Form 5500

Department of the Treasury
Internal Revenue Service

Department of Labor
Employee Benefits Security Administration

Pension Benefit Guaranty Corporation

Annual Return/Report of Employee Benefit Plan

This form is required to be filed for employee benefit plans under sections 104 and 4065 of the Employee Retirement Income Security Act of 1974 (ERISA) and sections 6057(b) and 6058(a) of the Internal Revenue Code (the Code).

▶ **Complete all entries in accordance with the instructions to the Form 5500.**

OMB Nos. 1210-0110
1210-0089

2022

This Form is Open to Public Inspection

Part I Annual Report Identification Information

For calendar plan year 2022 or fiscal plan year beginning 01/01/2022 and ending 12/31/2022

A This return/report is for:
- [ ] a multiemployer plan
- [ ] a multiple-employer plan (Filers checking this box must attach a list of participating employer information in accordance with the form instructions.)
- [X] a single-employer plan
- [ ] a DFE (specify) ____

B This return/report is:
- [ ] the first return/report
- [ ] the final return/report
- [ ] an amended return/report
- [ ] a short plan year return/report (less than 12 months)

C If the plan is a collectively-bargained plan, check here. . . . . ▶ [ ]

D Check box if filing under:
- [X] Form 5558
- [ ] automatic extension
- [ ] the DFVC program
- [ ] special extension (enter description)

E If this is a retroactively adopted plan permitted by SECURE Act section 201, check here. . . . . ▶ [ ]

Part II Basic Plan Information—enter all requested information

1a Name of plan
BETENBOUGH COMPANIES EMPLOYEE STOCK OWNERSHIP PLAN

1b Three-digit plan number (PN) ▶ 002

1c Effective date of plan 01/01/2004

2a Plan sponsor's name (employer, if for a single-employer plan)
Mailing address (include room, apt., suite no. and street, or P.O. Box)
City or town, state or province, country, and ZIP or foreign postal code (if foreign, see instructions)
BETENBOUGH COMPANIES, PBC

6305 82ND STREET
LUBBOCK, TX 79424

2b Employer Identification Number (EIN)
75-2770236

2c Plan Sponsor's telephone number
806-797-9494

2d Business code (see instructions)
236110

Caution: A penalty for the late or incomplete filing of this return/report will be assessed unless reasonable cause is established.

Under penalties of perjury and other penalties set forth in the instructions, I declare that I have examined this return/report, including accompanying schedules, statements and attachments, as well as the electronic version of this return/report, and to the best of my knowledge and belief, it is true, correct, and complete.

SIGN HERE	Filed with authorized/valid electronic signature.	10/12/2023	WALTER CUNNINGHAM
	Signature of plan administrator	Date	Enter name of individual signing as plan administrator
SIGN HERE			
	Signature of employer/plan sponsor	Date	Enter name of individual signing as employer or plan sponsor
SIGN HERE			
	Signature of DFE	Date	Enter name of individual signing as DFE

3a Plan administrator's name and address [X] Same as Plan Sponsor	**3b** Administrator's EIN	
	3c Administrator's telephone number	
4 If the name and/or EIN of the plan sponsor or the plan name has changed since the last return/report filed for this plan, enter the plan sponsor's name, EIN, the plan name and the plan number from the last return/report: **a** Sponsor's name **c** Plan Name	**4b** EIN **4d** PN	
5 Total number of participants at the beginning of the plan year	**5**	367
6 Number of participants as of the end of the plan year unless otherwise stated (welfare plans complete only lines **6a(1), 6a(2), 6b, 6c,** and **6d**).		
a(1) Total number of active participants at the beginning of the plan year	**6a(1)**	332
a(2) Total number of active participants at the end of the plan year	**6a(2)**	326
b Retired or separated participants receiving benefits	**6b**	1
c Other retired or separated participants entitled to future benefits	**6c**	60
d Subtotal. Add lines **6a(2)**, **6b**, and **6c**	**6d**	387
e Deceased participants whose beneficiaries are receiving or are entitled to receive benefits.	**6e**	0
f Total. Add lines **6d** and **6e**	**6f**	387
g Number of participants with account balances as of the end of the plan year (only defined contribution plans complete this item)	**6g**	387
h Number of participants who terminated employment during the plan year with accrued benefits that were less than 100% vested	**6h**	76
7 Enter the total number of employers obligated to contribute to the plan (only multiemployer plans complete this item)	**7**	

8a If the plan provides pension benefits, enter the applicable pension feature codes from the List of Plan Characteristics Codes in the instructions:

2I 2P 2Q 3I

b If the plan provides welfare benefits, enter the applicable welfare feature codes from the List of Plan Characteristics Codes in the instructions:

9a Plan funding arrangement (check all that apply)

- **(1)** [ ] Insurance
- **(2)** [ ] Code section 412(e)(3) insurance contracts
- **(3)** [X] Trust
- **(4)** [ ] General assets of the sponsor

9b Plan benefit arrangement (check all that apply)

- **(1)** [ ] Insurance
- **(2)** [ ] Code section 412(e)(3) insurance contracts
- **(3)** [X] Trust
- **(4)** [ ] General assets of the sponsor

10 Check all applicable boxes in 10a and 10b to indicate which schedules are attached, and, where indicated, enter the number attached. (See instructions)

a Pension Schedules

- **(1)** [X] **R** (Retirement Plan Information)
- **(2)** [ ] **MB** (Multiemployer Defined Benefit Plan and Certain Money Purchase Plan Actuarial Information) - signed by the plan actuary
- **(3)** [ ] **SB** (Single-Employer Defined Benefit Plan Actuarial Information) - signed by the plan actuary

b General Schedules

- **(1)** [X] **H** (Financial Information)
- **(2)** [ ] **I** (Financial Information – Small Plan)
- **(3)** [ ] 0 **A** (Insurance Information)
- **(4)** [ ] **C** (Service Provider Information)
- **(5)** [ ] **D** (DFE/Participating Plan Information)
- **(6)** [ ] **G** (Financial Transaction Schedules)

Part III Form M-1 Compliance Information (to be completed by welfare benefit plans)

11a If the plan provides welfare benefits, was the plan subject to the Form M-1 filing requirements during the plan year? (See instructions and 29 CFR 2520.101-2.) ..... ☐ Yes ☐ No

If "Yes" is checked, complete lines 11b and 11c.

11b Is the plan currently in compliance with the Form M-1 filing requirements? (See instructions and 29 CFR 2520.101-2.) ..... ☐ Yes ☐ No

11c Enter the Receipt Confirmation Code for the 2022 Form M-1 annual report. If the plan was not required to file the 2022 Form M-1 annual report, enter the Receipt Confirmation Code for the most recent Form M-1 that was required to be filed under the Form M-1 filing requirements. (Failure to enter a valid Receipt Confirmation Code will subject the Form 5500 filing to rejection as incomplete.)

Receipt Confirmation Code_____

SCHEDULE H (Form 5500)

Department of the Treasury
Internal Revenue Service

Department of Labor
Employee Benefits Security Administration

Pension Benefit Guaranty Corporation

Financial Information

This schedule is required to be filed under section 104 of the Employee Retirement Income Security Act of 1974 (ERISA), and section 6058(a) of the Internal Revenue Code (the Code).

▶ **File as an attachment to Form 5500.**

OMB No. 1210-0110

2022

This Form is Open to Public Inspection

For calendar plan year 2022 or fiscal plan year beginning 01/01/2022 and ending 12/31/2022

A Name of plan
BETENBOUGH COMPANIES EMPLOYEE STOCK OWNERSHIP PLAN

B Three-digit plan number (PN) ▶ 002

C Plan sponsor's name as shown on line 2a of Form 5500
BETENBOUGH COMPANIES, PBC

D Employer Identification Number (EIN)
75-2770236

Part I Asset and Liability Statement

1 Current value of plan assets and liabilities at the beginning and end of the plan year. Combine the value of plan assets held in more than one trust. Report the value of the plan's interest in a commingled fund containing the assets of more than one plan on a line-by-line basis unless the value is reportable on lines 1c(9) through 1c(14). Do not enter the value of that portion of an insurance contract which guarantees, during this plan year, to pay a specific dollar benefit at a future date. **Round off amounts to the nearest dollar.** MTIAs, CCTs, PSAs, and 103-12 IEs do not complete lines 1b(1), 1b(2), 1c(8), 1g, 1h, and 1i. CCTs, PSAs, and 103-12 IEs also do not complete lines 1d and 1e. See instructions.

Assets		(a) Beginning of Year	(b) End of Year
a Total noninterest-bearing cash	1a	175540	163150
b Receivables (less allowance for doubtful accounts):			
(1) Employer contributions	1b(1)	0	0
(2) Participant contributions	1b(2)		
(3) Other	1b(3)		
c General investments:			
(1) Interest-bearing cash (include money market accounts & certificates of deposit)	1c(1)		
(2) U.S. Government securities	1c(2)		
(3) Corporate debt instruments (other than employer securities):			
(A) Preferred	1c(3)(A)		
(B) All other	1c(3)(B)		
(4) Corporate stocks (other than employer securities):			
(A) Preferred	1c(4)(A)		
(B) Common	1c(4)(B)		
(5) Partnership/joint venture interests	1c(5)		
(6) Real estate (other than employer real property)	1c(6)		
(7) Loans (other than to participants)	1c(7)		
(8) Participant loans	1c(8)		
(9) Value of interest in common/collective trusts	1c(9)		
(10) Value of interest in pooled separate accounts	1c(10)		
(11) Value of interest in master trust investment accounts	1c(11)		
(12) Value of interest in 103-12 investment entities	1c(12)		
(13) Value of interest in registered investment companies (e.g., mutual funds)	1c(13)		
(14) Value of funds held in insurance company general account (unallocated contracts)	1c(14)		
(15) Other	1c(15)		

		(a) Beginning of Year	(b) End of Year
1d Employer-related investments:			
(1) Employer securities	1d(1)	285459533	348446447
(2) Employer real property	1d(2)		
e Buildings and other property used in plan operation	1e		
f Total assets (add all amounts in lines 1a through 1e)	1f	285635073	348609597
Liabilities			
g Benefit claims payable	1g	7862	7862
h Operating payables	1h		
i Acquisition indebtedness	1i	72497021	71016742
j Other liabilities	1j		
k Total liabilities (add all amounts in lines 1g through1j)	1k	72504883	71024604
Net Assets			
l Net assets (subtract line 1k from line 1f)	1l	213130190	277584993

Part II Income and Expense Statement

2 Plan income, expenses, and changes in net assets for the year. Include all income and expenses of the plan, including any trust(s) or separately maintained fund(s) and any payments/receipts to/from insurance carriers. Round off amounts to the nearest dollar. MTIAs, CCTs, PSAs, and 103-12 IEs do not complete lines 2a, 2b(1)(E), 2e, 2f, and 2g.

Income		(a) Amount	(b) Total
a Contributions:			
(1) Received or receivable in cash from: **(A)** Employers	2a(1)(A)	2992541	
(B) Participants	2a(1)(B)		
(C) Others (including rollovers)	2a(1)(C)		
(2) Noncash contributions	2a(2)		
(3) Total contributions. Add lines **2a(1)(A), (B), (C),** and line **2a(2)**	2a(3)		2992541
b Earnings on investments:			
(1) Interest:			
(A) Interest-bearing cash (including money market accounts and certificates of deposit)	2b(1)(A)		
(B) U.S. Government securities	2b(1)(B)		
(C) Corporate debt instruments	2b(1)(C)		
(D) Loans (other than to participants)	2b(1)(D)		
(E) Participant loans	2b(1)(E)		
(F) Other	2b(1)(F)		
(G) Total interest. Add lines **2b(1)(A)** through **(F)**	2b(1)(G)		0
(2) Dividends: **(A)** Preferred stock	2b(2)(A)		
(B) Common stock	2b(2)(B)	1879	
(C) Registered investment company shares (e.g. mutual funds)	2b(2)(C)		
(D) Total dividends. Add lines **2b(2)(A)**, **(B)**, and **(C)**	2b(2)(D)		1879
(3) Rents	2b(3)		
(4) Net gain (loss) on sale of assets: **(A)** Aggregate proceeds	2b(4)(A)		
(B) Aggregate carrying amount (see instructions)	2b(4)(B)		
(C) Subtract line **2b(4)(B)** from line **2b(4)(A)** and enter result	2b(4)(C)		0
(5) Unrealized appreciation (depreciation) of assets: **(A)** Real estate	2b(5)(A)		
(B) Other	2b(5)(B)	76871273	
(C) Total unrealized appreciation of assets. Add lines **2b(5)(A)** and **(B)**	2b(5)(C)		76871273

		(a) Amount	(b) Total
(6) Net investment gain (loss) from common/collective trusts	2b(6)		
(7) Net investment gain (loss) from pooled separate accounts	2b(7)		
(8) Net investment gain (loss) from master trust investment accounts	2b(8)		
(9) Net investment gain (loss) from 103-12 investment entities	2b(9)		
(10) Net investment gain (loss) from registered investment companies (e.g., mutual funds)	2b(10)		
c Other income	2c		
d Total income. Add all **income** amounts in column (b) and enter total	2d		79865693
Expenses			
e Benefit payment and payments to provide benefits:			
(1) Directly to participants or beneficiaries, including direct rollovers	2e(1)	13898627	
(2) To insurance carriers for the provision of benefits	2e(2)		
(3) Other	2e(3)		
(4) Total benefit payments. Add lines **2e(1)** through **(3)**	2e(4)		13898627
f Corrective distributions (see instructions)	2f		
g Certain deemed distributions of participant loans (see instructions)	2g		
h Interest expense	2h		1512263
i Administrative expenses: (1) Professional fees	2i(1)		
(2) Contract administrator fees	2i(2)		
(3) Investment advisory and management fees	2i(3)		
(4) Other	2i(4)		
(5) Total administrative expenses. Add lines **2i(1)** through **(4)**	2i(5)		0
j Total expenses. Add all **expense** amounts in column (b) and enter total	2j		15410890
Net Income and Reconciliation			
k Net income (loss). Subtract line **2j** from line **2d**	2k		64454803
l Transfers of assets:			
(1) To this plan	2l(1)		
(2) From this plan	2l(2)		

Part III Accountant's Opinion

3 Complete lines 3a through 3c if the opinion of an independent qualified public accountant is attached to this Form 5500. Complete line 3d if an opinion is not attached.

a The attached opinion of an independent qualified public accountant for this plan is (see instructions):

(1) [X] Unmodified **(2)** [ ] Qualified **(3)** [ ] Disclaimer **(4)** [ ] Adverse

b Check the appropriate box(es) to indicate whether the IQPA performed an ERISA section 103(a)(3)(C) audit. Check both boxes (1) and (2) if the audit was performed pursuant to both 29 CFR 2520.103-8 and 29 CFR 2520.103-12(d). Check box (3) if pursuant to neither.

(1) [ ] DOL Regulation 2520.103-8 **(2)** [ ] DOL Regulation 2520.103-12(d) **(3)** [X] neither DOL Regulation 2520.103-8 nor DOL Regulation 2520.103-12(d).

c Enter the name and EIN of the accountant (or accounting firm) below:

(1) Name: WHITLEY PENN LLP **(2)** EIN: 75-2393478

d The opinion of an independent qualified public accountant is **not attached** because:

(1) [ ] This form is filed for a CCT, PSA, or MTIA. **(2)** [ ] It will be attached to the next Form 5500 pursuant to 29 CFR 2520.104-50.

Part IV Compliance Questions

4 CCTs and PSAs do not complete Part IV. MTIAs, 103-12 IEs, and GIAs do not complete lines 4a, 4e, 4f, 4g, 4h, 4k, 4m, 4n, or 5. 103-12 IEs also do not complete lines 4j and 4l. MTIAs also do not complete line 4l.

During the plan year:

		Yes	No	Amount
a Was there a failure to transmit to the plan any participant contributions within the time period described in 29 CFR 2510.3-102? Continue to answer "Yes" for any prior year failures until fully corrected. (See instructions and DOL's Voluntary Fiduciary Correction Program.)	4a		X	

		Yes	No	Amount
b Were any loans by the plan or fixed income obligations due the plan in default as of the close of the plan year or classified during the year as uncollectible? Disregard participant loans secured by participant's account balance. (Attach Schedule G (Form 5500) Part I if "Yes" is checked.)	4b		X	
c Were any leases to which the plan was a party in default or classified during the year as uncollectible? (Attach Schedule G (Form 5500) Part II if "Yes" is checked.)	4c		X	
d Were there any nonexempt transactions with any party-in-interest? (Do not include transactions reported on line 4a. Attach Schedule G (Form 5500) Part III if "Yes" is checked.)	4d		X	
e Was this plan covered by a fidelity bond?	4e	X		1000000
f Did the plan have a loss, whether or not reimbursed by the plan's fidelity bond, that was caused by fraud or dishonesty?	4f		X	
g Did the plan hold any assets whose current value was neither readily determinable on an established market nor set by an independent third party appraiser?	4g		X	
h Did the plan receive any noncash contributions whose value was neither readily determinable on an established market nor set by an independent third party appraiser?	4h		X	
i Did the plan have assets held for investment? (Attach schedule(s) of assets if "Yes" is checked, and see instructions for format requirements.)	4i	X		
j Were any plan transactions or series of transactions in excess of 5% of the current value of plan assets? (Attach schedule of transactions if "Yes" is checked and see instructions for format requirements.)	4j		X	
k Were all the plan assets either distributed to participants or beneficiaries, transferred to another plan, or brought under the control of the PBGC?	4k		X	
l Has the plan failed to provide any benefit when due under the plan?	4l		X	
m If this is an individual account plan, was there a blackout period? (See instructions and 29 CFR 2520.101-3.)	4m		X	
n If 4m was answered "Yes," check the "Yes" box if you either provided the required notice or one of the exceptions to providing the notice applied under 29 CFR 2520.101-3.	4n			

5a Has a resolution to terminate the plan been adopted during the plan year or any prior plan year? ☐ Yes ☒ No
If "Yes," enter the amount of any plan assets that reverted to the employer this year _____.

5b If, during this plan year, any assets or liabilities were transferred from this plan to another plan(s), identify the plan(s) to which assets or liabilities were transferred. (See instructions.)

5b(1) Name of plan(s)	**5b(2)** EIN(s)	**5b(3)** PN(s)

5c Was the plan a defined benefit plan covered under the PBGC insurance program at any time during this plan year? (See ERISA section 4021 and instructions.) ☐ Yes ☐ No ☐ Not determined
If "Yes" is checked, enter the My PAA confirmation number from the PBGC premium filing for this plan year _____.

SCHEDULE R (Form 5500)

Department of the Treasury
Internal Revenue Service

Department of Labor
Employee Benefits Security Administration

Pension Benefit Guaranty Corporation

Retirement Plan Information

This schedule is required to be filed under sections 104 and 4065 of the Employee Retirement Income Security Act of 1974 (ERISA) and section 6058(a) of the Internal Revenue Code (the Code).

▶ **File as an attachment to Form 5500.**

OMB No. 1210-0110

2022

This Form is Open to Public Inspection.

For calendar plan year 2022 or fiscal plan year beginning 01/01/2022 and ending 12/31/2022

A Name of plan
BETENBOUGH COMPANIES EMPLOYEE STOCK OWNERSHIP PLAN

B Three-digit plan number (PN) ▶ 002

C Plan sponsor's name as shown on line 2a of Form 5500
BETENBOUGH COMPANIES, PBC

D Employer Identification Number (EIN)
75-2770236

Part I Distributions

All references to distributions relate only to payments of benefits during the plan year.

1 Total value of distributions paid in property other than in cash or the forms of property specified in the instructions **1** 13884359

2 Enter the EIN(s) of payor(s) who paid benefits on behalf of the plan to participants or beneficiaries during the year (if more than two, enter EINs of the two payors who paid the greatest dollar amounts of benefits):

EIN(s): 58-1428634

Profit-sharing plans, ESOPs, and stock bonus plans, skip line 3.

3 Number of participants (living or deceased) whose benefits were distributed in a single sum, during the plan year **3**

Part II Funding Information (If the plan is not subject to the minimum funding requirements of section 412 of the Internal Revenue Code or ERISA section 302, skip this Part.)

4 Is the plan administrator making an election under Code section 412(d)(2) or ERISA section 302(d)(2)? ..... ☐ **Yes** ☐ **No** ☐ **N/A**

If the plan is a defined benefit plan, go to line 8.

5 If a waiver of the minimum funding standard for a prior year is being amortized in this plan year, see instructions and enter the date of the ruling letter granting the waiver. **Date:** Month _____ Day _____ Year _____

If you completed line 5, complete lines 3, 9, and 10 of Schedule MB and do not complete the remainder of this schedule.

6 **a** Enter the minimum required contribution for this plan year (include any prior year accumulated funding deficiency not waived) **6a**

b Enter the amount contributed by the employer to the plan for this plan year **6b**

c Subtract the amount in line 6b from the amount in line 6a. Enter the result (enter a minus sign to the left of a negative amount) **6c**

If you completed line 6c, skip lines 8 and 9.

7 Will the minimum funding amount reported on line 6c be met by the funding deadline? ..... ☐ **Yes** ☐ **No** ☐ **N/A**

8 If a change in actuarial cost method was made for this plan year pursuant to a revenue procedure or other authority providing automatic approval for the change or a class ruling letter, does the plan sponsor or plan administrator agree with the change? ..... ☐ **Yes** ☐ **No** ☐ **N/A**

Part III Amendments

9 If this is a defined benefit pension plan, were any amendments adopted during this plan year that increased or decreased the value of benefits? If yes, check the appropriate box. If no, check the "No" box. ..... ☐ **Increase** ☐ **Decrease** ☐ **Both** ☐ **No**

Part IV ESOPs (see instructions). If this is not a plan described under section 409(a) or 4975(e)(7) of the Internal Revenue Code, skip this Part.

10 Were unallocated employer securities or proceeds from the sale of unallocated securities used to repay any exempt loan? ..... ☐ **Yes** ☒ **No**

11 **a** Does the ESOP hold any preferred stock? ..... ☐ **Yes** ☒ **No**

b If the ESOP has an outstanding exempt loan with the employer as lender, is such loan part of a "back-to-back" loan? (See instructions for definition of "back-to-back" loan.) ..... ☐ **Yes** ☒ **No**

12 Does the ESOP hold any stock that is not readily tradable on an established securities market? ..... ☒ **Yes** ☐ **No**

Part V Additional Information for Multiemployer Defined Benefit Pension Plans

13 Enter the following information for each employer that (1) contributed more than 5% of total contributions to the plan during the plan year or (2) was one of the top-ten highest contributors (measured in dollars). See instructions. *Complete as many entries as needed to report all applicable employers.*

a Name of contributing employer

b EIN **c** Dollar amount contributed by employer

d Date collective bargaining agreement expires *(If employer contributes under more than one collective bargaining agreement, check box* ☐ *and see instructions regarding required attachment. Otherwise, enter the applicable date.)* Month _____ Day _____ Year _____

e Contribution rate information *(If more than one rate applies, check this box* ☐ *and see instructions regarding required attachment. Otherwise, complete lines 13e(1) and 13e(2).)*
(1) Contribution rate (in dollars and cents) _____
(2) Base unit measure: ☐ Hourly ☐ Weekly ☐ Unit of production ☐ Other (specify):

---

a Name of contributing employer

b EIN **c** Dollar amount contributed by employer

d Date collective bargaining agreement expires *(If employer contributes under more than one collective bargaining agreement, check box* ☐ *and see instructions regarding required attachment. Otherwise, enter the applicable date.)* Month _____ Day _____ Year _____

e Contribution rate information *(If more than one rate applies, check this box* ☐ *and see instructions regarding required attachment. Otherwise, complete lines 13e(1) and 13e(2).)*
(1) Contribution rate (in dollars and cents) _____
(2) Base unit measure: ☐ Hourly ☐ Weekly ☐ Unit of production ☐ Other (specify): _____

---

a Name of contributing employer

b EIN **c** Dollar amount contributed by employer

d Date collective bargaining agreement expires *(If employer contributes under more than one collective bargaining agreement, check box* ☐ *and see instructions regarding required attachment. Otherwise, enter the applicable date.)* Month _____ Day _____ Year _____

e Contribution rate information *(If more than one rate applies, check this box* ☐ *and see instructions regarding required attachment. Otherwise, complete lines 13e(1) and 13e(2).)*
(1) Contribution rate (in dollars and cents) _____
(2) Base unit measure: ☐ Hourly ☐ Weekly ☐ Unit of production ☐ Other (specify): _____

---

a Name of contributing employer

b EIN **c** Dollar amount contributed by employer

d Date collective bargaining agreement expires *(If employer contributes under more than one collective bargaining agreement, check box* ☐ *and see instructions regarding required attachment. Otherwise, enter the applicable date.)* Month _____ Day _____ Year _____

e Contribution rate information *(If more than one rate applies, check this box* ☐ *and see instructions regarding required attachment. Otherwise, complete lines 13e(1) and 13e(2).)*
(1) Contribution rate (in dollars and cents) _____
(2) Base unit measure: ☐ Hourly ☐ Weekly ☐ Unit of production ☐ Other (specify): _____

---

a Name of contributing employer

b EIN **c** Dollar amount contributed by employer

d Date collective bargaining agreement expires *(If employer contributes under more than one collective bargaining agreement, check box* ☐ *and see instructions regarding required attachment. Otherwise, enter the applicable date.)* Month _____ Day _____ Year _____

e Contribution rate information *(If more than one rate applies, check this box* ☐ *and see instructions regarding required attachment. Otherwise, complete lines 13e(1) and 13e(2).)*
(1) Contribution rate (in dollars and cents) _____
(2) Base unit measure: ☐ Hourly ☐ Weekly ☐ Unit of production ☐ Other (specify): _____

---

a Name of contributing employer

b EIN **c** Dollar amount contributed by employer

d Date collective bargaining agreement expires *(If employer contributes under more than one collective bargaining agreement, check box* ☐ *and see instructions regarding required attachment. Otherwise, enter the applicable date.)* Month _____ Day _____ Year _____

e Contribution rate information *(If more than one rate applies, check this box* ☐ *and see instructions regarding required attachment. Otherwise, complete lines 13e(1) and 13e(2).)*
(1) Contribution rate (in dollars and cents) _____
(2) Base unit measure: ☐ Hourly ☐ Weekly ☐ Unit of production ☐ Other (specify): _____

14 Enter the number of deferred vested and retired participants (inactive participants), as of the beginning of the plan year, whose contributing employer is no longer making contributions to the plan for:

a The current plan year. Check the box to indicate the counting method used to determine the number of inactive participants: ☐ last contributing employer ☐ alternative ☐ reasonable approximation (see instructions for required attachment)	**14a**	
b The plan year immediately preceding the current plan year. ☐ Check the box if the number reported is a change from what was previously reported (see instructions for required attachment)	**14b**	
c The second preceding plan year. ☐ Check the box if the number reported is a change from what was previously reported (see instructions for required attachment)	**14c**	

15 Enter the ratio of the number of participants under the plan on whose behalf no employer had an obligation to make an employer contribution during the current plan year to:

a The corresponding number for the plan year immediately preceding the current plan year	**15a**	
b The corresponding number for the second preceding plan year	**15b**	

16 Information with respect to any employers who withdrew from the plan during the preceding plan year:

a Enter the number of employers who withdrew during the preceding plan year	**16a**	
b If line 16a is greater than 0, enter the aggregate amount of withdrawal liability assessed or estimated to be assessed against such withdrawn employers	**16b**	

17 If assets and liabilities from another plan have been transferred to or merged with this plan during the plan year, check box and see instructions regarding supplemental information to be included as an attachment ☐

Part VI Additional Information for Single-Employer and Multiemployer Defined Benefit Pension Plans

18 If any liabilities to participants or their beneficiaries under the plan as of the end of the plan year consist (in whole or in part) of liabilities to such participants and beneficiaries under two or more pension plans as of immediately before such plan year, check box and see instructions regarding supplemental information to be included as an attachment ☐

19 If the total number of participants is 1,000 or more, complete lines (a) through (c)

a Enter the percentage of plan assets held as:
Stock: _____% Investment-Grade Debt: _____% High-Yield Debt: _____% Real Estate: _____% Other: _____%

b Provide the average duration of the combined investment-grade and high-yield debt:
☐ 0-3 years ☐ 3-6 years ☐ 6-9 years ☐ 9-12 years ☐ 12-15 years ☐ 15-18 years ☐ 18-21 years ☐ 21 years or more

c What duration measure was used to calculate line 19(b)?
☐ Effective duration ☐ Macaulay duration ☐ Modified duration ☐ Other (specify):

20 **PBGC missed contribution reporting requirements.** If this is a multiemployer plan or a single-employer plan that is not covered by PBGC, skip line 20.

a Is the amount of unpaid minimum required contributions for all years from Schedule SB (Form 5500) line 40 greater than zero? ☐ Yes ☐ No

b If line 20a is "Yes," has PBGC been notified as required by ERISA sections 4043(c)(5) and/or 303(k)(4)? Check the applicable box:

☐ Yes.

☐ No. Reporting was waived under 29 CFR 4043.25(c)(2) because contributions equal to or exceeding the unpaid minimum required contribution were made by the 30th day after the due date.

☐ No. The 30-day period referenced in 29 CFR 4043.25(c)(2) has not yet ended, and the sponsor intends to make a contribution equal to or exceeding the unpaid minimum required contribution by the 30th day after the due date.

☐ No. Other. Provide explanation_____

BETENBOUGH COMPANIES
EMPLOYEE STOCK OWNERSHIP PLAN

FINANCIAL STATEMENTS
AND SUPPLEMENTAL SCHEDULE

Years Ended December 31, 2022 and 2021
with Report of Independent Auditors

BETENBOUGH COMPANIES
EMPLOYEE STOCK OWNERSHIP PLAN

FINANCIAL STATEMENTS
AND SUPPLEMENTAL SCHEDULE

Years Ended December 31, 2022 and 2021

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REPORT OF INDEPENDENT AUDITORS

To the Board of Directors of the
Betenbough Companies Employee Stock Ownership Plan

Opinion

We have audited the financial statements of the Betenbough Companies Employee Stock Ownership Plan (the "Plan"), an employee benefit plan subject to the Employee Retirement Income Security Act of 1974 ("ERISA"), which comprise the statements of net assets available for benefits as of December 31, 2022 and 2021, the related statements of changes in net assets available for benefits for the years then ended, and the related notes to financial statements.

In our opinion, the accompanying financial statements present fairly, in all material respects, the net assets available for benefits of the Plan as of December 31, 2022 and 2021, and the changes in net assets available for benefits for the years then ended, in accordance with accounting principles generally accepted in the United States of America ("GAAP").

Basis for Opinion

We conducted our audits in accordance with auditing standards generally accepted in the United States of America ("GAAS"). 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 the Plan 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 opinion.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with GAAP, 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 financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the Plan's ability to continue as a going concern for one year after the date that the financial statements are issued.

Management is also responsible for maintaining a current Plan instrument, including all Plan amendments, administering the Plan, and determining that the Plan's transactions that are presented and disclosed in the financial statements are in conformity with the Plan's provisions, including maintaining sufficient records with respect to each of the participants, to determine the benefits due or which may become due to such participants.

HLB WE ARE AN INDEPENDENT MEMBER OF THE GLOBAL ADVISORY AND ACCOUNTING NETWORK

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the 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 GAAS 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 financial statements.

In performing an audit in accordance with GAAS, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.

- Identify and assess the risks of material misstatement of the 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 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 the Plan's 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 financial statements.

- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the Plan's 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.

Other Matter—Supplemental Schedules Required by ERISA

Our audits were conducted for the purpose of forming an opinion on the financial statements as a whole. The supplemental schedule of Form 5500, Schedule H, Line 4i – Schedule of Assets (Held at End of Year) is presented for purposes of additional analysis and is not a required part of the financial statements but is supplementary information required by the Department of Labor's ("DOL") Rules and Regulations for Reporting and Disclosure under ERISA. 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 financial statements. The information has been subjected to the auditing procedures applied in the audits of the 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 GAAS.

In forming our opinion on the supplemental schedule, we evaluated whether the supplemental schedule, including its form and content, is presented in conformity with the DOL's Rules and Regulations for Reporting and Disclosure under ERISA.

In our opinion, the information in the accompanying schedule is fairly stated, in all material respects, in relation to the financial statements as a whole, and the form and content are presented in conformity with the DOL's Rules and Regulations for Reporting and Disclosure under ERISA.

Whitley Penn LLP

Odessa, Texas
September 15, 2023

BETENBOUGH COMPANIES EMPLOYEE STOCK OWNERSHIP PLAN

STATEMENTS OF NET ASSETS AVAILABLE FOR BENEFITS

December 31, 2022 and 2021

	2022			2021		
	Allocated	**Unallocated**	**Total**	**Allocated**	**Unallocated**	**Total**
Assets						
Investments, at fair value:						
Money market fund	$ 163,150	$ -	$ 163,150	$ 175,540	$ -	$ 175,540
Betenbough Companies, PBC common stock	147,964,365	200,482,082	348,446,447	123,286,439	162,173,094	285,459,533
Total investments	148,127,515	200,482,082	348,609,597	123,461,979	162,173,094	285,635,073
Total assets	148,127,515	200,482,082	348,609,597	123,461,979	162,173,094	285,635,073
Liabilities						
Other liabilities	7,862	-	7,862	7,862	-	7,862
Notes payable	-	71,016,742	71,016,742	-	72,497,021	72,497,021
Total liabilities	7,862	71,016,742	71,024,604	7,862	72,497,021	72,504,883
Net assets available for benefits	$ 148,119,653	$ 129,465,340	$ 277,584,993	$ 123,454,117	$ 89,676,073	$ 213,130,190

See accompanying notes to financial statements.

BETENBOUGH COMPANIES EMPLOYEE STOCK OWNERSHIP PLAN

STATEMENT OF CHANGES IN NET ASSETS AVAILABLE FOR BENEFITS

Year Ended December 31, 2022

	Allocated	Unallocated	Total
Additions to Net Assets			
Investment income			
Net realized and unrealized gain on Betenbough Companies, PBC common stock	$ 30,967,032	$ 45,904,241	$ 76,871,273
Dividends and interest	1,879	-	1,879
Total investment income	30,968,911	45,904,241	76,873,152
Employer contributions	-	2,992,541	2,992,541
Allocation of 2,032 shares of Betenbough Companies, PBC common stock	7,595,252	-	7,595,252
Total additions to net assets	38,564,163	48,896,782	87,460,945
Deductions from Net Assets			
Interest expense	-	1,512,263	1,512,263
Benefit payments	13,898,627	-	13,898,627
Allocation of 2,032 shares of Betenbough Companies, PBC common stock	-	7,595,252	7,595,252
Total deductions from net assets	13,898,627	9,107,515	23,006,142
Net increase in net assets available for benefits	24,665,536	39,789,267	64,454,803
Net assets available for benefits at beginning of year	123,454,117	89,676,073	213,130,190
Net assets available for benefits at end of year	$ 148,119,653	$ 129,465,340	$ 277,584,993

See accompanying notes to financial statements.

BETENBOUGH COMPANIES EMPLOYEE STOCK OWNERSHIP PLAN

STATEMENT OF CHANGES IN NET ASSETS AVAILABLE FOR BENEFITS

Year Ended December 31, 2021

	Allocated	Unallocated	Total
Additions to Net Assets			
Investment income			
Net realized and unrealized gain on Betenbough Companies, PBC common stock	$ 33,194,109	$ 47,540,614	$ 80,734,723
Dividends and interest	84	-	84
Total investment income	33,194,193	47,540,614	80,734,807
Employer contributions	-	1,025,360	1,025,360
Loan payments	(1,967,181)	1,967,181	-
Other income	65,511	-	65,511
Allocation of 2,032 shares of Betenbough Companies, PBC common stock	5,919,654	-	5,919,654
Total additions to net assets	37,212,177	50,533,155	87,745,332
Deductions from Net Assets			
Interest expense	-	1,160,210	1,160,210
Benefit payments	46,793,414	-	46,793,414
Allocation of 2,032 shares of Betenbough Companies, PBC common stock	-	5,919,654	5,919,654
Total deductions from net assets	46,793,414	7,079,864	53,873,278
Net (decrease) increase in net assets available for benefits	(9,581,237)	43,453,291	33,872,054
Net assets available for benefits at beginning of year	133,035,354	46,222,782	179,258,136
Net assets available for benefits at end of year	$ 123,454,117	$ 89,676,073	$ 213,130,190

See accompanying notes to financial statements.

BETENBOUGH COMPANIES EMPLOYEE STOCK OWNERSHIP PLAN

NOTES TO FINANCIAL STATEMENTS

December 31, 2022 and 2021

A. Description of the Plan

The following brief description of the Betenbough Companies Employee Stock Ownership Plan (the "Plan") is provided for general information purposes only. The Plan is sponsored by Betenbough Companies, PBC (the "Company" or "Plan Sponsor"). Participants should refer to the Plan document for more complete information. The Company's corporate offices are in Lubbock, Texas.

The Plan was effective January 1, 2004, restated most recently restated January 1, 2017, and is a defined contribution plan available to all employees of the Company, except for those employees covered by a collective bargaining agreement, certain nonresident aliens, and employees classified by the Company as independent contractors. The Plan operates as a leveraged employee stock ownership plan ("ESOP"), and is designed to comply with Section 4975(e)(7) and the regulations thereunder of the Internal Revenue Code of 1986, as amended ("IRC") and is subject to the provisions of the Employee Retirement Income Security Act of 1974 ("ERISA").

The purpose of the Plan is to permit eligible Employees to obtain a beneficial interest in the stock of the Company and to provide deferred compensation benefits to participants and beneficiaries.

Any other corporation or entity, with the consent of Betenbough Companies, PBC, can become a participating employer in the Plan. The following employers have adopted the Plan as participating employers:

- Betenbough Homes, LLC
- Betenbough Business Services, LLC

The Plan purchased Company stock using the proceeds of borrowings from the Company and holds the common stock in a trust established under the Plan. The borrowings are repaid to the Company by fully deductible Company contributions to the trust fund. As the Plan makes each payment of principal, an appropriate percentage of stock will be allocated to eligible employees' accounts in accordance with applicable regulations under the IRC.

The borrowings are collateralized by the unallocated shares of common stock. Accordingly, the financial statements of the Plan as of December 31, 2022 and 2021 present separately the assets and liabilities and changes therein pertaining to:

1. The accounts of employees with vested rights in allocated common stock ("Allocated") and
2. Common stock not yet allocated to employees ("Unallocated")

A. Description of the Plan – continued

Contributions

The Company is obligated to make contributions under the Plan which, when aggregated with the Plan's dividends and interest earnings, equal the amount necessary to enable the Plan to make its regularly scheduled payments of principal and interest to its term loans. Employees are not permitted to make contributions.

The Company may make discretionary contributions to the Plan as determined annually by its Board of Directors. Participants who are not employed on the last day of the plan year are generally not eligible for an allocation of Company contributions for such year. During the years ended December 31, 2022 and 2021, the Company made discretionary contributions of 11.34% and 4.79% of each participant's eligible compensation, which amounted to $2,992,541 and $1,025,360, respectively.

Voting Rights

The Trustee shall vote all Company stock held by it as part of the Plan assets. Provided, however, that if any agreement entered into by the Trust provides for voting of any shares of Company Stock pledged as security for any obligation of the Plan, then such shares of Company Stock shall be voted in accordance with such agreement. If the Trustee does not timely receive voting directions from a Participant or Beneficiary with respect to any Company Stock allocated to that Participant's or Beneficiary's Company Stock Account, the Trustee shall vote such Company Stock. The Trustee is required to vote any unallocated shares on behalf of the collective best interest of the plan participants and beneficiaries.

Participant Accounts

The Plan is a defined contribution plan under which a separate individual account is established for each participant. Each participant's account is credited as of the last day of the year with an allocation of shares of the Company's common stock released by the Trustee from the unallocated account and forfeitures of terminated participants' non-vested accounts.

Only those participants who are eligible employees of the Company as of the last day of the plan year will receive an allocation.

No allocations made on behalf of participants whose number of shares of stock held in such participant's company stock account is 7.9% or more of the total number of issued shares of company stock and will be ineligible for an allocation of any employer contribution, shares of company stock released from the unallocated company account or forfeitures. Allocations are based on a participant's eligible compensation, relative to total eligible compensation. No additional benefit may accrue for Plan participants with 9.9% or more of Company stock allocated to their accounts. Plan earnings are allocated to each participant's account based on the ratio of the participant's beginning of the year account balance to all participants' beginning of the year account balances.

A. Description of the Plan – continued

Vesting

If a participant's employment with the Company ends for any reason other than retirement, disability, or death, he or she will vest in the balances in his or her account based on total years of service with the Company. An employee's credited service shall be the number of plan years in which the employee is credited with at least 1,000 hours of service.

Participant are vested in their accounts as follows:

Years of Service	Vested Percentage
Less than 2 years	0%
2 years	20%
3 years	40%
4 years	60%
5 years	80%
6 years	100%

Benefit Payments

Distributions on account of death or retirement are made in the Plan year following the event. Distributions for other separations from service are made as requested by the terminated participant. Distribution of a participant's benefit shall be made in cash or in shares of company stock to a put option and are made as a lump-sum payment if the balance does not exceed $10,000. Amounts in excess of $10,000 are paid either in annual installments or made as a lump-sum payment depending on available liquidity in the Plan at the discretion of the Company Board of Directors according to the Plan's distribution policy.

Forfeitures

Employer contributions and Plan forfeitures are allocated to each participant's account based upon the relation of the participant's compensation to total compensation for the Plan year. Forfeitures of terminated non-vested account balances allocated to remaining participants as of December 31, 2022 and 2021, totaled 277.74 shares in the amount of $1,038,368 and 226.23 shares in the amount of $659,210, respectively. There were no remaining unallocated forfeiture balances as of December 31, 2022 and 2021.

Plan Expenses

Employees of the Company perform certain administrative functions with no compensation from the Plan. In accordance with Plan provisions, the Company pays substantially all costs relating to asset charges and recordkeeping. All significant administrative expenses are paid by the Company and are not reflected in the accompanying financial statements.

A. Description of the Plan – continued

Put Options

Under Federal income tax regulations, the employer stock that is held by the Plan and its participants and is not readily tradable on an established market, or is subject to trading limitations, is required to include a put option. The put option is a right to demand that the Company buy any shares of its stock distributed to participants for which there is no market. The put price is representative of the current appraised value of the stock. The Company can pay for the purchase with interest over a period of five years. The purpose of the put option is to ensure that the participant can ultimately obtain cash for their shares.

During the year ended December 31, 2021, under the put option, the Company repurchased 1,335 shares. There were no material share repurchases under the put option during the year ended December 31, 2022.

Diversification

Diversification is offered to participants close to retirement so that they may have the opportunity to move part of the value of their investment in the Company common stock into investments which are more diversified. Participants who have reached age 55 with at least 10 years of participation in the Plan may elect to diversify a portion of their account.

Diversification is offered to each eligible participant over a six-year period. In each of the first five years, a participant may diversify up to 25% of the shares allocated to his or her account, less any shares previously diversified. In the sixth year, the percentage increases to 50%.

Participants who elect to diversify have the option to receive a cash distribution or a direct rollover to an IRA or other qualified employer plan. Participants eligible to diversify make their election after year-end based on the number of shares of the employer's stock held in their account at year-end. During the year ended December 31, 2021 participants elected to diversify $12,672. There was no diversification during the year ended December 31, 2022.

B. Summary of Significant Accounting Policies

Basis of Accounting

The financial statements of the Plan are presented on the accrual basis of accounting in accordance with accounting principles generally accepted in the United States of America ("GAAP").

Use of Estimates

The preparation of the financial statements in conformity with GAAP requires the plan administrator to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results may differ from these estimates.

B. Summary of Significant Accounting Policies – continued

Allocations

The financial statements of the Plan present separately the assets and liabilities and changes therein pertaining to (a) the accounts of employees with rights in allocated stock ("allocated") and (b) stock not yet allocated to employees ("unallocated"), including shares that are committed to be released. Shares are released from collateral and become allocated generally in the period in which debt service is actually paid. The Plan's investments as of December 31, 2022 and 2021 are as follows:

	2022		2021	
	Allocated	**Unallocated**	**Allocated**	**Unallocated**
Employer stock:				
Number of shares	39,576.42	53,623.47	42,309.77	55,655.00
Cost	$ 6,324,086	$ 70,718,535	$ 4,699,142	$ 72,343,479
Fair value	$ 147,964,365	$200,482,082	$ 123,286,439	$162,173,094

Investments and Revenue Recognition

The shares of Company common stock are valued at estimated fair value. See Note C for discussion of fair value measurements. Purchases and sales of securities are recorded on a trade-date basis.

Interest income is recorded on the accrual basis. Dividends are recorded on the ex-dividend date. Net appreciation includes the Plan's gains on investments bought and sold as well as held during the year.

Payment of Benefits

Benefits are recorded when paid.

C. Fair Value Measurements

GAAP defines fair value as 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 and establishes a three-tier hierarchy that is used to identify assets and liabilities measured at fair value. The hierarchy focuses on the inputs used to measure fair value. The three levels defined are as follows:

- Level 1 — observable inputs that are based upon quoted market prices for identical assets or liabilities within active markets.

- Level 2 — observable inputs other than Level 1 that are based upon quoted market prices for similar assets or liabilities, based upon quoted prices within inactive markets, or inputs other than quoted market prices that are observable through market data for substantially the full term of the asset or liability.

C. Fair Value Measurements – continued

- Level 3 — inputs that are unobservable for the particular asset or liability due to little or no market activity and are significant to the fair value of the asset or liability. These inputs reflect assumptions that market participants would use when valuing the particular asset or liability.

GAAP requires that management describe the methodologies used to measure the fair value of assets and liabilities. The methodologies used to measure the fair value of the Plan's investments are as follows:

- Money market funds are valued based on the short-term cash component as of the measurement date and classified within Level 1 of the valuation hierarchy.

- The Betenbough Companies, PBC common stock was valued by an independent third party as the stock is not traded on a securities exchange. The valuation is based on a blended approach using a capitalized cash flow method (80%) and guideline publicly companies' method (20%), less an appropriate marketability discount. The common stock is considered to be Level 3 of the valuation hierarchy.

There have been no changes in the methodologies used as of December 31, 2022 and 2021. The following table details the Plan's investments at fair value by level, within the fair value hierarchy, as of December 31, 2022 and 2021. The Plan has no assets classified within Level 2 of the valuation hierarchy.

	2022			
	Level 1	**Level 2**	**Level 3**	**Total**
Money market fund	$ 163,150	$ -	$ -	$ 163,150
Betenbough Companies, PBC common stock	-	-	348,446,447	348,446,447
Total investments, at fair value	$ 163,150	$ -	$348,446,447	$348,609,597

	2021			
	Level 1	**Level 2**	**Level 3**	**Total**
Money market fund	$ 175,540	$ -	$ -	$ 175,540
Betenbough Companies, PBC common stock	-	-	285,459,533	285,459,533
Total investments, at fair value	$ 175,540	$ -	$285,459,533	$285,635,073

C. Fair Value Measurements – continued

These items are classified in their entirety based on the lowest priority level of input that is significant to the fair value measurement. The assessment of the significance of a particular input to the fair value measurement requires judgment and may affect the placement of assets and liabilities within the levels of the fair value hierarchy. For the year ended December 31, 2021, there was a sale of 12.92 shares of the Company's common stock for $27,010. There were no sales of Company common stock during the year ended December 31, 2022.

D. Notes Payable

The Company has periodically entered into loan agreements with the Plan to facilitate the purchase of shares of the Company's common stock by the Plan. For each loan, the purchased shares are collateral for the loan, and are released from collateral and allocated to participants when principal and interest payments are made.

For each loan, the number of shares released in any year is the number of encumbered shares held immediately before release for the current plan year multiplied by a fraction. The numerator of the fraction shall be the amount of principal and interest paid for the year. The denominator of the fraction shall be the sum of the numerator plus the principal and interest to be paid for all future years.

2014 Loan Agreement

On December 18, 2014, the Company entered into a loan agreement with the Plan ("2014 note payable"), in which the Plan borrowed $4,810,862 from the Company for the purchase of 9,784.54 shares of common stock of the Company. The loan bears interest at a fixed rate of 2.74% and shall be repaid in annual payments of $315,701, including principal and interest, over twenty years, maturing in December 2034.

Repayment of principal and interest resulted in 489.23 shares being released and allocated for the plan years ended December 31, 2022 and 2021.

The carrying value of the 2014 note payable as of December 31, 2022 and 2021, was $3,191,432 and $3,413,601, respectively.

2015 Loan Agreement

On December 23, 2015, the Company entered into a loan agreement with the Plan ("2015 note payable"), in which the Plan borrowed $1,068,120 from the Company for the purchase of 2,054.51 shares of common stock of the Company. The loan bears interest at a fixed rate of 2.61% and shall be repaid in annual payments of $69,231, including principal and interest, over twenty years, maturing in December 2035.

Repayment of principal and interest resulted in 102.73 shares being released and allocated for the plan years ended December 31, 2022 and 2021.

D. Notes Payable – continued

The carrying value of the 2015 note payable as of December 31, 2022 and 2021, was $754,972 and $803,238, respectively.

2016 Loan Agreement

On December 15, 2016, the Company entered into a loan agreement with the Plan ("2016 note payable"), in which the Plan borrowed $787,494 from the Company for the purchase of 1,139.45 shares of common stock of the Company. The loan bears interest at a fixed rate of 2.26% and shall be repaid in annual payments of $49,377, including principal and interest, over twenty years, maturing in December 2036.

Repayment of principal and interest resulted in 56.97 shares being released and allocated for the plan years ended December 31, 2022 and 2021.

The carrying value of the 2016 note payable as of December 31, 2022 and 2021, was $586,981 and $622,294, respectively.

2018 Loan Agreement

On November 16, 2018, the Company entered into a loan agreement with the Plan ("2018 note payable"), in which the Plan borrowed $12,000,000 from the Company for the purchase of 13,301.12 shares of common stock of the Company. The loan bears interest at a fixed rate of 3.22% and shall be repaid in annual payments of $631,514, including principal and interest, over thirty years, maturing in December 2048.

Repayment of principal and interest resulted in 443.56 shares being released and allocated for the plan years ended December 31, 2022 and 2021.

The carrying value of the 2018 note payable as of December 31, 2022 and 2021, was $11,006,011 and $11,274,487, respectively.

2019 Loan Agreement

On June 28, 2019, the Company entered into a loan agreement with the Plan ("2019 note payable"), in which the Plan borrowed $12,381,758 from the Company for the purchase of 14,959.41 shares of common stock of the Company. The loan bears interest at a fixed rate of 2.76% and shall be repaid in annual payments of $603,483, including principal and interest, over thirty years, maturing in December 2048.

Repayment of principal and interest resulted in 498.65 shares being released and allocated for the plan years ended December 31, 2022 and 2021.

The carrying value of the 2019 note payable as of December 31, 2022 and 2021, was $11,092,512 and $11,381,856, respectively.

D. Notes Payable – continued

2021 Loan Agreement

On July 1, 2021, the Company entered into a loan agreement with the Plan ("2021 note payable"), in which the Plan borrowed $45,994,387 from the Company for the purchase of 22,009.20 shares of common stock of the Company. The loan bears interest at a fixed rate of 1.57% and shall be repaid in annual payments of $1,323,234, including principal and interest, over fifty years, maturing in July 2070.

Repayment of principal and interest resulted in 440.18 shares being released and allocated for the plan years ended December 31, 2022 and 2021.

The carrying value of the 2021 note payable as of December 31, 2022 and 2021, was $44,384,834 and $45,001,545,respectively.

The combined balance of notes payable as of December 31, 2022 and 2021, was $71,016,742 and $72,497,021, respectively. The scheduled amortization of the loans over the next five years is as follows:

2023	$ 1,514,736
2024	1,549,841
2025	1,586,276
2026	1,623,410
2027	1,661,485
Thereafter	63,080,994
	$ 71,016,742

E. Tax Status

The Internal Revenue Service has determined, by a determination letter dated February 20, 2018, that the form of the plan is designed in accordance with applicable sections of the Internal Revenue Code ("IRC"). The Plan has been amended since receiving the determination letter.

Once qualified, the Plan is required to operate in conformity with the Code to maintain its qualification. The Company believes that the Plan is being operated in compliance with the applicable requirements of the Code and, therefore, believes that the Plan was qualified, and the related trust was tax-exempt as of the financial statement date.

E. Tax Status – continued

GAAP requires management to evaluate tax positions taken by the Plan and recognize a tax liability (or asset) if the Plan has taken an uncertain position that more likely than not would not be sustained upon examination by the IRS. The Plan Administrator has analyzed the tax positions taken by the Plan and has concluded that as of December 31, 2022, there are no uncertain positions taken or expected to be taken that would require recognition of a liability (or asset) or disclosure in the financial statements. The Plan is subject to routine audits by taxing jurisdictions; however, there are currently no audits for any tax periods in progress.

F. Plan Termination

Although it has not expressed any intention to do so, the Company has the right under the Plan to terminate the Plan subject to the provisions set forth in ERISA. In the event the Plan terminates, all amounts credited to participant's accounts will become 100% vested.

G. Parties-in-Interest Transactions

Party-in-interest transactions include those with fiduciaries or employees of the Plan, any person who provides services to the Plan, an employer whose employees are covered by the Plan, an employee organization whose members are covered by the Plan, a person who owns 50% or more of such an employer or employee organization, or relatives of such persons.

The Plan invests in common stock of the Company and has notes payable to the Company. These transactions qualify as party-in-interest transactions, which are exempt from the prohibited transaction rules. As described in Note B, the Company pays the administrative expenses of the Plan. The Plan has several service providers that provide services to the Plan. Such parties are parties-in-interest under ERISA which are exempt from the prohibited transaction rules.

H. Risks and Uncertainties

The Plan invests in the common stock of the Company, which is not traded on a securities exchange. The common stock is exposed to various risks, such as interest rate, market, and credit risks. Due to the level of risk associated with the common stock, 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 participants' account balances and the amounts reported in the statement of net assets available for benefits.

I. Subsequent Events

In preparing the accompanying financial statements, management has evaluated all subsequent events and transactions for potential recognition or disclosure through September 15, 2023, the date the financial statements were available for issuance.

SUPPLEMENTAL SCHEDULE

BETENBOUGH COMPANIES EMPLOYEE STOCK OWNERSHIP PLAN

FORM 5500, SCHEDULE H, LINE 4i - SCHEDULE OF ASSETS (HELD AT END OF YEAR)

December 31, 2022

EIN: 75-2770236
Plan #: 002

(a)	(b) Identity of issuer	(c) Description of investment	(d) Cost	Current Value
*	Betenbough Companies, PBC	93,200 shares of Betenbough Companies, PBC common stock	$ 77,042,621	$ 348,446,447
	Federated Hermes, Inc.	Money market	163,150	163,150
			$ 77,205,771	$ 348,609,597

* A party-in-interest as defined by ERISA

BETENBOUGH COMPANIES
EMPLOYEE STOCK OWNERSHIP PLAN

FINANCIAL STATEMENTS
AND SUPPLEMENTAL SCHEDULE

Years Ended December 31, 2022 and 2021
with Report of Independent Auditors

BETENBOUGH COMPANIES
EMPLOYEE STOCK OWNERSHIP PLAN

FINANCIAL STATEMENTS
AND SUPPLEMENTAL SCHEDULE

Years Ended December 31, 2022 and 2021

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REPORT OF INDEPENDENT AUDITORS

To the Board of Directors of the
Betenbough Companies Employee Stock Ownership Plan

Opinion

We have audited the financial statements of the Betenbough Companies Employee Stock Ownership Plan (the "Plan"), an employee benefit plan subject to the Employee Retirement Income Security Act of 1974 ("ERISA"), which comprise the statements of net assets available for benefits as of December 31, 2022 and 2021, the related statements of changes in net assets available for benefits for the years then ended, and the related notes to financial statements.

In our opinion, the accompanying financial statements present fairly, in all material respects, the net assets available for benefits of the Plan as of December 31, 2022 and 2021, and the changes in net assets available for benefits for the years then ended, in accordance with accounting principles generally accepted in the United States of America ("GAAP").

Basis for Opinion

We conducted our audits in accordance with auditing standards generally accepted in the United States of America ("GAAS"). 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 the Plan 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 opinion.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with GAAP, 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 financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the Plan's ability to continue as a going concern for one year after the date that the financial statements are issued.

Management is also responsible for maintaining a current Plan instrument, including all Plan amendments, administering the Plan, and determining that the Plan's transactions that are presented and disclosed in the financial statements are in conformity with the Plan's provisions, including maintaining sufficient records with respect to each of the participants, to determine the benefits due or which may become due to such participants.

HLB WE ARE AN INDEPENDENT MEMBER OF THE GLOBAL ADVISORY AND ACCOUNTING NETWORK

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the 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 GAAS 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 financial statements.

In performing an audit in accordance with GAAS, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.

- Identify and assess the risks of material misstatement of the 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 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 the Plan's 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 financial statements.

- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the Plan's 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.

Other Matter—Supplemental Schedules Required by ERISA

Our audits were conducted for the purpose of forming an opinion on the financial statements as a whole. The supplemental schedule of Form 5500, Schedule H, Line 4i – Schedule of Assets (Held at End of Year) is presented for purposes of additional analysis and is not a required part of the financial statements but is supplementary information required by the Department of Labor's ("DOL") Rules and Regulations for Reporting and Disclosure under ERISA. 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 financial statements. The information has been subjected to the auditing procedures applied in the audits of the 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 GAAS.

In forming our opinion on the supplemental schedule, we evaluated whether the supplemental schedule, including its form and content, is presented in conformity with the DOL's Rules and Regulations for Reporting and Disclosure under ERISA.

In our opinion, the information in the accompanying schedule is fairly stated, in all material respects, in relation to the financial statements as a whole, and the form and content are presented in conformity with the DOL's Rules and Regulations for Reporting and Disclosure under ERISA.

Whitley Penn LLP

Odessa, Texas
September 15, 2023

BETENBOUGH COMPANIES EMPLOYEE STOCK OWNERSHIP PLAN

STATEMENTS OF NET ASSETS AVAILABLE FOR BENEFITS

December 31, 2022 and 2021

	2022			2021		
	Allocated	**Unallocated**	**Total**	**Allocated**	**Unallocated**	**Total**
Assets						
Investments, at fair value:						
Money market fund	$ 163,150	$ -	$ 163,150	$ 175,540	$ -	$ 175,540
Betenbough Companies, PBC common stock	147,964,365	200,482,082	348,446,447	123,286,439	162,173,094	285,459,533
Total investments	148,127,515	200,482,082	348,609,597	123,461,979	162,173,094	285,635,073
Total assets	148,127,515	200,482,082	348,609,597	123,461,979	162,173,094	285,635,073
Liabilities						
Other liabilities	7,862	-	7,862	7,862	-	7,862
Notes payable	-	71,016,742	71,016,742	-	72,497,021	72,497,021
Total liabilities	7,862	71,016,742	71,024,604	7,862	72,497,021	72,504,883
Net assets available for benefits	$ 148,119,653	$ 129,465,340	$ 277,584,993	$ 123,454,117	$ 89,676,073	$ 213,130,190

See accompanying notes to financial statements.

BETENBOUGH COMPANIES EMPLOYEE STOCK OWNERSHIP PLAN

STATEMENT OF CHANGES IN NET ASSETS AVAILABLE FOR BENEFITS

Year Ended December 31, 2022

	Allocated	Unallocated	Total
Additions to Net Assets			
Investment income			
Net realized and unrealized gain on Betenbough Companies, PBC common stock	$ 30,967,032	$ 45,904,241	$ 76,871,273
Dividends and interest	1,879	-	1,879
Total investment income	30,968,911	45,904,241	76,873,152
Employer contributions	-	2,992,541	2,992,541
Allocation of 2,032 shares of Betenbough Companies, PBC common stock	7,595,252	-	7,595,252
Total additions to net assets	38,564,163	48,896,782	87,460,945
Deductions from Net Assets			
Interest expense	-	1,512,263	1,512,263
Benefit payments	13,898,627	-	13,898,627
Allocation of 2,032 shares of Betenbough Companies, PBC common stock	-	7,595,252	7,595,252
Total deductions from net assets	13,898,627	9,107,515	23,006,142
Net increase in net assets available for benefits	24,665,536	39,789,267	64,454,803
Net assets available for benefits at beginning of year	123,454,117	89,676,073	213,130,190
Net assets available for benefits at end of year	$ 148,119,653	$ 129,465,340	$ 277,584,993

See accompanying notes to financial statements.

BETENBOUGH COMPANIES EMPLOYEE STOCK OWNERSHIP PLAN

STATEMENT OF CHANGES IN NET ASSETS AVAILABLE FOR BENEFITS

Year Ended December 31, 2021

	Allocated	Unallocated	Total
Additions to Net Assets			
Investment income			
Net realized and unrealized gain on Betenbough Companies, PBC common stock	$ 33,194,109	$ 47,540,614	$ 80,734,723
Dividends and interest	84	-	84
Total investment income	33,194,193	47,540,614	80,734,807
Employer contributions	-	1,025,360	1,025,360
Loan payments	(1,967,181)	1,967,181	-
Other income	65,511	-	65,511
Allocation of 2,032 shares of Betenbough Companies, PBC common stock	5,919,654	-	5,919,654
Total additions to net assets	37,212,177	50,533,155	87,745,332
Deductions from Net Assets			
Interest expense	-	1,160,210	1,160,210
Benefit payments	46,793,414	-	46,793,414
Allocation of 2,032 shares of Betenbough Companies, PBC common stock	-	5,919,654	5,919,654
Total deductions from net assets	46,793,414	7,079,864	53,873,278
Net (decrease) increase in net assets available for benefits	(9,581,237)	43,453,291	33,872,054
Net assets available for benefits at beginning of year	133,035,354	46,222,782	179,258,136
Net assets available for benefits at end of year	$ 123,454,117	$ 89,676,073	$ 213,130,190

See accompanying notes to financial statements.

BETENBOUGH COMPANIES EMPLOYEE STOCK OWNERSHIP PLAN

NOTES TO FINANCIAL STATEMENTS

December 31, 2022 and 2021

A. Description of the Plan

The following brief description of the Betenbough Companies Employee Stock Ownership Plan (the "Plan") is provided for general information purposes only. The Plan is sponsored by Betenbough Companies, PBC (the "Company" or "Plan Sponsor"). Participants should refer to the Plan document for more complete information. The Company's corporate offices are in Lubbock, Texas.

The Plan was effective January 1, 2004, restated most recently restated January 1, 2017, and is a defined contribution plan available to all employees of the Company, except for those employees covered by a collective bargaining agreement, certain nonresident aliens, and employees classified by the Company as independent contractors. The Plan operates as a leveraged employee stock ownership plan ("ESOP"), and is designed to comply with Section 4975(e)(7) and the regulations thereunder of the Internal Revenue Code of 1986, as amended ("IRC") and is subject to the provisions of the Employee Retirement Income Security Act of 1974 ("ERISA").

The purpose of the Plan is to permit eligible Employees to obtain a beneficial interest in the stock of the Company and to provide deferred compensation benefits to participants and beneficiaries.

Any other corporation or entity, with the consent of Betenbough Companies, PBC, can become a participating employer in the Plan. The following employers have adopted the Plan as participating employers:

- Betenbough Homes, LLC
- Betenbough Business Services, LLC

The Plan purchased Company stock using the proceeds of borrowings from the Company and holds the common stock in a trust established under the Plan. The borrowings are repaid to the Company by fully deductible Company contributions to the trust fund. As the Plan makes each payment of principal, an appropriate percentage of stock will be allocated to eligible employees' accounts in accordance with applicable regulations under the IRC.

The borrowings are collateralized by the unallocated shares of common stock. Accordingly, the financial statements of the Plan as of December 31, 2022 and 2021 present separately the assets and liabilities and changes therein pertaining to:

1. The accounts of employees with vested rights in allocated common stock ("Allocated") and
2. Common stock not yet allocated to employees ("Unallocated")

A. Description of the Plan – continued

Contributions

The Company is obligated to make contributions under the Plan which, when aggregated with the Plan's dividends and interest earnings, equal the amount necessary to enable the Plan to make its regularly scheduled payments of principal and interest to its term loans. Employees are not permitted to make contributions.

The Company may make discretionary contributions to the Plan as determined annually by its Board of Directors. Participants who are not employed on the last day of the plan year are generally not eligible for an allocation of Company contributions for such year. During the years ended December 31, 2022 and 2021, the Company made discretionary contributions of 11.34% and 4.79% of each participant's eligible compensation, which amounted to $2,992,541 and $1,025,360, respectively.

Voting Rights

The Trustee shall vote all Company stock held by it as part of the Plan assets. Provided, however, that if any agreement entered into by the Trust provides for voting of any shares of Company Stock pledged as security for any obligation of the Plan, then such shares of Company Stock shall be voted in accordance with such agreement. If the Trustee does not timely receive voting directions from a Participant or Beneficiary with respect to any Company Stock allocated to that Participant's or Beneficiary's Company Stock Account, the Trustee shall vote such Company Stock. The Trustee is required to vote any unallocated shares on behalf of the collective best interest of the plan participants and beneficiaries.

Participant Accounts

The Plan is a defined contribution plan under which a separate individual account is established for each participant. Each participant's account is credited as of the last day of the year with an allocation of shares of the Company's common stock released by the Trustee from the unallocated account and forfeitures of terminated participants' non-vested accounts.

Only those participants who are eligible employees of the Company as of the last day of the plan year will receive an allocation.

No allocations made on behalf of participants whose number of shares of stock held in such participant's company stock account is 7.9% or more of the total number of issued shares of company stock and will be ineligible for an allocation of any employer contribution, shares of company stock released from the unallocated company account or forfeitures. Allocations are based on a participant's eligible compensation, relative to total eligible compensation. No additional benefit may accrue for Plan participants with 9.9% or more of Company stock allocated to their accounts. Plan earnings are allocated to each participant's account based on the ratio of the participant's beginning of the year account balance to all participants' beginning of the year account balances.

A. Description of the Plan – continued

Vesting

If a participant's employment with the Company ends for any reason other than retirement, disability, or death, he or she will vest in the balances in his or her account based on total years of service with the Company. An employee's credited service shall be the number of plan years in which the employee is credited with at least 1,000 hours of service.

Participant are vested in their accounts as follows:

Years of Service	Vested Percentage
Less than 2 years	0%
2 years	20%
3 years	40%
4 years	60%
5 years	80%
6 years	100%

Benefit Payments

Distributions on account of death or retirement are made in the Plan year following the event. Distributions for other separations from service are made as requested by the terminated participant. Distribution of a participant's benefit shall be made in cash or in shares of company stock to a put option and are made as a lump-sum payment if the balance does not exceed $10,000. Amounts in excess of $10,000 are paid either in annual installments or made as a lump-sum payment depending on available liquidity in the Plan at the discretion of the Company Board of Directors according to the Plan's distribution policy.

Forfeitures

Employer contributions and Plan forfeitures are allocated to each participant's account based upon the relation of the participant's compensation to total compensation for the Plan year. Forfeitures of terminated non-vested account balances allocated to remaining participants as of December 31, 2022 and 2021, totaled 277.74 shares in the amount of $1,038,368 and 226.23 shares in the amount of $659,210, respectively. There were no remaining unallocated forfeiture balances as of December 31, 2022 and 2021.

Plan Expenses

Employees of the Company perform certain administrative functions with no compensation from the Plan. In accordance with Plan provisions, the Company pays substantially all costs relating to asset charges and recordkeeping. All significant administrative expenses are paid by the Company and are not reflected in the accompanying financial statements.

A. Description of the Plan – continued

Put Options

Under Federal income tax regulations, the employer stock that is held by the Plan and its participants and is not readily tradable on an established market, or is subject to trading limitations, is required to include a put option. The put option is a right to demand that the Company buy any shares of its stock distributed to participants for which there is no market. The put price is representative of the current appraised value of the stock. The Company can pay for the purchase with interest over a period of five years. The purpose of the put option is to ensure that the participant can ultimately obtain cash for their shares.

During the year ended December 31, 2021, under the put option, the Company repurchased 1,335 shares. There were no material share repurchases under the put option during the year ended December 31, 2022.

Diversification

Diversification is offered to participants close to retirement so that they may have the opportunity to move part of the value of their investment in the Company common stock into investments which are more diversified. Participants who have reached age 55 with at least 10 years of participation in the Plan may elect to diversify a portion of their account.

Diversification is offered to each eligible participant over a six-year period. In each of the first five years, a participant may diversify up to 25% of the shares allocated to his or her account, less any shares previously diversified. In the sixth year, the percentage increases to 50%.

Participants who elect to diversify have the option to receive a cash distribution or a direct rollover to an IRA or other qualified employer plan. Participants eligible to diversify make their election after year-end based on the number of shares of the employer's stock held in their account at year-end. During the year ended December 31, 2021 participants elected to diversify $12,672. There was no diversification during the year ended December 31, 2022.

B. Summary of Significant Accounting Policies

Basis of Accounting

The financial statements of the Plan are presented on the accrual basis of accounting in accordance with accounting principles generally accepted in the United States of America ("GAAP").

Use of Estimates

The preparation of the financial statements in conformity with GAAP requires the plan administrator to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results may differ from these estimates.

B. Summary of Significant Accounting Policies – continued

Allocations

The financial statements of the Plan present separately the assets and liabilities and changes therein pertaining to (a) the accounts of employees with rights in allocated stock ("allocated") and (b) stock not yet allocated to employees ("unallocated"), including shares that are committed to be released. Shares are released from collateral and become allocated generally in the period in which debt service is actually paid. The Plan's investments as of December 31, 2022 and 2021 are as follows:

	2022		2021	
	Allocated	**Unallocated**	**Allocated**	**Unallocated**
Employer stock:				
Number of shares	39,576.42	53,623.47	42,309.77	55,655.00
Cost	$ 6,324,086	$ 70,718,535	$ 4,699,142	$ 72,343,479
Fair value	$ 147,964,365	$200,482,082	$ 123,286,439	$162,173,094

Investments and Revenue Recognition

The shares of Company common stock are valued at estimated fair value. See Note C for discussion of fair value measurements. Purchases and sales of securities are recorded on a trade-date basis.

Interest income is recorded on the accrual basis. Dividends are recorded on the ex-dividend date. Net appreciation includes the Plan's gains on investments bought and sold as well as held during the year.

Payment of Benefits

Benefits are recorded when paid.

C. Fair Value Measurements

GAAP defines fair value as 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 and establishes a three-tier hierarchy that is used to identify assets and liabilities measured at fair value. The hierarchy focuses on the inputs used to measure fair value. The three levels defined are as follows:

- Level 1 — observable inputs that are based upon quoted market prices for identical assets or liabilities within active markets.

- Level 2 — observable inputs other than Level 1 that are based upon quoted market prices for similar assets or liabilities, based upon quoted prices within inactive markets, or inputs other than quoted market prices that are observable through market data for substantially the full term of the asset or liability.

C. Fair Value Measurements – continued

- Level 3 — inputs that are unobservable for the particular asset or liability due to little or no market activity and are significant to the fair value of the asset or liability. These inputs reflect assumptions that market participants would use when valuing the particular asset or liability.

GAAP requires that management describe the methodologies used to measure the fair value of assets and liabilities. The methodologies used to measure the fair value of the Plan's investments are as follows:

- Money market funds are valued based on the short-term cash component as of the measurement date and classified within Level 1 of the valuation hierarchy.

- The Betenbough Companies, PBC common stock was valued by an independent third party as the stock is not traded on a securities exchange. The valuation is based on a blended approach using a capitalized cash flow method (80%) and guideline publicly companies' method (20%), less an appropriate marketability discount. The common stock is considered to be Level 3 of the valuation hierarchy.

There have been no changes in the methodologies used as of December 31, 2022 and 2021. The following table details the Plan's investments at fair value by level, within the fair value hierarchy, as of December 31, 2022 and 2021. The Plan has no assets classified within Level 2 of the valuation hierarchy.

	2022			
	Level 1	**Level 2**	**Level 3**	**Total**
Money market fund	$ 163,150	$ -	$ -	$ 163,150
Betenbough Companies, PBC common stock	-	-	348,446,447	348,446,447
Total investments, at fair value	$ 163,150	$ -	$348,446,447	$348,609,597

	2021			
	Level 1	**Level 2**	**Level 3**	**Total**
Money market fund	$ 175,540	$ -	$ -	$ 175,540
Betenbough Companies, PBC common stock	-	-	285,459,533	285,459,533
Total investments, at fair value	$ 175,540	$ -	$285,459,533	$285,635,073

C. Fair Value Measurements – continued

These items are classified in their entirety based on the lowest priority level of input that is significant to the fair value measurement. The assessment of the significance of a particular input to the fair value measurement requires judgment and may affect the placement of assets and liabilities within the levels of the fair value hierarchy. For the year ended December 31, 2021, there was a sale of 12.92 shares of the Company's common stock for $27,010. There were no sales of Company common stock during the year ended December 31, 2022.

D. Notes Payable

The Company has periodically entered into loan agreements with the Plan to facilitate the purchase of shares of the Company's common stock by the Plan. For each loan, the purchased shares are collateral for the loan, and are released from collateral and allocated to participants when principal and interest payments are made.

For each loan, the number of shares released in any year is the number of encumbered shares held immediately before release for the current plan year multiplied by a fraction. The numerator of the fraction shall be the amount of principal and interest paid for the year. The denominator of the fraction shall be the sum of the numerator plus the principal and interest to be paid for all future years.

2014 Loan Agreement

On December 18, 2014, the Company entered into a loan agreement with the Plan ("2014 note payable"), in which the Plan borrowed $4,810,862 from the Company for the purchase of 9,784.54 shares of common stock of the Company. The loan bears interest at a fixed rate of 2.74% and shall be repaid in annual payments of $315,701, including principal and interest, over twenty years, maturing in December 2034.

Repayment of principal and interest resulted in 489.23 shares being released and allocated for the plan years ended December 31, 2022 and 2021.

The carrying value of the 2014 note payable as of December 31, 2022 and 2021, was $3,191,432 and $3,413,601, respectively.

2015 Loan Agreement

On December 23, 2015, the Company entered into a loan agreement with the Plan ("2015 note payable"), in which the Plan borrowed $1,068,120 from the Company for the purchase of 2,054.51 shares of common stock of the Company. The loan bears interest at a fixed rate of 2.61% and shall be repaid in annual payments of $69,231, including principal and interest, over twenty years, maturing in December 2035.

Repayment of principal and interest resulted in 102.73 shares being released and allocated for the plan years ended December 31, 2022 and 2021.

D. Notes Payable – continued

The carrying value of the 2015 note payable as of December 31, 2022 and 2021, was $754,972 and $803,238, respectively.

2016 Loan Agreement

On December 15, 2016, the Company entered into a loan agreement with the Plan ("2016 note payable"), in which the Plan borrowed $787,494 from the Company for the purchase of 1,139.45 shares of common stock of the Company. The loan bears interest at a fixed rate of 2.26% and shall be repaid in annual payments of $49,377, including principal and interest, over twenty years, maturing in December 2036.

Repayment of principal and interest resulted in 56.97 shares being released and allocated for the plan years ended December 31, 2022 and 2021.

The carrying value of the 2016 note payable as of December 31, 2022 and 2021, was $586,981 and $622,294, respectively.

2018 Loan Agreement

On November 16, 2018, the Company entered into a loan agreement with the Plan ("2018 note payable"), in which the Plan borrowed $12,000,000 from the Company for the purchase of 13,301.12 shares of common stock of the Company. The loan bears interest at a fixed rate of 3.22% and shall be repaid in annual payments of $631,514, including principal and interest, over thirty years, maturing in December 2048.

Repayment of principal and interest resulted in 443.56 shares being released and allocated for the plan years ended December 31, 2022 and 2021.

The carrying value of the 2018 note payable as of December 31, 2022 and 2021, was $11,006,011 and $11,274,487, respectively.

2019 Loan Agreement

On June 28, 2019, the Company entered into a loan agreement with the Plan ("2019 note payable"), in which the Plan borrowed $12,381,758 from the Company for the purchase of 14,959.41 shares of common stock of the Company. The loan bears interest at a fixed rate of 2.76% and shall be repaid in annual payments of $603,483, including principal and interest, over thirty years, maturing in December 2048.

Repayment of principal and interest resulted in 498.65 shares being released and allocated for the plan years ended December 31, 2022 and 2021.

The carrying value of the 2019 note payable as of December 31, 2022 and 2021, was $11,092,512 and $11,381,856, respectively.

D. Notes Payable – continued

2021 Loan Agreement

On July 1, 2021, the Company entered into a loan agreement with the Plan ("2021 note payable"), in which the Plan borrowed $45,994,387 from the Company for the purchase of 22,009.20 shares of common stock of the Company. The loan bears interest at a fixed rate of 1.57% and shall be repaid in annual payments of $1,323,234, including principal and interest, over fifty years, maturing in July 2070.

Repayment of principal and interest resulted in 440.18 shares being released and allocated for the plan years ended December 31, 2022 and 2021.

The carrying value of the 2021 note payable as of December 31, 2022 and 2021, was $44,384,834 and $45,001,545,respectively.

The combined balance of notes payable as of December 31, 2022 and 2021, was $71,016,742 and $72,497,021, respectively. The scheduled amortization of the loans over the next five years is as follows:

2023	$ 1,514,736
2024	1,549,841
2025	1,586,276
2026	1,623,410
2027	1,661,485
Thereafter	63,080,994
	$ 71,016,742

E. Tax Status

The Internal Revenue Service has determined, by a determination letter dated February 20, 2018, that the form of the plan is designed in accordance with applicable sections of the Internal Revenue Code ("IRC"). The Plan has been amended since receiving the determination letter.

Once qualified, the Plan is required to operate in conformity with the Code to maintain its qualification. The Company believes that the Plan is being operated in compliance with the applicable requirements of the Code and, therefore, believes that the Plan was qualified, and the related trust was tax-exempt as of the financial statement date.

E. Tax Status – continued

GAAP requires management to evaluate tax positions taken by the Plan and recognize a tax liability (or asset) if the Plan has taken an uncertain position that more likely than not would not be sustained upon examination by the IRS. The Plan Administrator has analyzed the tax positions taken by the Plan and has concluded that as of December 31, 2022, there are no uncertain positions taken or expected to be taken that would require recognition of a liability (or asset) or disclosure in the financial statements. The Plan is subject to routine audits by taxing jurisdictions; however, there are currently no audits for any tax periods in progress.

F. Plan Termination

Although it has not expressed any intention to do so, the Company has the right under the Plan to terminate the Plan subject to the provisions set forth in ERISA. In the event the Plan terminates, all amounts credited to participant's accounts will become 100% vested.

G. Parties-in-Interest Transactions

Party-in-interest transactions include those with fiduciaries or employees of the Plan, any person who provides services to the Plan, an employer whose employees are covered by the Plan, an employee organization whose members are covered by the Plan, a person who owns 50% or more of such an employer or employee organization, or relatives of such persons.

The Plan invests in common stock of the Company and has notes payable to the Company. These transactions qualify as party-in-interest transactions, which are exempt from the prohibited transaction rules. As described in Note B, the Company pays the administrative expenses of the Plan. The Plan has several service providers that provide services to the Plan. Such parties are parties-in-interest under ERISA which are exempt from the prohibited transaction rules.

H. Risks and Uncertainties

The Plan invests in the common stock of the Company, which is not traded on a securities exchange. The common stock is exposed to various risks, such as interest rate, market, and credit risks. Due to the level of risk associated with the common stock, 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 participants' account balances and the amounts reported in the statement of net assets available for benefits.

I. Subsequent Events

In preparing the accompanying financial statements, management has evaluated all subsequent events and transactions for potential recognition or disclosure through September 15, 2023, the date the financial statements were available for issuance.

SUPPLEMENTAL SCHEDULE

BETENBOUGH COMPANIES EMPLOYEE STOCK OWNERSHIP PLAN

FORM 5500, SCHEDULE H, LINE 4i - SCHEDULE OF ASSETS (HELD AT END OF YEAR)

December 31, 2022

EIN: 75-2770236
Plan #: 002

(a)	(b) Identity of issuer	(c) Description of investment	(d) Cost	Current Value
*	Betenbough Companies, PBC	93,200 shares of Betenbough Companies, PBC common stock	$ 77,042,621	$ 348,446,447
	Federated Hermes, Inc.	Money market	163,150	163,150
			$ 77,205,771	$ 348,609,597

* A party-in-interest as defined by ERISA