



people
that care, causes that
matter

2022 ANNUAL REPORT

PERMIAN BASIN AREA
Foundation





greetings

A LETTER FROM THE PRESIDENT

Dear Friends,

Thank you for allowing us to share our 2022 Annual Report with you. Despite a difficult year in the financial markets, we had a remarkable year of giving by donors and grants awarded in our communities.

A few highlights from the last year:

- Partnership with Midland Education Foundation to fund the Micro Grants program, awarding teachers grants for student learning enhancements.
- A lead grant to the Monahans Kids Zone to build a state of the art after school program for children in Ward County.
- Awarding Communities in Schools a transformational grant for its campus-based dropout prevention and mental health programming for schools in Midland Independent School District, Ector County Independent School District, Big Spring Independent School District, and Pecos-Barstow-Toyah Independent School District.
- A grant to the Martin County Historical Museum to restore the Connell House and support the Stanton community's cooperative efforts to share its historic assets.

These grants and many more would not be possible without our growing community of donors who desire to see West Texas thrive through philanthropy. Permian Basin Area Foundation is the most cost-efficient and effective avenue for donors to move our community forward.

We would be delighted to work with you as we continue to serve the Permian Basin and Trans-Pecos regions. We welcome the opportunity to partner with donors and their professional advisors in creating customized plans that reflect donors' passions and values while optimizing tax and estate planning benefits. Our goal is to connect people who care with causes that matter.

Wishing you the very best in 2023!



Guy McCrary
President & CEO

A PLACE FOR *philanthropy*

Permian Basin Area Foundation is the place for philanthropic giving in our communities. PBAF stewards many types of giving. From designated funds to donor advised funds, we exist to meet charitable needs in West Texas by providing a flexible facility for donors with varied philanthropic desires.

Permian Basin Area Foundation accepts cash, appreciated stocks, life insurance policies, IRA distributions, and oil & gas assets. All of these assets can be monetized or managed and used for grant making.

Another way to support nonprofit organizations now and in the future is through a planned gift. Planned giving combines what you have with what you love and support. This can be achieved in a variety of ways such as charitable remainder trusts, charitable lead trusts or a simple charitable bequest. Your professional advisor can help you determine what makes the most sense for your goals.

Permian Basin Area Foundation welcomes the opportunity to partner with donors and their professional advisors in creating a customized plan that reflects your passions and values.

Counties served:

- Andrews
- Borden
- Brewster
- Crane
- Crockett
- Culberson
- Dawson

- Ector
- Gaines
- Glasscock
- Howard
- Jeff Davis
- Loving
- Martin
- Midland

- Pecos
- Presidio
- Reagan
- Reeves
- Terrell
- Upton
- Ward
- Winkler

Permian Basin Area Foundation giving is not limited exclusively to the counties above. The Foundation can make grants to eligible organizations across the United States and even internationally.



grants & scholarships

In 2022, Permian Basin Area Foundation and its donors awarded nonprofit organizations \$19.1 million in grants. Of that, the Foundation awarded \$4 million through semi-annual community grant requests for nonprofits in the Permian Basin and Trans-Pecos regions.

Through the community grant requests, the Foundation is able to award nonprofits through our undesignated and field of interest funds. A committee comprised of community volunteers review applications and financial information from 25-40 organizations each cycle. The committee recommendations are presented to the Board of Governors for final approval.

All other grants are awarded through donor recommendations, allocations from designated funds and agency endowments.

This was a milestone year for scholarships at Permian Basin Area Foundation. In 2022 Permian Basin Area Foundation awarded more than \$1,000,000 in scholarships to 405 area students.

Morgan Peck
Olga T. Banks Scholarship
University of North Texas

Thanks to the Olga T. Banks Scholarship, I have spent 20+ hours this year volunteering with Denton County Friends of the Family organizing donations and caring for the children of victims in the hidden shelter and main office.



DeMorri Williams
Dollie Ruth Neal Legacy Scholarship
University of Houston '22

I want to thank the Permian Basin Area Foundation for aiding me with scholarships to be able to graduate college. I did just that, graduated from the University of Houston with a BBA in Management Information Systems.

Allison Glasman
Permian High School
Class of 2013 Scholarship
Texas Christian University

Thank you so much for your contribution not only to my education, but my entire family! This picture is me performing as a 'Jewel' in TCU's School for Classical & Contemporary Dance's excerpt of "The Sleeping Beauty."



To learn about our Grant & Scholarship opportunities, contact:

RAYMOND WILLIAMS
Grants Administrator

SHERRI HEITING
Education Programs Officer

www.PBAF.org

financials

CONSOLIDATED STATEMENTS OF FINANCIAL POSITION

	2022	2021
Cash and Cash Equivalents	5,024,254	\$14,926,000
Beneficial Interest in Remainder Trust	1,455,070	2,313,666
Beneficial Interest in Lead Trust	909,596	960,193
Beneficial Interest in Royalty Trust	4,981,543	3,699,743
Bequests Receivable	1,000,000	1,000,000
Financial Investments	226,089,748	245,043,456
Oil and Gas Royalties - held for sale	7,184,621	7,325,400
Property and Equipment, net of Depreciation	4,057,773	4,188,926
Total Other Assets	424,122	436,255
Total Assets	\$251,126,727	\$279,893,639
Grants and Scholarships Payable	398,000	235,460
Funds Held for Agencies	25,904,203	30,712,070
Agency Transactions Payable	15,000	25,000
Refundable Advance	300,000	300,000
Total Liabilities	\$26,617,203	\$31,272,530
Net Assets without Donor Restrictions	213,115,998	237,590,479
Net Assets with Donor Restrictions	11,393,526	11,030,630
Total Net Assets	\$224,509,524	\$248,621,109
Total Liabilities and Net Assets	\$251,126,727	\$279,893,639

TOTAL GRANTS & SCHOLARSHIPS (In Millions)

2022	\$20.2
2021	\$11.6
2020	\$9.1
2019	\$13.7
2018	\$7.0

CONSOLIDATED STATEMENTS OF ACTIVITIES

	2022	2021
Contributions	30,979,124	12,714,453
Less amounts received for agencies	(1,158,315)	(1,152,535)
Investment Return, net	(35,505,750)	32,891,987
Royalty income	2,110,497	1,261,859
Change in Values of Royalties, Trusts and Bequests	349,530	595,510
Gain on Sale of Assets	11,142	(31,223)
Other Income, Including Grant Rescissions	378,627	273,956
Total Revenues, Gains and Support	\$(2,835,145)	\$46,554,007
Grants and Scholarships	20,249,474	11,618,768
Less amounts granted to agencies	(629,041)	(638,036)
Community Education	25,165	28,802
Fundraising	190,165	112,361
General and Administrative Expenses	1,440,677	1,336,108
Increase in Net Assets	\$(24,111,585)	\$34,096,004

CONTRIBUTIONS (In Millions)

2022	\$31.0
2021	\$12.7
2020	\$11.6
2019	\$10.0
2018	\$17.8

ASSETS (In Millions)

2022	\$251.1
2021	\$279.9
2020	\$240.7
2019	\$221.6
2018	\$183.6

2023 **board & staff**

Board of Governors

Todd Meade
Chairman

Wesley Bownds
Vice-Chair

Alan Hale
Secretary & Treasure

Mara Hobbs
Immediate Past Chair

Reggie Baker
Steve Barron
Bethany Etheredge
Bryan Heflin
G. Larry Lawrence
Pete Peterson
Madison Rose
Andrew Semer

Staff

Guy McCrary
President & Chief Executive Officer

Cyndi Vara, CPA
Chief Financial Officer

Cari Whitaker
Finance & Accounting Administrator

Gabriella Baltazar, CPA
Staff Accountant

Tamara Pruessner
Office Manager

Jennifer Steadman, MS
Development Officer

Raymond Williams, MPA
Grants Administrator

Sherri Heiting, MA
Education Programs Officer

Lyndzie Tarrango
Programs Associate

Joso Emuobo
Executive Associate



3312 Andrews Hwy. | Midland, TX 79703
432.617.3213 | www.PBAF.org