


**OFFICER'S CERTIFICATE**  
**(TOC)**

The undersigned, being the duly serving President/CEO of THOROUGHBRED OWNERS OF CALIFORNIA, a California Non-Profit Mutual Benefit Corporation ("Corporation"), hereby certifies that the Corporation's Financial Statements for Fiscal Years 2021 and 2022, which are attached hereto, were prepared without audit from the books and records of the Corporation. This Officer's Certificate is being executed and delivered pursuant to the provisions of Section 7.02(i) of the Corporation's Bylaws.

Dated: October 19, 2023

  
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BILL NADER,  
President & CEO

**THOROUGHBRED OWNERS OF CALIFORNIA  
STATEMENTS OF FINANCIAL POSITION  
JUNE 30, 2022 AND 2021**

	2022	2021
<b>ASSETS</b>		
<b>CURRENT ASSETS</b>		
Cash and Cash Equivalents	\$ 227,656	\$ 1,208,201
Cash Held in Trust	13,830,101	8,988,481
Cash, Nonpari-Mutuel	2,494	2,668
Investments	1,013,657	296,629
Investments, Nonpari-mutuel	394,816	394,816
Accounts Receivable, Race Tracks and Other	549,476	337,936
Prepaid Expenses and Other Current Assets	68,218	62,196
Total Current Assets	16,086,418	11,290,927
<b>FIXED ASSETS</b>		
Office Equipment, Furniture, and Fixtures	49,006	43,323
Computer Equipment and Software	12,359	12,359
Total Fixed Assets	61,365	55,682
Less: Accumulated Depreciation	(56,132)	(54,446)
Fixed Assets, Net	5,233	1,236
Total Assets	\$16,091,651	\$ 11,292,163
<b>LIABILITIES AND NET ASSETS</b>		
<b>CURRENT LIABILITIES</b>		
Accounts Payable	\$ 133,483	\$ 86,455
Accrued Liabilities	15,001	86,701
Total Current Liabilities	148,484	173,156
Accrued CMC Liabilities	1,411,941	208,621
Deferred ADW Funds	12,358,059	8,750,000
Total Liabilities	13,918,484	9,131,777
<b>NET ASSETS</b>		
Net Assets Without Donor Restrictions	2,173,167	2,160,386
Total Net Assets	2,173,167	2,160,386
Total Liabilities and Net Assets	\$16,091,651	\$ 11,292,163

**THOROUGHBRED OWNERS OF CALIFORNIA  
STATEMENTS OF ACTIVITIES  
YEARS ENDED JUNE 30, 2022 AND 2021**

	<u>2022</u>	<u>2021</u>
	<u>Without Donor</u>	<u>Restrictions</u>
<b>REVENUES</b>		
Track Revenue	\$ 1,196,512	\$ 1,026,369
Management Services	205,000	205,000
Sponsorships	70,000	70,000
Investment Income (Loss)	(107,958)	(121,007)
PPP Loan Forgiveness	71,700	-
Insurance Proceeds	-	50,000
Contributed Office Space	59,016	59,016
Total Revenues	<u>1,494,270</u>	<u>1,289,378</u>
<b>EXPENSES</b>		
Program	1,298,432	1,156,844
Management and General Expenses	183,057	131,486
Total Expenses	<u>1,481,489</u>	<u>1,288,330</u>
<b>CHANGE IN NET ASSETS</b>	12,781	1,048
Net Assets - Beginning of Year	<u>2,160,386</u>	<u>2,159,338</u>
<b>NET ASSETS - END OF YEAR</b>	<u>\$ 2,173,167</u>	<u>\$ 2,160,386</u>

**THOROUGHBRED OWNERS OF CALIFORNIA  
STATEMENTS OF CASH FLOWS  
JUNE 30, 2022 AND 2021**

	<u>2022</u>	<u>2021</u>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Change in Net Assets	\$ 12,781	\$ 1,048
Adjustments to Reconcile Change in Net Assets to Net Cash Provided by Operating Activities		
Depreciation	1,686	944
Changes in Operating Assets and Liabilities		
Accounts Receivable	(211,540)	(121,424)
Prepaid Expenses and Other Current Assets	(6,022)	(13,739)
Accounts Payable and Accrued Liabilities	4,786,707	8,717,488
Net Cash Provided by Operating Activities	<u>4,583,612</u>	<u>8,584,317</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Purchases of Investments	(1,505,683)	-
Maturity of Investments	782,972	598,240
Net Cash Provided by Investing Activities	<u>(722,711)</u>	<u>598,240</u>
<b>NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS</b>	3,860,901	9,182,557
Cash and Cash Equivalents - Beginning of Year	<u>10,199,350</u>	<u>1,016,793</u>
<b>CASH AND CASH EQUIVALENTS - END OF YEAR</b>	<u>\$14,060,251</u>	<u>\$ 10,199,350</u>
<b>CASH AND CASH EQUIVALENTS</b>		
Cash and Cash Equivalents	\$ 227,656	\$ 1,208,201
Restricted Cash	13,830,101	8,988,481
Cash, Nonpari-Mutuel	2,494	2,668
Total Cash and Equivalents	<u>\$14,060,251</u>	<u>\$ 10,199,350</u>