under Section 501(c)(3) of the Internal Revenue Code. However, income from certain activities not directly related to the Organization's tax-exempt purpose is subject to taxation as unrelated business income. In addition, the Organization qualifies for the charitable contribution deduction under Section 170(b)(1)(A) and has been classified as an organization other than a private foundation under Section 509(a)(2).

The Organization utilizes the provisions of FASB ASC 740-10, *Accounting for Uncertain Tax Positions*. The Organization continually evaluates expiring statutes of limitations, audits, proposed settlements, changes in tax law, and new authoritative rulings. The Organization believes that it has appropriate support for any tax positions taken, and as such, does not have any uncertain tax positions that would be material to the financial statements.

NOTE 2. CONCENTRATION OF CREDIT RISK

The Organization holds deposits in financial institutions. As of October 31, 2022 and 2021, all deposits are insured by the Federal Deposit Insurance Corporation (FDIC) or are held in Short-Term Federal Investment Trust accounts.

Financial instruments which potentially subject the Organization to concentrations of credit risk consist primarily of trade receivables with a variety of customers. The Organization generally does not require collateral from its customers. Such credit risk is considered by management to be limited due to the Organization's broad customer base and its customers' financial resources.

NOTE 3. INVESTMENTS

The Organization has adopted FASB ASC 820-10, *Fair Value Measurements*, which provides a framework for measuring fair value under accounting principles generally accepted in the United States of America. FASB ASC 820-10 applies to all financial instruments that are being measured and reported on a fair value basis.

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NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

NOTE 3. INVESTMENTS (Continued)

As defined in FASB ASC 820-10, fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. In determining fair value, the Foundation uses various methods including market, income, and cost approaches. Based on these approaches, the Foundation often utilizes certain assumptions that market participants would use in pricing the asset or liability, including assumptions about risk and or the risks inherent in the inputs to the valuation technique. These inputs can be readily observable, market corroborated, or generally unobservable inputs. The Foundation utilizes valuation techniques that maximize the use of observable inputs and minimize the use of unobservable inputs. Based on the observability of the inputs used in the valuation techniques, the Foundation is required to provide the following information according to the fair value hierarchy. The fair value hierarchy ranks the quality and reliability of the information used to determine fair values. Financial assets and liabilities carried at fair value will be classified and disclosed in one of the following three categories:

Level 1 - Valuations for assets and liabilities traded in active exchange markets, such as the New York Stock Exchange. Level 1 also includes U.S. Treasury and federal agency securities and federal agency mortgage-backed securities, which are traded by dealers or brokers in active markets. Valuations are obtained from readily available pricing sources for market transactions involving identical assets or liabilities.

Level 2 - Valuations for assets and liabilities traded in less active dealer or broker markets. Valuations are obtained from third party pricing services for identical or similar assets or liabilities.

Level 3 - Valuations for assets and liabilities that are derived from other valuation methodologies, including option pricing models, discounted cash flow models and similar techniques, and not based on market exchange, dealer, or broker traded transactions. Level 3 valuations incorporate certain assumptions and projections in determining the fair value assigned to such assets or liabilities.

For the years ended October 31, 2022 and 2021, the application of valuation techniques applied to similar assets has been consistent. The following is a description of the valuation methodologies used for instruments measured at fair value:

Marketable Equity Securities

The fair value of marketable equity securities is the market value based on quoted market prices, when available, or market prices provided by recognized broker dealers. If listed prices or quotes are not available, fair value is based upon externally developed models that use unobservable inputs due to the limited market activity of the instrument.

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NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

NOTE 3. INVESTMENTS (Continued)

The carrying amounts, market value, unrealized gains, and unrealized losses of the investments at October 31, 2022 and 2021, are as follows:

	2022		
	Total Cost	Unrealized Gains (Losses)	Estimated Fair Value
Equity mutual funds	1,376,634	156,134	1,532,768
Fixed income mutual funds	<u>1,391,671</u>	<u>(183,420)</u>	<u>1,208,251</u>
Total	<u><u>2,768,305</u></u>	<u><u>(27,286)</u></u>	<u><u>2,741,019</u></u>
	2021		
	Total Cost	Unrealized Gains (Losses)	Estimated Fair Value
Equity mutual funds	1,191,537	408,208	1,599,745
Fixed income mutual funds	<u>1,132,314</u>	<u>17,351</u>	<u>1,149,665</u>
Total	<u><u>2,323,851</u></u>	<u><u>425,559</u></u>	<u><u>2,749,410</u></u>

Management evaluates securities for other than temporary impairment at least on a quarterly basis, and more frequently when economic or market concerns warrant such evaluation. Consideration is given to (1) the length of time and the extent to which the fair value has been less than cost, (2) the financial conditions and near-term prospects of the issuer, and (3) the intent and ability of the Organization to retain its investments in the issuer for a period of time sufficient to allow for any anticipated recovery in fair value. As management has the ability to hold securities for the foreseeable future, no declines are deemed to be other than temporary.

NOTE 4. PROPERTY AND EQUIPMENT

Property and equipment consist of:

	2022	2021
Interest and dividend income	19,684	(31,881)
Unrealized gains (losses) on investments	37,873	37,873
Realized gains on investments	<u>7,977</u>	<u>7,977</u>
	<u><u>65,534</u></u>	<u><u>13,969</u></u>

The financial statements include depreciation expense of \$10,954 and \$9,819 for the years ended October 31, 2022 and 2021, respectively.

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NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

NOTE 5. NET ASSETS WITH DONOR RESTRICTIONS

Temporarily restricted net assets are available for the specific projects as identified by the donor in the amount of \$63,248 and \$75,217 for the years ended October 31, 2022 and 2021, respectively.

NOTE 6. REVENUE FROM THE NATIONAL ENDOWMENT FOR THE HUMANITIES

Revenue from the National Endowment for the Humanities during the respective grant periods consisted of the following:

	Outright Funds	Gift and Match Funds	Total Award
<u>October 31, 2022</u>			
State Humanities Program	766,890	6,438	773,328
State Humanities Program ARP funding	<u>664,192</u>		<u>664,192</u>
	<u>1,431,082</u>	<u>6,438</u>	<u>1,437,520</u>
	Outright Funds	Gift and Match Funds	Total Award
<u>October 31, 2021</u>			
State Humanities Program	753,200	7,900	761,100
State Humanities Program ARP funding	<u>3,280</u>		<u>3,280</u>
	<u>756,480</u>	<u>7,900</u>	<u>764,380</u>

NOTE 7. NEBRASKA CULTURAL ENDOWMENT FUND

The Nebraska Cultural Endowment Fund was created to raise a matching private endowment and distribute the annual income, public and private, exclusively to the Nebraska Arts Council and Nebraska Humanities Council. These funds are not included in the financial statements of Nebraska Humanities Council. Income from the fund is available to the Nebraska Arts Council and Nebraska Humanities Council when matched by private contributions. The income from the state fund is distributed to the Councils on a 70% arts/30% humanities ratio. Income from privately raised endowment funds is divided between the Councils on a 50/50 basis, unless otherwise designated by the donor. Income from private funds raised to match the National Endowment for the Humanities Challenge Grant is allocated 100% to Nebraska Humanities Council.

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NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

NOTE 7. NEBRASKA CULTURAL ENDOWMENT FUND (Continued)

The balance in the fund at December 31, was as follows:

	2022	2021
Nebraska Cultural Endowment (Private Fund)	<u>17,664,926</u>	<u>14,071,057</u>

NOTE 8. OPERATING LEASE

On August 1, 2016, the Organization entered into a 10-year operating lease for office and storage space.

The financial statements include rent expense of \$35,628 and \$35,386 for the years ended October 31, 2022 and 2021, respectively.

Future minimum payments under the agreement are as follows:

2023		36,518
2024		36,697
2025		37,234
2026		27,926

NOTE 9. RETIREMENT PLAN

Through December 31, 2019, Nebraska Humanities Council has implemented a 403(b) defined contribution pension plan, which covers all full-time employees who have completed three months of service. Effective January 1, 2020, the Council implemented a 401(k) plan. The Council made monthly contributions up to 6.5% of each eligible employee's gross salary. The Council made contributions to the plans totaling \$37,422 and \$35,124 during the years ended October 31, 2022 and 2021, respectively.

NOTE 10. LIQUIDITY AND AVAILABILITY OF RESOURCES

Financial assets available for general expenditure, that is, without donor or other restrictions limiting their use, within one year of the consolidated statement of financial position date, comprise the following:

	2022	2021
Cash	395,761	706,403
Accounts receivable	236,144	76,504
Less cash with donor restrictions	<u>(63,248)</u>	<u>(75,217)</u>
	<u>568,657</u>	<u>707,690</u>

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NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

NOTE 10. LIQUIDITY AND AVAILABILITY OF RESOURCES (Continued)

As part of the liquidity management plan, cash in excess of short-term requirements is invested in accordance with the investment policy of the Organization.

NOTE 11. SUBSEQUENT EVENT

In preparing the financial statements, the Organization has evaluated events and transactions for potential recognition or disclosure through January 12, 2023, the date the financial statements were available to be issued.

SUPPLEMENTARY INFORMATION

NEBRASKA HUMANITIES COUNCIL
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SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
YEAR ENDED OCTOBER 31, 2022

Federal Grantor/Pass-Through Grantor/ Program or Cluster Title	Assistance Listing Number	Identifying Number	Award Expendi- tures
National Endowment for the Humanities State Humanities Program	45.129	S0-263395-19	50,000
National Endowment for the Humanities State Humanities Program	45.129	S0-283089-22	773,328
National Endowment for the Humanities State Humanities Program - ARP	45.129	ZS0-283150-21	<u>664,192</u>
TOTAL EXPENDITURES OF FEDERAL AWARDS			<u><u>1,487,520</u></u>

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NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
YEAR ENDED OCTOBER 31, 2022

NOTE 1. BASIS OF PRESENTATION

The accompanying schedule of expenditures of federal awards (the Schedule) includes the federal award activity of Nebraska Humanities Council and Nebraska Foundation for the Humanities under programs of the federal government for the year ended October 31, 2022. The information in this Schedule is presented in accordance with the requirements of Title 2 U.S. *Code of Federal Regulations* (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Because the Schedule presents only a selected portion of the operations of Nebraska Humanities Council and Nebraska Foundation for the Humanities, it is not intended to and does not present the financial position, changes in net assets, or cash flows of Nebraska Humanities Council and Nebraska Foundation for the Humanities.

NOTE 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Expenditures reported on the Schedule are reported on the accrual basis of accounting. Such expenditures are recognized following the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement.

NOTE 3. SUBRECIPIENTS

Of the federal expenditures presented in the Schedule, Nebraska Humanities Council and Nebraska Foundation for the Humanities provided no federal awards to subrecipients.

NOTE 4. INDIRECT COST RATE

Nebraska Humanities Council and Nebraska Foundation for the Humanities has not elected to use the 10% de minimis indirect cost rate allowed under the Uniform Guidance.

NEBRASKA HUMANITIES COUNCIL
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CONSOLIDATING STATEMENT OF FINANCIAL POSITION
OCTOBER 31, 2022

ASSETS

	Council	Foundation	Consolidated
CURRENT ASSETS			
Cash and cash equivalents	290,004	105,757	395,761
Investments		2,741,019	2,741,019
Accounts receivable	236,144		236,144
Prepaid expenses	7,670		7,670
Cash value life insurance		29,291	29,291
Total current assets	<u>533,818</u>	<u>2,876,067</u>	<u>3,409,885</u>
 PROPERTY AND EQUIPMENT, net	 <u>8,810</u>	 <u> </u>	 <u>8,810</u>
 TOTAL ASSETS	 <u>542,628</u>	 <u>2,876,067</u>	 <u>3,418,695</u>

LIABILITIES AND NET ASSETS

CURRENT LIABILITIES			
Accounts payable	49,191		49,191
Grants payable	17,330		17,330
Expenses accrued	45,489		45,489
Deferred revenue	50,000		50,000
Total current liabilities	<u>162,010</u>	<u> </u>	<u>162,010</u>
 NET ASSETS			
Without donor restrictions	317,370	2,876,067	3,193,437
With donor restrictions	63,248		63,248
Total net assets	<u>380,618</u>	<u>2,876,067</u>	<u>3,256,685</u>
 TOTAL LIABILITIES AND NET ASSETS	 <u>542,628</u>	 <u>2,876,067</u>	 <u>3,418,695</u>

See accompanying notes to consolidated financial statements.

NEBRASKA HUMANITIES COUNCIL
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CONSOLIDATING STATEMENT OF FINANCIAL POSITION
OCTOBER 31, 2021

ASSETS

	Council	Foundation	Consolidated
CURRENT ASSETS			
Cash and cash equivalents	196,346	510,057	706,403
Investments		2,749,410	2,749,410
Accounts receivable	76,504		76,504
Prepaid expenses	7,942		7,942
Cash value life insurance		27,805	27,805
Total current assets	<u>280,792</u>	<u>3,287,272</u>	<u>3,568,064</u>
 PROPERTY AND EQUIPMENT, net	 <u>19,764</u>	 <u> </u>	 <u>19,764</u>
 TOTAL ASSETS	 <u>300,556</u>	 <u>3,287,272</u>	 <u>3,587,828</u>

LIABILITIES AND NET ASSETS

CURRENT LIABILITIES			
Accounts payable	103,401		103,401
Grants payable	22,849		22,849
Expenses accrued	48,111		48,111
Total current liabilities	<u>174,361</u>	<u> </u>	<u>174,361</u>
 NET ASSETS			
Without donor restrictions	50,978	3,287,272	3,338,250
With donor restrictions	75,217		75,217
Total net assets	<u>126,195</u>	<u>3,287,272</u>	<u>3,413,467</u>
 TOTAL LIABILITIES AND NET ASSETS	 <u>300,556</u>	 <u>3,287,272</u>	 <u>3,587,828</u>

See accompanying notes to consolidated financial statements.

NEBRASKA HUMANITIES COUNCIL
d/b/a HUMANITIES NEBRASKA®
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NEBRASKA FOUNDATION FOR THE HUMANITIES
CONSOLIDATING STATEMENT OF ACTIVITIES
YEAR ENDED OCTOBER 31, 2022

	Council		Foundation	
	Without Donor Restrictions	With Donor Restrictions	Without Donor Restrictions	Consolidated
REVENUES AND SUPPORT				
Contributions and grants	2,420,286	222,911	4,056	2,647,253
Fee income	27,673			27,673
Interest and dividends	2,509		107,368	109,877
Realized gain on investments				
Unrealized loss on investments			(452,844)	(452,844)
Other income	1,036			1,036
Net assets released from restrictions	<u>234,880</u>	<u>(234,880)</u>	<u> </u>	<u> </u>
Total revenues and support	<u>2,686,384</u>	<u>(11,969)</u>	<u>(341,420)</u>	<u>2,332,995</u>
EXPENSES				
Program services	1,983,263			1,983,263
Management and general	333,096		8,955	342,051
Fundraising	<u>164,463</u>	<u> </u>	<u> </u>	<u>164,463</u>
Total expenses	<u>2,480,822</u>	<u> </u>	<u>8,955</u>	<u>2,489,777</u>
CHANGE IN NET ASSETS	205,562	(11,969)	(350,375)	(156,782)
TRANSFERS	60,830		(60,830)	
NET ASSETS, beginning of year	<u>50,978</u>	<u>75,217</u>	<u>3,287,272</u>	<u>3,413,467</u>
NET ASSETS, end of year	<u><u>317,370</u></u>	<u><u>63,248</u></u>	<u><u>2,876,067</u></u>	<u><u>3,256,685</u></u>

See accompanying notes to consolidated financial statements.

NEBRASKA HUMANITIES COUNCIL
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CONSOLIDATING STATEMENT OF ACTIVITIES
YEAR ENDED OCTOBER 31, 2021

	Council		Foundation	
	Without Donor Restrictions	With Donor Restrictions	Without Donor Restrictions	Consolidated
REVENUES AND SUPPORT				
Contributions and grants	1,660,253	194,956	3,915	1,859,124
Fee income	16,050			16,050
Interest and dividends	113		68,724	68,837
Realized loss on investments			52,527	52,527
Unrealized gain on investments			272,260	272,260
Other income	5,553			5,553
Net assets released from restrictions	194,317	(194,317)	—	—
Total revenues and support	1,876,286	639	397,426	2,274,351
EXPENSES				
Program services	1,334,448			1,334,448
Management and general	319,824		8,620	328,444
Fundraising	156,411			156,411
Total expenses	1,810,683	—	8,620	1,819,303
CHANGE IN NET ASSETS	65,603	639	388,806	455,048
TRANSFERS	(417,598)		417,598	
NET ASSETS, beginning of year	402,973	74,578	2,480,868	2,958,419
NET ASSETS, end of year	50,978	75,217	3,287,272	3,413,467

See accompanying notes to consolidated financial statements.



**DANA F. COLE
& COMPANY^{LLP}**
CERTIFIED PUBLIC ACCOUNTANTS

INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER
FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS
BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN
ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS

To the Board of Directors
Nebraska Humanities Council
d/b/a Humanities Nebraska®
and
Nebraska Foundation for the Humanities
Lincoln, Nebraska

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the consolidated financial statements of Nebraska Humanities Council and Nebraska Foundation for the Humanities (nonprofit organizations), which comprise the consolidated statement of financial position as of October 31, 2022, and the related consolidated statements of activities, functional expenses, and cash flows for the year then ended, and the related consolidated notes to the financial statements, and have issued our report thereon dated January 12, 2023.

Report on Internal Control Over Financial Reporting

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

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

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

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether Nebraska Humanities Council and Nebraska Foundation for the Humanities' consolidated financial statements are free from material misstatement, we performed tests of their compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the consolidated financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of this Report

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

Dana F Cole + Company, LLP

Lincoln, Nebraska
January 12, 2023



**DANA F. COLE
& COMPANY^{LLP}**
CERTIFIED PUBLIC ACCOUNTANTS

INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR
PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE
IN ACCORDANCE WITH THE UNIFORM GUIDANCE

To the Board of Directors
Nebraska Humanities Council
d/b/a Humanities Nebraska®
and
Nebraska Foundation for the Humanities
Lincoln, Nebraska

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited Nebraska Humanities Council and Nebraska Foundation for the Humanities' compliance with the types of compliance requirements identified as subject to audit in the OMB Compliance Supplement that could have a direct and material effect on each of Nebraska Humanities Council and Nebraska Foundation for the Humanities' major federal programs for the year ended October 31, 2022. Nebraska Humanities Council and Nebraska Foundation for the Humanities' major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

In our opinion, Nebraska Humanities Council and Nebraska Foundation for the Humanities complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended October 31, 2022.

Basis for Opinion on Each Major Federal Program

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Our responsibilities under those standards and the Uniform Guidance are further described in the Auditor's Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of Nebraska Humanities Council and Nebraska Foundation for the Humanities and to meet our other ethical responsibilities, in accordance with relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on compliance for each major federal program. Our audit does not provide a legal determination of Nebraska Humanities Council and Nebraska Foundation for the Humanities' compliance with the compliance requirements referred to above.

Responsibilities of Management for Compliance

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules, and provisions of contracts or grant agreements applicable to Nebraska Humanities Council and Nebraska Foundation for the Humanities' federal programs.

Auditor's Responsibilities for the Audit of Compliance

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on Nebraska Humanities Council and Nebraska Foundation for the Humanities' compliance based on our audit. 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, *Government Auditing Standards*, and the Uniform Guidance will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about Nebraska Humanities Council and Nebraska Foundation for the Humanities' compliance with the requirements of each major federal program as a whole.

In performing an audit in accordance with generally accepted auditing standards, *Government Auditing Standards*, and the Uniform Guidance, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material noncompliance, 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 Nebraska Humanities Council and Nebraska Foundation for the Humanities' compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- Obtain an understanding of Nebraska Humanities Council and Nebraska Foundation for the Humanities' internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of Nebraska Humanities Council and Nebraska Foundation for the Humanities' internal control over compliance. Accordingly, no such opinion is expressed.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and any significant deficiencies and material weaknesses in internal control over compliance that we identified during the audit.

Report on Internal Control over Compliance

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

Our consideration of internal control over compliance was for the limited purpose described in the Auditor's Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance. Given these limitations, during our audit we did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above. However, material weaknesses or significant deficiencies in internal control over compliance may exist that were not identified.

Our audit was not designed for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, no such opinion is expressed.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

Dana F Cole + Company, LLP

Lincoln, Nebraska
January 12, 2023

NEBRASKA HUMANITIES COUNCIL
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AND
NEBRASKA FOUNDATION FOR THE HUMANITIES
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
YEAR ENDED OCTOBER 31, 2022

SECTION I. SUMMARY OF AUDITOR'S RESULTS

Financial Statements

Type of auditor's report issued: Unmodified

Internal control over financial reporting:

Material weakness identified: Yes No

Significant deficiencies identified that are not considered to be material weaknesses: Yes None reported

Noncompliance matter to the financial statements disclosed: Yes No

Federal Awards

Internal control over major programs:

Material weakness identified: Yes No

Significant deficiencies identified that are not considered to be material weaknesses: Yes None reported

Type of auditor's report issued on compliance for major programs: Unmodified

Any audit findings disclosed that are required to be reported in accordance with 2 CFR Section 200.516(a): Yes No

Identification of Programs audited as Major Programs:

National Endowment for the Humanities
State Humanities Program 45.129

Dollar threshold used to distinguish between type A and type B programs: \$750,000

Auditee qualified as a low-risk auditee: Yes No

NEBRASKA HUMANITIES COUNCIL
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SCHEDULE OF FINDINGS AND QUESTIONED COSTS
YEAR ENDED OCTOBER 31, 2022

SECTION II. FINANCIAL STATEMENT FINDING

None reported.

SECTION III. FEDERAL AWARD FINDINGS AND QUESTIONED COSTS

None reported.

NEBRASKA HUMANITIES COUNCIL
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NEBRASKA FOUNDATION FOR THE HUMANITIES
SCHEDULE OF PRIOR FINDINGS, QUESTIONED COSTS, AND RECOMMENDATIONS
YEAR ENDED OCTOBER 31, 2022

SECTION I. SUMMARY OF AUDITOR'S RESULTS

Our prior year audit disclosed no findings that are required to be reported.