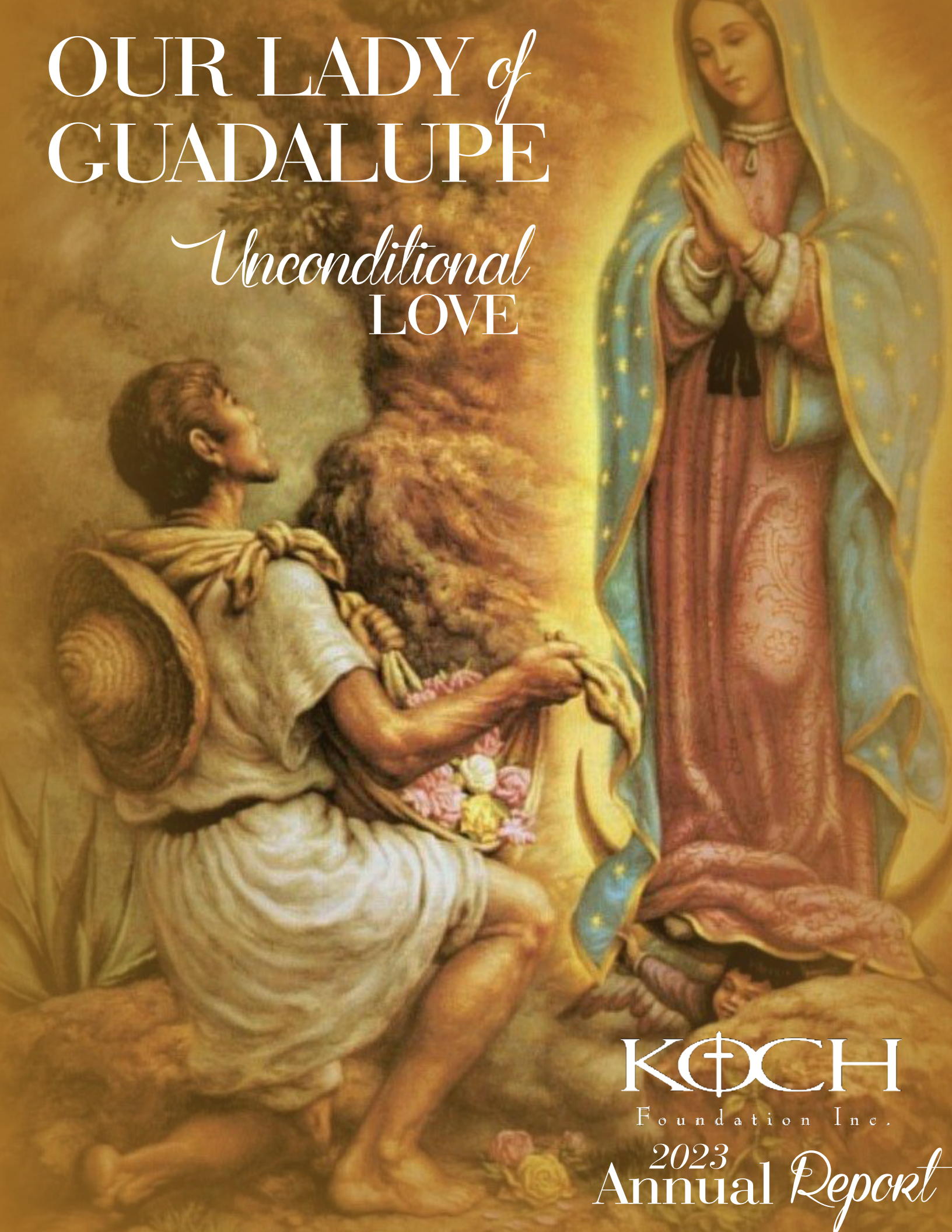


OUR LADY *of* GUADALUPE

Unconditional
LOVE



KΦCH

Foundation Inc.

2023
Annual Report

Mission Statement



Carl & Paula Koch

Carl Koch's belief that he was "just a steward of the finances given by God to use on His behalf" inspired the commitment he and his wife, Paula, made to founding the Koch Foundation in 1979. The Foundation's goals are to strengthen and propagate the Roman Catholic faith by providing grant support for a wide variety of evangelization efforts. In considering applications, major emphasis is placed on sound but financially needy evangelical programs.

The Koch Foundation is international in scope with no geographical preference.

Letter From The Executive Director

After making my home in Texas, I have witnessed the growing devotion to Our Lady of Guadalupe and I do not believe this can be explained as a cultural, historical, or even miraculous phenomenon. Rather it is an answer to a glorious invitation from the Queen of Heaven to accept her as our mother. And it makes sense that in a time when there is war in Ukraine, continued unrest in the Middle East, new threats from North Korea, egregious human rights violations in Nigeria, a prolonged economic crisis in Venezuela, and a deepening political divide in the United States, that people would again turn to her. Who else but the Mother of the true God, also named as Patroness of the Americas, could heal these wounds?

According to tradition, she appeared to Saint Juan Diego on December 9, 1531, the “poor, rustic lowly man to whom she entrusted her will. Her appearances at the Hill of Tepeyac heralded the end of human sacrifice among the Aztecs and began the conversion of over 10 million people in a few years, and even after nearly 500 years her message continues to urge new generations of the faithful to share a message of hope and comfort as promised by God’s compassion in their daily lives. She promises to heal all sorrows, hardships, and sufferings, tells us that is “truly [our] Mother, [ours] and all the people who live united in this land and of all the other people of different ancestries, those who love [her], those who seek [her], those who trust in [her].”

Just as the Blessed Virgin of Guadalupe came to bring hope to the people of Latin America, we are called to bring hope to those who need it. Her message is always one of love, compassion, succor, and defense of the oppressed – a message that has the power to strengthen the faith and courage of all who hear it. For to overcome our transgressions, our temptations, our tendencies toward discouragement, hopelessness, and despair, we need hope and courage, We need love and compassion. We need help and protection. We need the grace bestowed through her, Our Lady of Guadalupe.

I close with these words given to Saint Juan Diego by the Blessed Virgin at Tepeyac, for they were meant to be shared and taken to heart just as deeply by each of us as they were by her messenger.

Let nothing discourage you, nothing depress you.

Let nothing alter your heart or your countenance.

Do not fear any illness or vexation, anxiety or pain.

Am I not here who am your mother?

Are you not under my shadow and protection?

Am I not your fountain of life?

Are you not in the folds of my mantle?

In the crossing of my arms?

Can there be anything else you need?

Carolyn Young

Introduction to

OUR LADY of GUADALUPE

Our Lady of Guadalupe is a celebrated icon of the Virgin Mary, revered by Catholics throughout the world. The story of Our Lady of Guadalupe dates to 16th century Mexico, when the Virgin Mary is said to have appeared on several occasions to Saint Juan Diego, an Aztec convert to Catholicism, on a hill in Tepeyac. According to the story, Mary asked Juan Diego to tell the bishop of her visit so that a chapel could be built in her honor. He did as she asked, however the bishop did not believe his story and so turned him away. Disheartened, he returned to the Hill of Tepeyac where he had first seen the Blessed Virgin and when she reappeared before him, he told of her of his failure and begged to send someone “noble and worthy of respect” to meet with the bishop. Mary encouraged Juan Diego to return to the bishop’s house and explain that he was sent by “the Virgin Mary, Mother of the true God.”

Still the bishop remained unconvinced and told Juan Diego to ask for a sign from Mary that would prove unequivocally that she was indeed the Mother of God and that it was her will for a chapel to be built. Mary listened to the bishop’s request and assured Juan Diego that she would provide the requested sign. He was not able to meet her again as he had intended, having to tend to a gravely ill relative, and in his despair at having been unable to keep his promise to her, he traveled a different route, one that would not take him near the Hill of Tepeyac. Mary appeared to him even there, accepted his apology, and assured him that his relative had been healed. She then instructed him to go up the hill and gather all the roses he found blooming and place them in his cloak. The area was rocky with little vegetation, an unlikely site for roses to bloom, but Juan Diego believed in Mary and went up the hill, where he found a bounty of fragrant roses. He gathered them in his cloak and took them to Mary, who carefully arranged them before telling him that no one but the bishop was to see what he carried.

Juan Diego traveled with great care to the bishop’s house, his cloak tightly closed, and only when he was before the bishop did he open the cloak. As the roses poured forth, they revealed a beautiful image of the Blessed Virgin as a Mestiza woman clad in traditional garb with a crown of stars - just as she had appeared on the Hill of Tepeyac - imprinted on the material. The cloak he wore, known as a tilma, is made of cactus fiber and as such should have disintegrated within 20 years, but it, and the image of Mary, remain intact to this day.

The chapel was built as Mary had requested, there on the Hill of Tepeyac where she first appeared to Juan Diego, near modern Mexico City. The chapel was later expanded into the Basilica of Our Lady of Guadalupe, which is now one of the most important Catholic shrines in the world.

Our Lady of Guadalupe is named the patroness of the Americas, and her feast day is December 12th. She is also considered a symbol of unity and hope who is always with us. She offers unconditional love, and we need her grace, love, compassion, and protection to help us overcome our sins.



Direct Evangelization & Mass Media

“And Mary said: ‘My soul glorifies the Lord and my spirit rejoices in God my Savior, for he has been mindful of the humble state of his servant. From now on all generations will call me blessed.’”

Luke 1:46-48



Diocese of Killaloe, Killaloe, Ireland



*Idaho Corporation of Benedictine Sisters,
Boise City, Idaho*

When Our Lady appeared to Juan Diego she appeared as an Aztec Princess and spoke with an Aztec native in his own native tongue which was relatable to the local people. Because she appeared at Tepeyac, a place of sacred significance for the people's pagan religion, Mary was sending a message that she was the mother of the true God, and that Christianity would replace the Aztec religion. The symbols that were a part of the image she left behind spoke to the native people and revealed to them the beauty and truth of the Christian religion.

The Koch Foundation funds Direct Evangelization programs and religious activities that directly support, strengthen and spread the Catholic proclamation of Christ's Gospel.



*Daughters of Charity,
Cochabamba, Bolivia*

Direct Evangelization & Mass Media

Centro Comunitario Teresiano, A.C., Leon, Mexico	\$10,000.00
Saint Basil the Great Mission, Charlotte, NC	\$15,000.00
St. Labre Indian School Educational Association, Ashland, MT	\$15,000.00
Missionary Servants of the Most Holy Trinity, Camden, MS.....	\$15,000.00
Felician College, Rutherford, NJ	\$10,000.00
Armenian Catholic Eparchy of Our Lady of Nareg,	\$15,000.00
in United States and Canada Various locations in the US and Canada	
Diocese of Rapid City, Rapid City, SD	\$10,000.00
NET Ministries, Inc., St. Paul, MN	\$10,000.00
Central Catholic High School, San Antonio, TX	\$10,000.00
St. Patrick's Church, Gainesville, FL	\$20,000.00
St. Anne's Catholic Parish, Auckland, New Zealand	\$10,000.00
Regina Health Center, Richfield, OH	\$15,000.00
Maronite Sisters of the Holy Family, Orange, CA	\$15,000.00
Mother Boniface Spirituality Center, Philadelphia, PA	\$15,000.00
Donnelly College, Kansas City, KS	\$15,000.00
Santa Rosa Children's Hospital Foundation, San Antonio, TX	\$15,000.00
Archdiocese of Washington, Washington, DC	\$15,000.00
Discalced Carmelite Friars, Oklahoma Province of St. Therese San Antonio, TX	\$15,000.00
Ursuline College Pepper, Pike, OH	\$10,000.00
Lumen Christi Institute, Chicago, IL	\$10,000.00
Missionary Servants of the Most Blessed Trinity, Bellmawr, NJ	\$15,000.00
Holy Cross Church, Fairview, PA	\$10,000.00
Maronite Servants of Christ the Light, Dartmouth, MA	\$15,000.00
Catholic Center at Northeastern University, Boston, MA	\$10,000.00
Missionary Servants of the Most Holy Trinity, Tucson, AZ	\$15,000.00
Roncalli High School, Manitowoc, WI	\$7,000.00
St. Francis Center, Los Angeles, CA	\$15,000.00
Carmelite Sisters of the Divine Heart of Jesus, Wauwatosa, WI	\$20,000.00
Camp Veritas, Inc., Hopewell, NY	\$10,000.00
Missionary Servants of the Most Blessed Trinity, Mobile, AL	\$15,000.00
St. Joseph's Children's Home, Torrington, WY	\$10,000.00
Georgian Court University, Lakewood, NJ	\$7,000.00
Focolare Movement, Cario, Egypt	\$5,000.00
Our Lady of Guadalupe Parish, Ferguson, MO	\$10,000.00
St. Francis de Sales Catholic Church, Moorhead, MN	\$15,000.00
Our Lady of Lebanon National Shrine, North Jackson, OH	\$10,000.00
Diocese of Vinh, Vinh, Viet Nam	\$10,000.00
Vilnius St. Francis Assisi Parish, Vilnius, Lithuania	\$10,000.00

Direct Evangelization & Mass Media

Our Lady of Fatima Catholic Parish, Kisumu, Kenya	\$8,000.00
St. Mary Catholic Church Box, Elder, MT	\$20,000.00
Eparchy of Saint Vladimir Le Grand De Paris, Vincennes, France	\$15,000.00
Order of Friars Minor General Curia, Various dioceses worldwide	\$200,000.00
St. Francis Central Coast Catholic High School, Watsonville, CA	\$15,000.00
Bethlehem Farm, Inc., Talcott, WV	\$15,000.00
Catholic Rural Life, St. Paul, MN	\$15,000.00
Montserrat Retreat House, Fort worth, TX	\$10,000.00
Dominican Youth Movement USA, Amityville, NY	\$10,000.00
Bernardinai Youth Centre, Vilnius, Lithuania	\$11,000.00
Jesuit Spiritual Center at Milford, Milford, OH	\$10,000.00
Archdiocese of Tegucigalpa, Tegucigalpa, Honduras	\$12,000.00
Dismas Ministry, Inc., Milwaukee, WI	\$15,000.00
Apostolic Administration of Kyrgyzstan, Bishkek, Kyrgyzstan	\$15,000.00
Diocese of Kontagora, Kontagora, Nigeria	\$10,000.00
University of St. Francis, Sucre, Bolivia	\$10,000.00
Missionary Servants of the Most Blessed Trinity, New Hartford, CT	\$15,000.00
Franciscan Youth Ministry of Kretinga, Kretinga, Lithuania	\$10,000.00
Saint Nicholas Ukrainian Catholic Church, Philadelphia, PA	\$15,000.00
Monastery of the Holy Cross, Chicago, IL	\$10,000.00
Missio ad Gentes, Libreville, Gabon	\$10,000.00
American Federation Pueri Cantores, Orange, CA	\$10,000.00
Koinonia Jan Krstitel Nizany, Klatov, Slovakia	\$5,000.00
Diocese of Bongaigaon, Bongaigaon, India	\$10,000.00
Catholic Community Services of Southern Arizona, Inc., Tucson, AZ	\$15,000.00
Benedictine Sisters of Erie, Erie, PA	\$10,000.00
St. Matthias Catholic Church, Somerset, NJ	\$10,000.00
Terra Sancta Retreat Center, Rapid City, SD	\$11,000.00
Lord Teach Me To Pray, New Orleans, LA	\$10,000.00
Daughters of St. Paul, Inc., Boston, MA	\$15,000.00
Radio Deon, Chicago, IL	\$15,000.00
Diocese of Rapid City, Rapid City, SD	\$10,000.00
Diocese of Superior, Haugen, WI	\$10,000.00
Eparchy of Our Lady of Lebanon of Los Angeles, Zghorta, Lebanon	\$15,000.00
St. James Catholic Church, Chicago, IL	\$10,000.00
Diocese of El Paso, El Paso, TX	\$10,000.00
St. John Vianney Theological Seminary, Denver, CO	\$15,000.00
Eternal Word Television Network, Nairobi, Kenya	\$10,000.00
Daughters of St Paul, Makurdi, Nigeria	\$9,000.00
Diocese of San Marcos de Arica, Arica, Chile	\$10,000.00

TOTAL \$1,135,000

Preparation of Evangelists

“And his mother and his brothers came, and standing outside they sent to him and called him. And a crowd was sitting around him, and they said to him, “Your mother and your brothers are outside, seeking you.” And he answered them, “Who are my mother and my brothers?” And looking about at those who sat around him, he said, “Here are my mother and my brothers! For whoever does the will of God, he is my brother and sister and mother.”

Mark 3:31-35



Franciscan, San Jose, Ecuador

Religious men and women follow the Mother of God by accepting all people and showing unconditional love and work with the poor worldwide. All religious congregations have embedded in their mission a love for the poor. They serve the poor and those forgotten by society. Many are located in remote, hostile areas or in slums wherever they have felt a calling, teaching the Word of God.

The Koch Foundation funds the Preparation of Evangelists formation programs and religious activities that prepare individuals and groups to proclaim the Good News of salvation through the Catholic faith.



Brothers of the Sacred Heart, Rome, Italy



*Franciscan Sisters of Mary Immaculate
Province of San Jose, San Jose, Peru*

Preparation of Evangelists

Diocese of Lexington, Ashland, KY	\$10,000.00
Catholic Diocese of Ndola, Ndola, Zambia	\$10,000.00
St. Barnabas Catholic Church - Sefwi-Futa, Sefwi-Wiawso, Ghana	\$10,000.00
Diocese of Ifakara, Ifakara, Tanzania	\$10,000.00
Order of the Clerics Regular Minor, Kerala, Kerala, India	\$10,000.00
International Dominican Foundation, Rome, Italy	\$15,000.00
Dominican Missionary Sisters of the Sacred Heart of Jesus Generalate, East Sussex, UK	\$10,000.00
Poor Clares, Monastery of the Most Holy Trinity, Tepic, Mexico	\$10,000.00
Order of Friars Minor General Curia Various dioceses throughout the world	\$200,000.00
Franciscan Clarist Congregation Generalate, Nirmalrani Province, Morogoro, Tanzania ..	\$10,000.00
Major Seminary of the Prelature of Yauyos, Canete, Peru	\$10,000.00
Armenian Catholic Mesrobian High School and Technical College Bourj, Hammound, Lebanon	\$10,000.00
St. Thomas More Parish, Karonga, Malawi	\$8,000.00
Benedictine Sisters, St. Placid Priory, Lacey, WA	\$20,000.00
Holy Ghost Fathers and Brothers, Malawi, Blantyre, Malawi	\$7,000.00
Franciscan Missionary Sisters of Assisi - Mary Mother of God Delegation, Karen, Kenya ..	\$10,000.00
Lovers of the Holy Cross of Go, Vap Ho, Viet Nam	\$20,000.00
St. Kizito's Parish, Kabila, Mwanza, Tanzania	\$8,000.00
Bangalore Alphonsian Society, Jharkhand, India	\$7,000.00
St. Claret Vocational Training Institute, Jinga, Uganda	\$10,000.00
Sacred Heart Church, Cario, Egypt	\$5,000.00
Sisters of the Holy Rosary Congregation, Mzuzu, Malawi	\$10,000.00
Franciscan Sisters of the Immaculate Heart of Mary, Nyeri, Nyeri, Kenya	\$11,000.00
Kaunas Archdiocese Youth Centre, Kaunas, Lithuania	\$10,000.00
Redemptoris Mater Archdiocesan Missionary Seminary, Kearny, NJ	\$10,000.00
Friends in Solidarity, Juba, South Sudan	\$10,000.00
Sisters of Our Lady of Kilimanjaro ,Arusha,Tanzania	\$10,000.00
Archdiocese for the Military Services, USA ,Washington, DC	\$15,000.00
St. Anthony Parish - Sefwi-Chirano, Sefwi-Bekwai, Ghana	\$10,000.00
Society of Jesus, Portuguese Province, Lisbon, Portugal	\$15,000.00
Vicariate Apostolic of the Galapagos, Galapagos Islands, Ecuador	\$15,000.00
Poor Clares, Monastery of Saint Damian, Zacatecas, Mexico	\$10,000.00
Diocese of Lafayette, Lafayette, LA	\$10,000.00
Eparchy of Our Lady of Lebanon of Los Angeles,Sidon, Lebanon	\$15,000.00
Rural Missionary Solidarity Service Foundation (SOLMIRU), Linares, Chile	\$10,000.00
Missionary Sisters of the Cross of Chavanod Katikamu Community, Katikamu, Uganda ..	\$10,000.00
Congregation of Canons Regular of Saint Victor of The Order of Saint Augustine, Arusha,Tanzania ..	\$10,000.00
Vagabond Missions, Pittsburgh, PA	\$10,000.00
Dominican School of Philosophy & Theology, Berkeley, CA	\$10,000.00
African Benedictine Sisters of Our Lady Help of Christians Formation House - Narunyu, Lindi, Tanzania ..	\$10,000.00
Order of Friars Minor, Province of the Sacred Heart, Chicago, IL	\$15,000.00
Augustinians of the Assumption, Province of Africa Butembo, Democratic Republic of the Congo	\$10,000.00

Preparation of Evangelists

Comboni Missionary Sisters, Inc., Richmond, VA	\$60,000.00
Franciscan Missionary Sisters of Assisi - Mission Secretariat (General Curia), Assisi, Italy ..	\$10,000.00
St. Cajetan Parish, Siaya, Kenya	\$10,000.00
Daughters of Mary Immaculate, Kara, Kara, Togo	\$14,000.00
Carmelite Communities Associated, Baltimore, MD	\$10,000.00
Poor Clares, Monastery of the Immaculate Heart of Mary, Basilan, Philippines	\$8,000.00
Secular Franciscan Order in Lithuania, Telsiai, Lithuania	\$10,000.00
Pallottine Missionary Sisters Province of Tanzania, Arusha, Tanzania	\$10,000.00
Seminario Conciliar de Mexico, Mexico City, Mexico	\$15,000.00
Missionary Servants of the Most Blessed Trinity, Savannah, GA	\$15,000.00
St. Clare Novitiate, Lusaka, Zambia	\$10,000.00
Redemptoris Mater Archdiocesan Missionary Seminary, Denver, CO	\$10,000.00
Missionary Servants of the Most Holy Trinity, San Isidro, Costa Rica	\$15,000.00
St. Mary Parish, Dwinase Sefwi, Wiawso, Ghana	\$10,000.00
Our Lady of Victory Charities, Lackawanna, NY	\$10,000.00
Servants of the Blessed Virgin Mary, Mangochi, Malawi	\$10,000.00
Sisters of the Order of St. Benedict, Mwanza, Mwanza, Tanzania	\$15,000.00
Holy Ghost Fathers, Foundation of Kenya, Nairobi, Kenya	\$10,000.00
Dominican Sisters of St. Catherine of Siena, Faisalabad, Pakistan	\$10,000.00
Missionary Servants of the Most Holy Trinity, Tegucigalpa, Honduras	\$15,000.00
Society for the Propagation of the Faith, US National Office, Various countries in Africa ...	\$400,000.00
Diocese of Gracias, Gracias, Honduras	\$15,000.00
Holy Ghost Fathers - Spiritans, Mombasa, Kenya	\$15,000.00
Daughters of Mary Immaculate (Marianist) Ho, Chi Minh, Viet Nam	\$15,000.00
Eparchy of St. Josaphat in Parma, Parma, OH	\$10,000.00
Sisters of St. Charles Borromeo, Morogoro, Tanzania	\$10,000.00
Our Lady of Lourdes Parish, Katoke, Kagera, Tanzania	\$10,000.00
Daughters of Charity of St. Vincent de Paul, Province of Nigeria, Port Harcourt, Nigeria ...	\$15,000.00
Diocese of Bongaigaon, Bongaigaon, India	\$3,000.00
Benedictine Camaldolese Nuns, Arusha, Tanzania	\$10,000.00
Eparchy of Our Lady of Lebanon of Los Angeles, Zahle, Lebanon	\$15,000.00
Orantes of the Assumption, West Africa, Abidjan, Ivory Coast	\$15,000.00
Crosier Fathers and Brothers, Java, Indonesia	\$15,000.00
Divine Word College, Epworth, IA	\$15,000.00
Poor Clares, Monastery of the Three Sacred Hearts, Nogales, Mexico	\$10,000.00
Order of the Clerics Regular Minor, St. Francis Caracciolo Formation House, Nairobi, Kenya ..	\$10,000.00
Poor Clares of Bomadi, Nigeria, Bomadi, Nigeria	\$10,000.00
Augustinians of the Assumption, Province of Madagascar, Finarantsoa, Madagascar ...	\$10,000.00
Lovers of the Holy Cross of Phat Diem Ninh, Binh, Viet Nam	\$14,000.00
NGO InteRed, Kwilu, Democratic Republic of the Congo	\$10,000.00
Diocese of Same, Kilimanjaro, Tanzania	\$8,000.00
St. Andrew Catholic Church - Ifakara, Ifakara, Tanzania	\$9,000.00

Preparation of Evangelists

Archdiocese of Kumasi, Kumasi, Ghana	\$10,000.00
Caritas of the Prelature of Yauyos, Canete, Peru	\$10,000.00
Lovers of the Holy Cross of Go Vap, Seattle, WA	\$15,000.00
Catholic Theological Union, Chicago, IL	\$20,000.00
Uganda Martyrs Parish - Lumala, Mwanza, Tanzania	\$4,000.00
Poor Clares of Nigeria, Ijebu-Ode, Nigeria	\$10,000.00
RC Federation, Cumming, GA	\$10,000.00
Handmaids of Mary, Jharsuguda-Mary Villa, Jharsuguda, India	\$1,300.00
Congregation of the Mission, Western Province, Nairobi, Kenya	\$5,000.00
Poor Clares, Mater Dei Monastery, Kigali, Rwanda	\$10,000.00
Stella Maris Major Seminary, Nha Trang, Viet Nam	\$10,000.00
Claretian Missionaries, St. Charles Lwanga Independent Delegation, Morogoro, Tanzania ..	\$11,000.00
Franciscan Sisters of St. Mary of the Angels Dar es, Salaam, Tanzania	\$10,000.00
Redemptoris Mater Missionary Seminary, Libreville, Gabon	\$10,000.00
Eparchy of St. Maron of Brooklyn, Brooklyn, NY	\$14,000.00
Noviciat Pere Monti, Sangmelima, Cameroon	\$10,000.00
Daughters of Mary Help of Christians, Mother of the Church Pre-Province, Rome, Italy ..	\$15,000.00
St. Peter Catholic Church - Sefwi-Anyinabrim, Sefwi-Bekwai, Ghana	\$10,000.00
Missionary Sisters of the Blessed Sacrament, Sagbama Mission, Bayelsa, Nigeria	\$10,000.00
Claretian Missionaries, St. Charles Lwanga Independent Delegation, Ngong, Kenya	\$11,000.00
Passionist Fathers, St. Gemma Galgani, Arusha, Tanzania	\$10,000.00
Missionary Sisters of the Holy Family, Meru, Nairobi, Kenya	\$10,000.00
Diocese of Little Rock, Little Rock, AR	\$10,000.00
Franciscan Nuns of St. Joseph-Ahero, Ahero, Kenya	\$10,000.00
St. Albert's College, Ranchi, India	\$10,000.00
Diocese of Ifakara, Morogoro, Tanzania	\$10,000.00
Dominican Missionary Sisters of the Sacred Heart of Jesus-Zambian Region, Ndola, Zambia ..	\$10,000.00
African Benedictine Sisters of Our Lady Help of Christians, Mwanza, Mwanza, Tanzania ..	\$10,000.00
Augustinian Sisters of St. Victor, Manyara, Tanzania	\$10,000.00
Benedictine Sisters, Monasterio Santa Escolastica, Humacao, Puerto Rico	\$15,000.00
Missionary Sisters of the Precious Blood, Congo Region Bamanya, Democratic Republic of the Congo ..	\$10,000.00
Poor Clares Colettines, Monastery of the Sacred Heart, Bukoba, Tanzania.....	\$10,000.00
St. Steven's Parish, Kapororo, Malawi	\$10,000.00
Lovers of the Holy Cross Sisters, Inc., Gardena, CA	\$20,000.00
Franciscan Missionary Sisters of Assisi, Provincia São Francisco- Brasile São, Paulo, Brazil	\$8,000.00
Archdiocese for the Military Services, USA Various locations	\$40,000.00
St. Claret Parish, Nyabwina, Mbarara, Uganda	\$11,000.00
St. John's Seminary, Inc., Boston, MA	\$15,000.00
Catholic Christian Outreach Canada, Inc., Ottawa, Canada	\$10,000.00
Franciscan Sisters of St. Mary of the Angels Postulancy, Songea, Tanzania	\$10,000.00
Calvary Hospital, Bronx, NY	\$15,000.00
Poor Clares, Monasterio S. Chiara, Cortona, Italy	\$10,000.00

Preparation of Evangelists

Life Directions, Detroit, MI	\$10,000.00
Diocese of Boise City, Boise, ID	\$10,000.00
Catholic Student Union, Tallahassee, FL	\$11,000.00
Claretian Missionaries, St. Charles Lwanga Independent Delegation, Moshi, Tanzania	\$11,000.00
Lay Mission Helpers Association, Los Angeles, CA	\$10,000.00
Tepeyac Institute, El Paso, TX	\$10,000.00
Order of the Clerics Regular Minor, Goma Goma, Democratic Republic of the Congo	\$10,000.00
Northern Zone Vicariate, Santiago, Chile	\$10,000.00
Daughters of Mary Immaculate, Shanti Deep, Ranchi, India	\$10,000.00
Daughters of Mary of the Holy Rosary of Bui Chu Nam, Dinh, Viet Nam	\$10,000.00
Evangelizadores de Tiempo Completo, Cancun, Mexico	\$12,000.00
Tamale Institute of Cross-Cultural Studies, Tamale, Ghana	\$10,000.00
African Benedictine Brothers, Mvimwa Abbey, Sumbawanga, Tanzania	\$10,000.00
Order of Discalced Carmelites, Burundi-Rwanda Regional Vicariate, Bijumbura, Burundi ..	\$10,000.00
Holy Archangels Armenian Catholic Seminary, Yerevan, Armenia	\$20,000.00
Diocese of Tyler, Tyler, TX	\$10,000.00
Society of the Helpers of Mary African Region Addis, Ababa, Ethiopia	\$10,000.00
Conference of Catholic Bishops of India, Bangalore, India	\$8,000.00
Dominican Missionary Sisters of the Sacred Heart of Jesus-Zambian Region, Lusaka, Zambia ..	\$10,000.00
Our Lady of Lebanon Maronite Seminary, Washington, DC	\$10,000.00
Amate House, Chicago, IL	\$10,000.00
Augustinians of the Assumption, Province of Africa Kinshasa, Democratic Republic of the Congo ..	\$15,000.00
Brothers of Holy Cross, St. Joseph Province, Dhaka, Bangladesh	\$10,000.00
African Benedictine Sisters of Our Lady Help of Christians, Mwanza, Masasi, Tanzania ..	\$10,000.00
Franciscan Missionary Sisters of Assisi, Ndola, Zambia	\$10,000.00
Poor Clares, Monastero S. Chiara all'Immacolata, Rende, Italy	\$10,000.00
Holy Family Parish, Kiembeni, Mombasa, Kenya	\$10,000.00
Sacred Heart Leadership and Catechetical School - Mipa, Shinyanga, Tanzania	\$10,000.00
Servants of the Blessed Virgin Mary, Limbe, Malawi	\$10,000.00
Radio Habari Njema, Mbulu, Tanzania	\$10,000.00
Hispanic Ministry, Denver Archdiocese, Denver, CO	\$10,000.00
Franciscan Sisters of St. Bernadette, Ngara, Tanzania	\$11,000.00
St. Chrisostom Quasi-Paris, h Mwanza, Tanzania	\$10,000.00
School Sisters of Notre Dame, Wauwatosa, WI	\$15,000.00
Missionary Sisters of the Very Holy Sacrament, Jbeil, Lebanon	\$15,000.00
St. Anthony Catholic Church - Sefwi-Humjibre, Sefwi-Bekwai, Ghana	\$10,000.00
Claretian Missionaries, St. Charles Lwanga Independent Delegation, Dar es Salaam, Tanzania ...	\$10,000.00
Handmaids of Merciful Love Zambia Mission, Luanshya, Zambia	\$10,000.00
Diocese of Bongaigaon, Bongaigaon, India	\$4,000.00
Institute of Philosophy, AC, Tlaquepaque, Mexico	\$15,000.00
Mother of the Redeemer Sisters, Mbulu, Tanzania	\$10,000.00
Missionary Servants of the Most Holy Trinity, Iztapalapa, Mexico	\$15,000.00

Preparation of Evangelists

Diocese of Same, Kilimanjaro, Tanzania	\$9,000.00
Carmel of Jesus Mary and Joseph, Kensington, CA	\$10,000.00
Diocese of Las Cruces, Inc, Las Cruces, NM	\$10,000.00

TOTAL \$2,528,300

Catholic Schools

“Train children in the way they should go; when they grow old, they won’t depart from it”

Proverbs 22:6



*Horn of Africa Elementary School,
Djibouti, Djibouti*

Catholic Schools share Our Lady of Guadalupe’s message to holistically instill the values of Jesus in each child through positive attitudes, academic growth, responsible citizenship, and an appreciation of cultural and religious differences. In the spirit of Our Lady of Guadalupe, the mother of Jesus, it is their responsibility to offer acceptance and hope to all people.

The Koch Foundation provides support to resource poor areas where Catholic Schools are the only means of evangelization. The Foundation also funds innovative programs that have the potential for providing future Church leaders.



*St. Gabriel the Archangel School,
New Orleans, LA*



*Rosario Catholic School,
Chang Mai, Thailand*

Catholic Schools

Cardinal Ritter College Preparatory High School, St. Louis, MO \$.....	\$10,000.00
Sisters of the Sacred Heart of Jesus of Ragusa Gboko, Benue State, Benue, Nigeria	\$11,000.00
St Joseph Catholic School, Wichita, KS	\$10,000.00
DuBois Area Catholic School System, DuBois, PA	\$10,000.00
Holy Trinity Girls School, Mansa, Zambia	\$10,000.00
Sacred Heart School, Kingston, MA	\$10,000.00
Archbishop Riordan High School, San Francisco, CA	\$10,000.00
Sisters of Charity of St. Vincent de Paul, Quiche, Guatemala	\$15,000.00
NGO InteRed, Malabo, Equatorial Guinea	\$10,000.00
Our Lady of Tepeyac College Preparatory High School ,Chicago, IL	\$10,000.00
St. Thomas More Elementary School, San Francisco, CA	\$10,000.00
Holy Trinity High School, Chicago, IL	\$10,000.00
Magdalen College, Warner, NH	\$20,000.00
Diocese of Pankshin, Daffo, Nigeria	\$10,000.00
St. Anne's Primary School -Ahero, Ahero, Kenya	\$10,000.00
Presentation Academy, Louisville, KY	\$10,000.00
Loyola Academy of St. Louis, St. Louis, MO	\$10,000.00
Chipata Cheshire Home, Chipata, Zambia	\$10,000.00
St. Mary of the Assumption Catholic School, Taylor, TX	\$10,000.00
Our Lady of Lourdes Catholic School, Richmond, VA	\$10,000.00
St. Cecilia School & Academy, St. Louis, MO	\$10,000.00
Diocese of Gallup, Gallup, NM	\$15,000.00
St. Michael the Archangel Catholic Church, Kaseghe, Democratic Republic of the Congo ...	\$10,000.00
St. Jude Thaddeus Catholic School, Harve, MT	\$10,000.00
Colegio San Benito, Humacao, Puerto Rico	\$20,000.00
Josephinum Academy of the Sacred Heart, Chicago, IL	\$15,000.00
San Miguel School, Washington, DC	\$10,000.00
St. Patrick Catholic School North, Holloywood, CA	\$20,000.00
Bright Futures Fund, Kansas City, MO	\$10,000.00
Franciscan Sisters of St. Joseph, Arusha, Tanzania	\$10,000.00
St. Mary's Child Center, Indianapolis, IN	\$10,000.00
Bishop Louis Auneau Girls Secondary School, Thondwe, Malawi	\$10,000.00
Notre Dame University, Notre Dame, IN	\$15,000.00
Loyola University Chicago, Chicago, IL	\$10,000.00
All Saints Catholic School, Omaha, NE	\$10,000.00
St. Mary's Catholic School, Temple, TX	\$10,000.00
Diocese of Erie, Erie, PA	\$10,000.00
Today and Tomorrow Educational Foundation, St. Louis, MO	\$10,000.00
St. Thomas the Apostle School, San Francisco, CA	\$10,000.00
Nativity Christian Primary School, Decin, Czech Republic	\$10,000.00
Saint Ignatius of Loyola Catholic School, Kaukauna, WI	\$10,000.00
Our Saviour Parish and Grade School, Jacksonville, IL	\$15,000.00
Consortium of Catholic Academies of the Archdiocese of Washington, Washington, DC ..	\$10,000.00
St. Jude Regional Catholic School, Rockville, MD	\$10,000.00
St. Pius School Vuroro, Kontagora, Nigeria	\$10,000.00
Benignis Girls' Secondary School, Ifakara, Tanzania	\$8,500.00

Catholic Schools

St. Martin De Porres Pre & Primary School, Kasama, Zambia	\$10,000.00
Notre Dame des Victoires School, San Francisco, CA	\$10,000.00
Our Lady of Lourdes Catholic Classical School, Denver, CO	\$10,000.00
Diocese of Lincoln, Lincoln, NE	\$10,000.00
Lumen Christi Catholic School, Jackson, MI	\$10,000.00
Foundation to Advance Catholic Education Inc., Fall River, MA	\$10,000.00
St Francis Nursery School, Nathenje, Malawi	\$10,000.00
Holy Redeemer Grade School, Detroit, MI	\$20,000.00
Rockhurst High School, Kansas, MO	\$10,000.00
Sacred Heart Elementary School, Omaha, NE	\$10,000.00
Notre Dame High School, Belmont, CA	\$10,000.00
Saint Raphael Catholic School & Preschool, Raleigh, NC	\$10,000.00
Lovers of the Holy Cross of Hung, Hoa Ha Noi, Viet Nam	\$15,000.00
Our Lady of Perpetual Help School, San Francisco, CA	\$10,000.00
St. Ignatius the Martyr Catholic Church & School, Austin, TX	\$10,000.00
St. Teresa's Academy, Kansas City, MO.....	\$10,000.00
Our Lady of Sorrows School, McAllen, TX	\$10,000.00
Guardian Angels Catholic School, Clearwater, FL	\$10,000.00
Augustine Institute Greenwood, Village, CO	\$10,000.00
Collegio Madre Adela, Botoga, Colombia	\$10,000.00
Blessed Sacrament Church of Kamole-Idjwi, Cyangugu, DRC	\$10,000.00
Canyon Heights Academy, Campbell, CA	\$10,000.00
St. Cecilia Catholic School, Philadelphia, PA	\$25,000.00
Marian Middle School, St. Louis, MO	\$10,000.00
English Medium Primary School, Dakawa, Singida, Tanzania	\$10,000.00
Bishop McNamara High School, Washington, DC	\$10,000.00
St. Raphael Catholic School, Crystal, MN	\$15,000.00
Rosario Catholic School Udon, Thani, Thailand	\$11,000.00
St. Vincent Pallotti High School, Laurel, MD	\$10,000.00
Ursulines of Mary Immaculate Girls' Secondary School, - Nyombo Njombe, Tanzania ...	\$10,000.00
Chileshe Chepela Special School, Kasama, Zambia	\$10,000.00
Guadalupe Regional Middle School, Brownsville, TX	\$10,000.00
St. Anne Catholic School, Grants Pass, OR	\$10,000.00
Sacred Heart Nativity Schools, San Jose, CA	\$10,000.00
Holy Trinity Catholic School, Temple, TX	\$10,000.00
St. John of the Cross School, Nemel, Nemel, Nigeria	\$10,000.00
St. Vincent de Paul High School, Petaluma, CA	\$10,000.00
Enyorrata E. Ngai Girls' Secondary School, Arusha, Tanzania	\$10,000.00
Congregation of Canons Regular of Saint Victor of The Order of Saint Augustine, Manyara, Tanzania ..	\$10,000.00
Mtwara Secondary School for Sisters, Mtwara, Tanzania	\$10,000.00
Sacred Heart Elementary, Gallup, NM	\$20,000.00
Pallotti Girls Secondary School, Siuyu, Tanzania	\$10,000.00
Saint Joseph Catholic School, Fort Collins, CO	\$10,000.00
St Augustine Pre and Primary School, Arusha, Tanzania	\$10,000.00
St. Michael School, Brookville, IN	\$5,500.00
Dominican Retreat & Conference Center, Niskayuna, NY	\$15,000.00

Catholic Schools

Moreau Catholic High School, Oakland, CA	\$10,000.00
Washington School for Girls, Washington, DC	\$10,000.00
St. Joseph Notre Dame High School, Oakland, CA \$.....	\$10,000.00
Holy Name Elementary School, Omaha, NE	\$10,000.00
Diocese of Rochester, Rochester, NY	\$6,000.00
Nazareth Elementary School, Rochester, NY	\$10,000.00
St. Mary's Catholic School, Elgin, IL	\$30,000.00
Wayside Academy Incorporated, Peterborough, Canada	\$10,000.00
Good Shepherd School, Pacifica, CA	\$10,000.00
St. Mary's Academy, New Orleans, LA	\$10,000.00

TOTAL \$1,137,000

Capital Expenditures

“God’s temple in heaven was opened, and the ark of his covenant could be seen in the temple. A great sign appeared in the sky, a woman clothed with the sun, with the moon under her feet, and on her head a crown of twelve stars.”

RV 11:19a,12:1-6a 10ab



*Missionary Sisters of the Eucharist,
Guatemala City, Guatemala.*

Our Lady of Guadalupe appeared to St. Juan Diego four times until he brought to the bishop her request of building a church for her in the Tepeyac hill. She wanted a church for all so that there would be a place for her son to dwell.

The Koch Foundation provides support for the construction, repair, and renovation of religious structures in the United States, and its territories.

Capital Expenditures

Saint Augustine Roman Catholic Church, Philadelphia, PA	\$38,000.00
St. Charles Borromeo Parish, Peoria, AZ	\$65,000.00
Archdiocese of Detroit, Detroit, MI	\$15,000.00
Our Lady of Good Help and St. Theresa Shrine, Burrillville, RI	\$20,000.00
Holy Trinity Parish, h Haugen, WI	\$15,000.00
St Elizabeth Ann Seton, Crawfordville, FL	\$30,000.00
Our Mother of Good Council Church, Blasdell, NY	\$20,000.00
St. Thomas More Catholic Newman Center, Mankato, MN	\$15,000.00
St Paul's Cathedral, Birmingham, AL	\$30,000.00
San Miguel Academy of Newburgh, Newburgh, NY	\$25,000.00
El Buen Pastor Mission, El Paso, TX	\$30,000.00
Saints Peter & Paul Catholic Church, Cary, IL	\$65,000.00
Newman Center UCSC, Monterey, CA	\$5,000.00
Resurrection Roman Catholic Church, Johnstown, PA	\$25,000.00
Cedarbrake Retreat Center, Austin, TX	\$20,000.00
Our Lady of Bistrica Catholic Church, Lackawanna, NY	\$20,000.00

TOTAL \$438,000

GRAND TOTAL \$5,238,300

KOCH FOUNDATION
FINANCIAL
STATEMENTS

MARCH 31, 2021 -
MARCH 31, 2022

September 8, 2023

To the Board of Directors of,
Koch Foundation, Inc.:

We have audited the financial statements of Koch Foundation, Inc. (the Foundation) as of and for the year ended March 31, 2023, and have issued our report thereon dated September 8, 2023. Professional standards require that we advise you of the following matters relating to our audit.

Our Responsibility in Relation to the Financial Statement Audit

As communicated in our engagement letter dated May 15, 2023, our responsibility, as described by professional standards, is to form and express an opinion about whether the financial statements that have been prepared by management with your oversight are presented fairly, in all material respects, in accordance with the modified cash basis of accounting. Our audit of the financial statements does not relieve you or management of its respective responsibilities.

Our responsibility, as prescribed by professional standards, is to plan and perform our audit to obtain reasonable, rather than absolute, assurance about whether the financial statements are free of material misstatement. An audit of financial statements includes consideration of internal control over financial reporting as a basis for designing audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Foundation's internal control over financial reporting. Accordingly, as part of our audit, we considered the internal control of Koch Foundation, Inc. solely for the purpose of determining our audit procedures and not to provide any assurance concerning such internal control.

We are also responsible for communicating significant matters related to the audit that are, in our professional judgment, relevant to your responsibilities in overseeing the financial reporting process. However, we are not required to design procedures for the purpose of identifying other matters to communicate to you.

Planned Scope and Timing of the Audit

We conducted our audit consistent with the planned scope and timing we previously communicated to you.

Compliance with All Ethics Requirements Regarding Independence

The engagement team and our firm have complied with all relevant ethical requirements regarding independence.

Significant Risks Identified

Our audit standards require we communicate significant risks identified during planning for the audit. We design our audit to address these significant risks and provide reasonable assurance that the financial statements are free of material misstatement, whether due to error or fraud. Accordingly, we identified the following significant risks:

- Override of internal controls by management
- Improper revenue recognition due to fraud
- Improper transfers in or out of investment accounts
- Misappropriation of assets to fictitious grantees

We designed our audit procedures to address these risks.

Qualitative Aspects of the Foundation's Significant Accounting Practices

Significant Accounting Policies

Management has the responsibility to select and use appropriate accounting policies. A summary of the significant accounting policies adopted by Koch Foundation, Inc. is included in Note 2 to the financial statements. There has been no initial selection of accounting policies and no changes in significant accounting policies or their application during the year ended March 31, 2022. No matters have come to our attention that would require us, under professional standards, to inform you about (1) the methods used to account for significant unusual transactions and (2) the effect of significant accounting policies in controversial or emerging areas for which there is a lack of authoritative guidance or consensus.

Significant Accounting Estimates

Accounting estimates are an integral part of the financial statements prepared by management and are based on management's current judgments. Those judgments are normally based on knowledge and experience about past and current events and assumptions about future events. Certain accounting estimates are particularly sensitive because of their significance to the financial statements and because of the possibility that future events affecting them may differ markedly from management's current judgments.

The most sensitive accounting estimate affecting the financial statements is:

Investments – Alternative investments for which quoted market prices are not available include private equity investments. The estimated fair value of alternative investments is based on the net asset value of the fund or other valuation methods. The Foundation reviews and evaluates the values and assesses the valuation methods and assumptions used in determining the fair value of the alternative investments. Because alternative investments are not readily marketable, their estimated value is subject to uncertainty and therefore may differ from the value that would have been used had a readily available market for such investments existed and differences could be material. We evaluated the key factors and assumptions used to develop the valuation methods and assumptions used in determining the fair value of the alternative investments and determined that they are reasonable in relation to the financial statements taken as a whole.

evaluated the key factors and assumptions used to develop the valuation methods and assumptions used in determining the fair value of the alternative investments and determined that they are reasonable in relation to the financial statements taken as a whole.

Financial Statement Disclosures

Certain financial statement disclosures involve significant judgment and are particularly sensitive because of their significance to financial statement users. The most sensitive disclosure affecting the Foundation's financial statements is:

The disclosure in Note 9 to the financial statements regarding risk and uncertainties provides a summary of the risks related to investments.

Significant Unusual Transactions

For purposes of this communication, professional standards require us to communicate to you significant unusual transactions identified during our audit. We encountered no significant unusual transactions during our audit.

Significant Difficulties Encountered during the Audit

We encountered no significant difficulties in dealing with management relating to the performance of the audit.

Uncorrected and Corrected Misstatements

For purposes of this communication, professional standards also require us to accumulate all known and likely misstatements identified during the audit, other than those that we believe are trivial, and communicate them to the appropriate level of management. Further, professional standards require us to also communicate the effect of uncorrected misstatements related to prior periods on the relevant classes of transactions, account balances or disclosures, and the financial statements as a whole. Uncorrected misstatements or matters underlying those uncorrected misstatements could potentially cause future-period financial statements to be materially misstated, even though the uncorrected misstatements are immaterial to the financial statements currently under audit. No uncorrected misstatements were noted as a result of our audit procedures.

In addition, professional standards require us to communicate to you all material, corrected misstatements that were brought to the attention of management as a result of our audit procedures. We identified no such misstatements as a result of our audit procedures.

Disagreements with Management

For purposes of this letter, professional standards define a disagreement with management as a matter, whether or not resolved to our satisfaction, concerning a financial accounting, reporting, or auditing matter, which could be significant to the Foundation's financial statements or the auditor's report. No such disagreements arose during the course of the audit.

KOCH FOUNDATION, INC.
STATEMENTS OF ASSETS, LIABILITIES AND NET ASSETS - MODIFIED CASH BASIS
MARCH 31, 2023 AND 2022

	<u>2023</u>	<u>2022</u>
<u>ASSETS</u>		
Cash and cash equivalents		
Cash	\$ 71,982	\$ 76,319
Money market fund	2,604,019	7,158,157
Total cash and cash equivalents	<u>2,676,001</u>	<u>7,234,476</u>
Investments		
Common stock and exchange traded funds	98,135,913	106,497,903
Private equity investments	10,827,175	11,197,915
Total investments	<u>108,963,088</u>	<u>117,695,818</u>
Property and equipment, net	244,866	226,361
Total assets	<u><u>\$ 111,883,955</u></u>	<u><u>\$ 125,156,655</u></u>
<u>LIABILITIES AND NET ASSETS</u>		
Accrued expenses	\$ 60,112	\$ 42,747
Net assets without donor restrictions	111,823,843	125,113,908
Total liabilities and net assets	<u><u>\$ 111,883,955</u></u>	<u><u>\$ 125,156,655</u></u>

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

KOCH FOUNDATION, INC.
STATEMENTS OF CASH RECEIPTS AND DISBURSEMENTS AND
CHANGES IN NET ASSETS - MODIFIED CASH BASIS
FOR THE YEARS ENDED MARCH 31, 2023 AND 2022

	<u>2023</u>	<u>2022</u>
Receipts		
Interest and dividends, net of investment expense	\$ 2,328,453	\$ 2,356,123
Return of charitable distributions	55,019	10,325
Total receipts	<u>2,383,472</u>	<u>2,366,448</u>
Disbursements		
Charitable distributions	6,338,300	5,908,982
Compensation and benefits	478,233	520,968
Other support and administrative expenses	154,790	160,458
Federal excise tax	85,523	10,272
Total disbursements	<u>7,056,846</u>	<u>6,600,680</u>
Deficiency of receipts to disbursements before		
net appreciation (depreciation) in fair value of investments	<u>(4,673,374)</u>	<u>(4,234,232)</u>
Net appreciation (depreciation) in fair value of investments	(8,616,691)	9,020,990
Excess (deficiency) of receipts to disbursements after		
net appreciation (depreciation) in fair value of investments	<u>(13,290,065)</u>	<u>4,786,758</u>
Net assets without donor restrictions, beginning of year	125,113,908	120,327,150
Net assets without donor restrictions, end of year	<u><u>\$ 111,823,843</u></u>	<u><u>\$ 125,113,908</u></u>

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

KOCH FOUNDATION, INC.
STATEMENTS OF CASH FLOWS - MODIFIED CASH BASIS
FOR THE YEARS ENDED MARCH 31, 2023 AND 2022

	<u>2023</u>	<u>2022</u>
Cash flows from operating activities		
Excess (deficiency) of receipts to disbursements after net appreciation (depreciation) in fair value of investments	\$ (13,290,065)	\$ 4,786,758
Adjustments to reconcile excess (deficiency) of receipts to disbursements after net appreciation (depreciation) in fair value of investments to net cash used in operating activities:		
Depreciation	14,094	14,562
Gain on sale of investments	(615,735)	(1,515,012)
Change in fair value of investments held	9,232,426	(7,505,978)
Increase (decrease) in accrued expenses	17,365	(2,055)
Net cash used in operating activities	<u>(4,641,915)</u>	<u>(4,221,725)</u>
Cash flows from investing activities		
Purchases of property and equipment	(32,599)	(9,588)
Purchases of investments	(315,019)	(166,677)
Proceeds from sales and maturities of investments	431,058	988,367
Net cash provided by investing activities	<u>83,440</u>	<u>812,102</u>
Net decrease in cash and cash equivalents	<u>(4,558,475)</u>	<u>(3,409,623)</u>
Cash and cash equivalents, beginning of year	7,234,476	10,644,099
Cash and cash equivalents, end of year	<u><u>\$ 2,676,001</u></u>	<u><u>\$ 7,234,476</u></u>
Supplemental disclosure of cash flow information		
Cash paid for taxes	<u><u>\$ 85,523</u></u>	<u><u>\$ 10,272</u></u>

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

KOCH FOUNDATION, INC.
NOTES TO FINANCIAL STATEMENTS
MARCH 31, 2023 AND 2022

(1) **Business Organization:**

The Koch Foundation, Inc. (the Foundation), a Florida not-for-profit corporation, was established in February 1979 as a private Florida foundation through a grant from Carl and Paula Koch. The primary purpose of the Foundation is to invest funds for the generation of investment income, which is to be used to provide grants for Roman Catholic activities that propagate the faith. Carl and Paula Koch were the principal donors of the Foundation. The distribution of these donations is subject to the Board of Directors' (the Board) approval. All funds of the Foundation are without donor restrictions as they are used for the primary purpose of the Foundation.

(2) **Summary of Significant Accounting Principles:**

(a) **Basis of presentation**—The Foundation prepares its financial statements on the modified cash receipts and disbursements basis of accounting. All transactions are recognized as cash is received or paid. Therefore, revenue and expenses are recognized as cash is received or paid, and the related receivables, payables and accrued expenses are not reflected in the accompanying financial statements, with the exception of the following:

Appreciation and depreciation in fair value of investments, which is recognized based on fair market value of investments bought and sold, as well as held, during the year.

Accrued vacation and payroll liabilities have been recorded for the amount of each employee's unpaid (unused) vacation balance and outstanding payroll.

Expenditures having an economic life of more than one year are capitalized as assets and depreciated over their estimated useful lives.

Net assets of the Foundation and changes therein are classified and reported as follows:

Net assets without donor restrictions—Net assets that are not subject to donor-imposed stipulations.

Net assets with donor restrictions—Net assets subject to donor-imposed stipulations. Some donor-imposed restrictions can be temporary in nature, such as those that will be met either by actions of the Foundation and/or passage of time. Other donor-imposed restrictions can be perpetual in nature, where the donor stipulates that resources be maintained in perpetuity.

Revenues are reported as increases in net assets without donor restrictions unless use of the related assets is limited by donor-imposed restrictions. Expenses are reported as decreases in net assets without donor restrictions. Gains and losses on assets or liabilities are reported as increases or decreases in net assets without donor restrictions unless their use is restricted by explicit donor stipulation or by laws. Expirations of net assets with donor restrictions (i.e., the donor-stipulated purpose has been fulfilled and/or the stipulated time period has elapsed) are reported as net assets released from restrictions. As of March 31, 2023 and 2022, there were no donor imposed restrictions on net assets.

(b) **Cash and cash equivalents**—For the purposes of reporting cash flows, the Foundation considers all highly liquid investments with an original maturity of three months or less to be cash equivalents.

KOCH FOUNDATION, INC.
NOTES TO FINANCIAL STATEMENTS
MARCH 31, 2023 AND 2022

(2) **Summary of Significant Accounting Principles:** (Continued)

(c) **Investments**—Investments are reflected in the accounts of the Foundation at fair value. For information on how the Foundation determines fair value, see Note 11. Interest and dividend income is recorded when paid. Net appreciation (depreciation) in fair value of investments includes gains and losses on investments bought and sold as well as held during the year.

(d) **Use of estimates**—The preparation of financial statements in conformity with the modified cash basis of accounting requires management to make estimates and assumptions that affect the reported amounts of assets, net assets, receipts and disbursements during the reporting period and the disclosure of contingent assets and liabilities at the date of the financial statements. Actual results could differ from those estimates.

(e) **Depreciation**—Property and equipment is stated at cost. The Foundation computes depreciation using the straight-line method over the following estimated useful lives:

	<u>Years</u>
Office building and improvements	40
Furniture and fixtures	5
Computer equipment	3

(f) **Tax status**—The Internal Revenue Service has determined that the Foundation is exempt from federal income tax under Section 501(c)(3) of the Code. The Code imposes an excise tax rate of 1.39% on net investment income of private foundations.

The Foundation files income tax returns in the U.S. federal jurisdiction. The Foundation's income tax returns for the past three years are subject to examination by tax authorities, and may change upon examination.

The Foundation has reviewed and evaluated the relevant technical merits of each of its tax positions in accordance with accounting principles generally accepted in the United States of America for accounting for uncertainty in income taxes, and determined that there are no uncertain tax positions that would have a material impact on the financial statements of the Foundation.

(g) **Subsequent events**—The Foundation has evaluated events and transactions for potential recognition or disclosure in the financial statements through September 8, 2023, the date the financial statements were available to be issued.

In November 2022, a board member of the Foundation purchased the adjacent building unit to the Foundation. This property was deeded to the Foundation in July 2023.

With the exception of the matter discussed above, there were no subsequent events that required recognition or disclosure in these financial statements.

KOCH FOUNDATION, INC.
NOTES TO FINANCIAL STATEMENTS
MARCH 31, 2023 AND 2022

(3) Concentration of Credit Risk:

At March 31, 2023 and 2022, the Foundation had demand deposits and money market accounts with a national bank with bank balances amounting to \$4,029,588 and \$8,574,400, respectively. The Foundation has no policy requiring collateral to support these deposits, although amounts are federally insured up to FDIC limits.

(4) Federal Excise Tax:

In accordance with the applicable provisions of the Tax Reform Act of 1969 (the Act), the Foundation is subject to an excise tax on net investment income, including realized gains, as defined in the Act.

In addition, the Act requires that certain minimum distributions be made in accordance with a specified formula. As of March 31, 2023 and 2022, the Foundation had distributions in excess of the required minimum for both years.

(5) Property and Equipment:

The following is a summary of the components of property and equipment as of March 31:

	2023	2022
Office building and improvements	\$ 409,027	\$ 376,428
Furniture and fixtures	117,465	117,465
Computer equipment	64,029	64,029
Software	42,300	42,300
	<hr/> 632,821	<hr/> 600,222
Less: Accumulated depreciation	387,955	373,861
	<hr/> <hr/> \$ 244,866	<hr/> <hr/> \$ 226,361

Depreciation expense was \$14,094 and \$14,562 for the years ended March 31, 2023 and 2022, respectively.

(6) Related Parties:

Directors and officers have made significant contributions of their time and services to assist the Foundation in its investment activities. The estimated fair market values of these contributions were approximately \$355,000 and \$367,000 during the years ended March 31, 2023 and 2022, respectively. As the Foundation records its financial statements on the modified cash basis, these contributions have not been recognized in the financial statements.

KOCH FOUNDATION, INC.
NOTES TO FINANCIAL STATEMENTS
MARCH 31, 2023 AND 2022

(7) Employment Contracts:

As required by a terminated employment contract, a former officer began receiving retirement benefits from the Foundation of approximately \$8,000 per year during January 1995. The benefit payments continue throughout the life of the officer and the officer's spouse. Payments of \$8,256 were made during each of the years ended March 31, 2023 and 2022, and were included in management and general disbursements.

The Foundation has an employment contract with an Executive Director, which automatically renews from year to year for successive one year terms unless terminated by either party. The contract can be prematurely terminated if the employee voluntarily terminates the contract (must give 60 days' notice) or the employee is involuntarily terminated with cause. The contract provides, among other things, a stipulated salary and annual retirement benefits.

(8) Employee Benefit Plan:

Prior to April 1, 2018, the Foundation sponsored a Simplified Employee Pension Plan (the SEP Plan) and a §403(b) Tax Deferred Annuity Plan (the TDA Plan) to provide for retirement benefits for the employees of the Foundation. Beginning April 1, 2018, the Foundation adopted a §403(b) Thrift Plan (the §403(b) Plan) that completely replaced the previous plans. Under the §403(b) Plan, each eligible employee maintains an individual retirement account into which the Foundation makes contributions. The Foundation has committed to contribute eight percent of all participating employees' annual compensation to the §403(b) Plan each year. The §403(b) Plan provides for participating employees to voluntarily deduct tax-deferred amounts from their gross wages to purchase tax-deferred annuities. The Foundation has no future obligations related to the §403(b) Plan and was charged \$916 and \$1,408 in 2023 and 2022, respectively, to maintain the plan option for employees. Benefits in the plan are fully vested immediately upon contribution. Contributions of \$22,395 and \$21,853 were made during the years ended March 31, 2023 and 2022, respectively, and were included in management and general disbursements.

(9) Risks and Uncertainties:

The Foundation invests in various investment securities. Investment securities are exposed to various risks such as interest rate, market, and credit risks. Due to the level of risk associated with certain investment securities, it is at least reasonably possible that changes in the values of investment securities will occur in the near term and that such changes could materially affect investment account balances and the amounts reported in the statements of assets, liabilities and net assets – modified cash basis.

KOCH FOUNDATION, INC.
NOTES TO FINANCIAL STATEMENTS
MARCH 31, 2023 AND 2022

(10) **Investments:**

The Foundation's investments consist of the following at March 31:

	2023		2022	
	Cost	Fair Value	Cost	Fair Value
Common stock and exchange traded funds	\$ 63,238,877	\$ 98,135,913	\$ 63,266,110	\$ 106,497,903
Private equity investments	6,350,823	10,827,175	5,851,127	11,197,915
Total investments	<u>\$ 69,589,700</u>	<u>\$ 108,963,088</u>	<u>\$ 69,117,237</u>	<u>\$ 117,695,818</u>

Net appreciation (depreciation) in fair value of investments comprises the following for the years ended March 31, 2023 and 2022:

	2023	2022
Change in fair value of investments held at March 31	\$ (9,232,426)	\$ 7,505,978
Realized gain on sale of investments	615,735	1,515,012
Net appreciation (depreciation) in fair value of investments	<u>\$ (8,616,691)</u>	<u>\$ 9,020,990</u>

Interest and dividends, net of investment expense, is comprised of the following for the years ended March 31, 2023 and 2022.

	2023	2022
Interest income	\$ 119,305	\$ 1,170
Dividend income	2,265,202	2,417,052
Investment expense	(56,054)	(62,099)
Total interest and dividends, net of investment expense	<u>\$ 2,328,453</u>	<u>\$ 2,356,123</u>

(11) **Fair Value Measurements:**

The fair value measurement accounting literature provides the framework for measuring fair value. That framework provides a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (Level 1 measurements) and the lowest priority to unobservable inputs (Level 3 measurements). The three levels of the fair value hierarchy are described below:

Level 1 – Inputs to the valuation methodology are unadjusted quoted prices for identical assets or liabilities in active markets that the Foundation has the ability to access as of the measurement date.

Level 2 – Inputs to the valuation methodology include: (1) quoted market prices for similar assets or liabilities in active markets, (2) quoted prices for identical or similar assets or liabilities in inactive markets, (3) inputs other than quoted prices that are observable for the asset or liability, and (4) inputs that are derived principally from or corroborated by observable market data by correlation or other means. If the asset or liability has a specified (contractual) term, the Level 2 input must be observable for substantially the full term of the asset or liability.

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(11) **Fair Value Measurements:** (Continued)

Level 3 – Inputs to the valuation methodology are unobservable and significant to the fair value measurement. Unobservable inputs are those that reflect the Foundation’s own assumptions about the assumptions that market participants would use in pricing the asset developed based on the best information available. These types of amounts due from externally managed private equity investments are determined based on information provided by the private equity firm.

The asset’s fair value measurement level within the fair value hierarchy is based on the lowest level of any input that is significant to the fair value measurement. Valuation techniques used need to maximize the use of observable inputs and minimize the use of unobservable inputs.

Following is a description of the valuation methodologies used for assets measured at fair value. There have been no changes to the methodologies used at March 31, 2023 and 2022.

Common stock and exchange-traded funds – Valued at quoted market prices.

Private equity investments – Valued at the net asset value (NAV) of the units held by the Foundation at year end, as reported by the investment manager.

The preceding methods described may produce a fair value calculation that may not be indicative of net realizable value or reflective of future fair values. Furthermore, although the Foundation believes its valuation methods are appropriate and consistent with other market participants, the use of different methodologies or assumptions to determine the fair value of certain financial instruments could result in a different fair value measurement at the reporting date.

The following table summarizes the assets of the Foundation for which fair values are determined on a recurring basis as of March 31, 2023 and 2022, respectively:

	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total</u>
March 31, 2023				
Exchange-traded funds	\$ 63,365,483	\$ -	\$ -	\$ 63,365,483
Common stock	34,770,430	-	-	34,770,430
Private equity investments measured at NAV ¹	-	-	-	10,827,175
Total assets at fair value	<u>\$ 98,135,913</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 108,963,088</u>
	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total</u>
March 31, 2022				
Exchange-traded funds	\$ 70,626,110	\$ -	\$ -	\$ 70,626,110
Common stock	35,871,793	-	-	35,871,793
Private equity investments measured at NAV ¹	-	-	-	11,197,915
Total assets at fair value	<u>\$ 106,497,903</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 117,695,818</u>

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(11) **Fair Value Measurements:** (Continued)

¹ In accordance with Subtopic 820-10, certain investments that are measured at fair value using the NAV per share (or its equivalent) practical expedient have not been classified in the fair value hierarchy. The fair value amounts presented in this table are intended to permit reconciliation of the fair value hierarchy to the amounts presented in the statements of assets, liabilities and net assets – modified cash basis.

Following is a description of the significant investment strategies of each major category of investments for which fair value has been estimated using the NAV per share of the investments as a practical expedient as of March 31, 2023 and 2022:

Private equity investments – To provide long-term capital appreciation and current income through investments in limited partnerships, which invest in diversified portfolios ranging from short-term to long-term instruments, as described below.

The following tables disclose certain additional information as of March 31, 2023 and 2022, related to the Foundation's investments in private equity investments:

	Fair Value	Unfunded Commitments
March 31, 2023		
Commonfund Capital Private Equity Partners VI, LP ^(a)	\$ 8,382	\$ 65,175
Commonfund Capital International Partners V, LP ^(b)	-	47,156
Commonfund Capital Venture Partners VII, LP ^(c)	95,096	6,250
Commonfund Capital Venture Partners XII, LP ^(d)	3,227,500	110,000
Commonfund Capital Secondary Partners II, LP ^(e)	1,918,208	500,002
Commonfund Capital Co-Investment Opportunities Fund II, LP ^(f)	1,272,301	42,500
Commonfund Capital Co-Investment Opportunities Fund III, LP ^(g)	1,149,912	57,500
Commonfund Capital Global Private Equity Partners II, LP ^(h)	3,155,776	562,500
Total	<u>\$ 10,827,175</u>	<u>\$ 1,391,083</u>
	Fair Value	Unfunded Commitments
March 31, 2022		
Commonfund Capital Private Equity Partners VI, LP ^(a)	\$ 99,661	\$ 65,175
Commonfund Capital International Partners V, LP ^(b)	150,135	47,156
Commonfund Capital Venture Partners VII, LP ^(c)	160,545	6,250
Commonfund Capital Venture Partners XII, LP ^(d)	3,397,783	280,000
Commonfund Capital Secondary Partners II, LP ^(e)	2,274,017	514,463
Commonfund Capital Co-Investment Opportunities Fund II, LP ^(f)	1,443,393	42,500
Commonfund Capital Co-Investment Opportunities Fund III, LP ^(g)	802,154	370,000
Commonfund Capital Global Private Equity Partners II, LP ^(h)	2,870,227	1,020,000
Total	<u>\$ 11,197,915</u>	<u>\$ 2,345,544</u>

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(11) Fair Value Measurements: (Continued)

^(a)—This category includes private equity funds that are organized for the purpose of providing endowment funds and non-profit organizations the opportunity to invest in private investment funds, which in turn, make investments in equity securities, warrants or other options that are generally not actively traded at the time of investment. Redemptions do not apply; these are closed ended limited partnership investments.

^(b)—This category includes private equity funds that are organized for the purpose of providing endowment funds and nonprofit organizations the opportunity to invest in investment funds, which in turn, make international private equity investments with the objective of obtaining long-term capital growth. Redemptions do not apply; these are closed ended limited partnership investments.

^(c)—This category includes private equity funds that are organized for the purpose of providing endowment funds and nonprofit organizations the opportunity to invest in investment funds, which in turn, make venture capital investments primarily in emerging growth companies with the objective of obtaining long term capital growth. Redemptions do not apply; these are closed ended limited partnership investments.

^(d)—This partnership seeks to achieve long-term capital appreciation and invests globally in venture capital investments and target investments on either a primary or secondary basis. The partnership may also make a limited number of investments directly in operating companies. Redemptions do not apply; these are closed ended limited partnership investments.

^(e)—This partnership seeks to acquire investments principally in secondary market transactions in leveraged buyout, growth equity, distressed securities, mezzanine financing, natural resources, and venture capital investment funds on a global basis. The partnership may also invest directly in pooled investment vehicles or fund of funds. Redemptions do not apply; these are closed ended limited partnership investments.

^(f)—This partnership seeks to principally acquire direct private equity investments in leveraged buyout, growth equity, distressed securities, and mezzanine financing on a global basis. In addition, the partnership may invest in natural resources and venture capital investments. Investments may be acquired directly by the partnership or indirectly via special purpose vehicles. Redemptions do not apply; these are closed ended limited partnership investments.

^(g)—This partnership seeks to principally acquire direct private equity investments in leveraged buyout, growth equity, distressed securities, and mezzanine financing on a global basis. Such direct private equity investments may be structured as an investment via an investment vehicle, or an investment directly in an underlying operating company. In addition, the partnership may invest in natural resources and venture capital investments. Redemptions do not apply; these are closed ended limited partnership investments.

^(h)—This partnership was established primarily for the purpose of providing endowment funds and nonprofit organizations the opportunity to invest in three affiliated limited partnerships, which in turn, invest in investment funds that make equity capital investments primarily in emerging growth companies, domestic and international private equity investments with the objective of obtaining long-term capital growth and in equity securities, warrants or other options that are generally not actively traded at the time of investment. Redemptions do not apply; these are closed ended limited partnerships investments.

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(12) Liquidity and Availability:

Financial assets available for general expenditure, that is, without donor or other restrictions limiting their use, within one year of the date of the statement of assets, liabilities and net assets - modified cash basis, comprise the following as of March 31, 2023 and 2022:

Financial assets available within one year, at year end:	2023	2022
Cash	\$ 71,982	\$ 76,319
Money market fund	2,604,019	7,158,157
Common stock and exchange traded funds	98,135,913	106,497,903
Financial assets available to meet cash needs for general expenditures within one year	<u>\$ 100,811,914</u>	<u>\$ 113,732,379</u>

The Foundation structures its financial assets to be available and liquid as its general expenditures, liabilities, and other obligations come due. Although the Foundation does not intend to liquidate assets other than for amounts needed for general expenditures budgeted during the year, these amounts could be made available if necessary. The Foundation's available financial assets exclude certain assets that the Foundation would not be able to liquidate within one year of the date of the statement of assets, liabilities and net position - modified cash basis.

(13) Functional Expenses:

The Foundation's functional expenses, displayed by natural expense classification, for the years ended March 31, 2023 and 2022, are summarized in the tables below.

	Charitable Programs	Management and General	Total Expense
March 31, 2023			
Charitable distributions	\$ 6,338,300	\$ -	\$ 6,338,300
Compensation and benefits	367,226	111,007	478,233
Other support and administrative expenses	107,608	47,182	154,790
Federal excise tax	42,762	42,761	85,523
Total expenses	<u>\$ 6,855,896</u>	<u>\$ 200,950</u>	<u>\$ 7,056,846</u>

	Charitable Programs	Management and General	Total Expense
March 31, 2022			
Charitable distributions	\$ 5,908,982	\$ -	\$ 5,908,982
Compensation and benefits	398,869	122,099	520,968
Other support and administrative expenses	117,082	43,376	160,458
Federal excise tax	5,010	5,262	10,272
Total expenses	<u>\$ 6,429,943</u>	<u>\$ 170,737</u>	<u>\$ 6,600,680</u>

(13) Functional Expenses: (Continued)

The costs of providing the program and supporting services are summarized on a functional basis in the schedules above. Charitable distributions are charitable costs expended for the benefit of others. Other support and administrative expenses relate to activities that support the grant-making process as well as administrative operational costs. Certain costs have been allocated among program and supporting services benefited based on total personnel costs or other systematic basis.



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