

SAMARITAN'S FEET INTERNATIONAL

Financial Statements
With Independent Auditors' Report

December 31, 2023 and 2022



SAMARITAN'S FEET INTERNATIONAL

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INDEPENDENT AUDITORS' REPORT

Board of Directors
Samaritan's Feet International
Charlotte, North Carolina

Opinion

We have audited the accompanying financial statements of Samaritan's Feet International (a nonprofit organization), which comprise the statements of financial position as of December 31, 2023 and 2022, and the related statements of activities and cash flows for the years then ended, and the related notes to the financial statements.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Samaritan's Feet International as of December 31, 2023 and 2022, and the changes in its net assets and its cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

We conducted our audits in accordance with auditing standards generally accepted in the United States of America. Our responsibilities under those standards are further described in the *Auditors' Responsibilities for the Audit of the Financial Statements* section of our report. We are required to be independent of Samaritan's Feet International 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 accounting principles generally accepted in the United States of America, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about Samaritan's Feet International's ability to continue as a going concern within one year after the date that the financial statements are available to be issued.

Board of Directors
Samaritan's Feet International
Charlotte, North Carolina

Auditors' Responsibility 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 auditors' report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards 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 generally accepted auditing standards, 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 Samaritan's Feet International'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 Samaritan's Feet International'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.

Capin Crouse LLC

Lawrenceville, Georgia
June 6, 2025

SAMARITAN'S FEET INTERNATIONAL

Statements of Financial Position

	December 31,	
	2023	2022
ASSETS:		
Cash and cash equivalents	\$ 1,426,750	\$ 14,572,943
Investments	8,133,525	505,117
Goods pending distribution	2,251,210	3,439,907
Contributions receivable–net	1,582,812	2,209,080
Prepaid expenses	130,176	-
Property and equipment–net	6,750,543	6,714,410
	<u> </u>	<u> </u>
Total Assets	<u>\$ 20,275,016</u>	<u>\$ 27,441,457</u>
LIABILITIES AND NET ASSETS:		
Liabilities:		
Accounts payable and accrued expenses	\$ 228,283	\$ 284,062
Line of credit	300,000	-
Notes payable	3,197,122	3,651,671
Total liabilities	<u>3,725,405</u>	<u>3,935,733</u>
Net assets:		
Net assets without donor restrictions	2,657,339	(5,492,060)
Net assets with donor restrictions	13,892,272	28,997,784
Total net assets	<u>16,549,611</u>	<u>23,505,724</u>
Total Liabilities and Net Assets	<u>\$ 20,275,016</u>	<u>\$ 27,441,457</u>

See notes to financial statements

SAMARITAN'S FEET INTERNATIONAL

Statements of Activities

Year Ended December 31,

	2023			2022		
	Without Donor Restrictions	With Donor Restrictions	Total	Without Donor Restrictions	With Donor Restrictions	Total
SUPPORT AND REVENUE:						
Contributions:						
Cash	\$ 1,713,395	\$ 1,918,143	\$ 3,631,538	\$ 1,892,455	\$ 23,482,017	\$ 25,374,472
Gifts in kind of nonfinancial assets	3,061,527	-	3,061,527	-	2,954,515	2,954,515
Investment income	473,777	-	473,777	(14,280)	-	(14,280)
Other income	376,290	-	376,290	325,855	-	325,855
Total Support and Revenue	5,624,989	1,918,143	7,543,132	2,204,030	26,436,532	28,640,562
RECLASSIFICATIONS:						
Satisfaction of purpose restrictions	17,023,655	(17,023,655)	-	5,920,008	(5,920,008)	-
EXPENSES:						
Program services	12,976,788	-	12,976,788	13,653,755	-	13,653,755
Supporting activities:						
Management and general	1,314,319	-	1,314,319	1,571,774	-	1,571,774
Fundraising	208,138	-	208,138	286,085	-	286,085
	1,522,457	-	1,522,457	1,857,859	-	1,857,859
Total Expenses	14,499,245	-	14,499,245	15,511,614	-	15,511,614
Change in Net Assets	8,149,399	(15,105,512)	(6,956,113)	(7,387,576)	20,516,524	13,128,948
Net Assets, Beginning of Year	(5,492,060)	28,997,784	23,505,724	1,895,516	8,481,260	10,376,776
Net Assets, End of Year	<u>\$ 2,657,339</u>	<u>\$ 13,892,272</u>	<u>\$ 16,549,611</u>	<u>\$ (5,492,060)</u>	<u>\$ 28,997,784</u>	<u>\$ 23,505,724</u>

See notes to financial statements

SAMARITAN'S FEET INTERNATIONAL

Statements of Cash Flows

	Year Ended December 31,	
	2023	2022
CASH FLOWS FROM OPERATING ACTIVITIES:		
Change in net assets	\$ (6,956,113)	\$ 13,128,948
Adjustments to reconcile change in net assets to net cash provided (used) by operating activities:		
Depreciation	199,989	190,035
Unrealized (gains) losses on investments	(444,558)	68,937
Net changes in operating assets/liabilities:		
Goods pending distribution	1,188,697	(971,882)
Contributions receivable-net	626,268	2,558,692
Prepaid expenses	(130,176)	-
Accounts payable and accrued expenses	(55,779)	(106,656)
Net Cash Provided (Used) by Operating Activities	(5,571,672)	14,868,074
CASH FLOWS FROM INVESTING ACTIVITIES:		
Purchase of investments	(11,688,703)	(87,549)
Proceeds from the sale of investments	4,504,853	216,599
Purchase of property and equipment	(236,122)	(457,264)
Net Cash Used by Investing Activities	(7,419,972)	(328,214)
CASH FLOWS FROM FINANCING ACTIVITIES:		
Proceeds from draws on line of credit	300,000	-
Payments on note payable	(454,549)	(1,563,176)
Net Cash Used by Financing Activities	(154,549)	(1,563,176)
Change in Cash and Cash Equivalents	(13,146,193)	12,976,684
Cash and Cash Equivalents, Beginning of Year	14,572,943	1,596,259
Cash and Cash Equivalents, End of Year	\$ 1,426,750	\$ 14,572,943
SUPPLEMENTAL DISCLOSURE:		
Cash paid for interest	\$ 175,328	\$ 253,501

See notes to financial statements

SAMARITAN'S FEET INTERNATIONAL

Notes to Financial Statements

December 31, 2023 and 2022

1. NATURE OF ORGANIZATION:

Samaritan's Feet International (the Organization) was incorporated in the state of North Carolina in 2003. The Organization is exempt from federal and state income tax under Section 501(c)(3) of the Internal Revenue Code (the Code). The primary source of revenue for the Organization is contributions from the general public.

The Organization serves and inspires hope in children by providing shoes as the foundation to a spiritual and healthy life resulting in the advancement of education and economic opportunities.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES:

BASIS OF ACCOUNTING

The accompanying financial statements have been prepared on the accrual basis of accounting in accordance with accounting principles generally accepted in the United States of America.

USE OF ESTIMATES

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

CASH AND CASH EQUIVALENTS

Cash and cash equivalents includes checking, savings, and money market accounts. Cash equivalents are defined as short-term, highly liquid debt securities that are both readily convertible to cash and have an original maturity of three months or less. At December 31, 2023 and 2022, the Organization's cash and cash equivalent balances with financial institutions exceeded federally insured limits by \$1,174,282 and \$14,267,943, respectively.

INVESTMENTS

Investments in marketable securities with readily determinable fair values are recorded at fair value based on the last reported sales price on the valuation date. Donated investments are recorded at market value at the date of donation, and thereafter carried in accordance with the above provisions. Dividend and interest income as well as the realized and unrealized gains (losses) on marketable securities are included in investment income in the accompanying statements of activities.

SAMARITAN'S FEET INTERNATIONAL

Notes to Financial Statements

December 31, 2023 and 2022

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, continued:

INVESTMENTS, continued

When available, the Organization measures fair value using Level 1 inputs because they generally provide the most reliable evidence of fair value. Level 3 inputs are only used when Level 1 or Level 2 inputs are not available. At December 31, 2023 and 2022, all of the Organization's investments are considered Level 1 investments. The valuation methodologies used for assets measured at fair value are based upon quoted market prices or dealer quotes in an open market.

GOODS PENDING DISTRIBUTION

The Organization's goods that are pending distribution consist of both donated and purchased shoes. Donated goods are valued at their estimated fair value using the valuation methods described below and the purchased goods are stated at the lower of cost or net realizable value. Substantially all the goods pending distribution as of December 31, 2023, are expected to be distributed during the year ending December 31, 2024. Significant damage may result in goods not being distributed. Management has determined any allowance for obsolescence or goods unable to be distributed by reviewing activity and distribution history. Actual losses are recorded as a charge to the allowance as incurred, and additions to the allowance are charged to cost of goods distributed. As of December 31, 2023 and 2022, the allowance for obsolescence or goods unable to be distributed was \$397,272 and \$607,042, respectively.

CONTRIBUTIONS RECEIVABLE—NET

Contributions receivable includes unconditional promises made by certain donors wherein the donors have unconditionally promised contributions to the Organization in future periods. Unconditional promises expected to be collected within one year are recorded as support and a receivable at net realizable value. Unconditional promises expected to be collected in future years are recorded as support and a receivable at the present value of the expected future cash flows. Discounts on those amounts are computed using risk-adjusted interest rates applicable to the years in which the promises are received. As of December 31, 2023 and 2022, management determined that no discount was necessary. Contributions receivable are presented net of an allowance for credit losses, which is an estimate of amounts that may not be collectible. In determining the amount of the allowance as of the statement of financial position date, the Organization develops a loss rate based on management's historical collection experience, adjusted for management's expectations about current and future economic conditions. As of December 31, 2023, the Organization utilized a historical loss rate of 50% for balances over 90 days old. Management determined no such allowance was necessary as of December 31, 2022.

PROPERTY AND EQUIPMENT—NET

Items capitalized as property and equipment are stated at cost or, if donated, at fair value on the date of donation. The Organization generally capitalizes all property and equipment acquisitions in excess of \$2,500. Expenditures for repairs and maintenance are charged to expense as incurred, and additions and improvements that significantly extend the lives of assets are capitalized at cost. Depreciation is computed using the straight-line method over the estimated useful lives of the assets, ranging from 5 to 39 years.

SAMARITAN'S FEET INTERNATIONAL

Notes to Financial Statements

December 31, 2023 and 2022

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, continued:

CLASSES OF NET ASSETS

The financial statements report amounts separately by classes of net assets:

Net assets without donor restrictions are currently available at the direction of the board for use in the Organization's operations or invested in property and equipment.

Net assets with donor restrictions are stipulated by donors for specific operating purposes or programs, with time restrictions, or not currently available for use until commitments regarding their use have been fulfilled.

REVENUE AND REVENUE RECOGNITION

The Organization reports gifts of cash and other assets as support with donor restrictions if they are received with donor stipulations that limit the use of the donated amounts. When a stipulated time restriction ends or purpose restriction is satisfied, net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the statements of activities as reclassifications. All contributions are considered to be available for use without donor restrictions unless specifically restricted by the donor. Conditional promises to give—that is, those with a measurable performance or other barrier and a right of return—are not recognized until the conditions on which they depend have been met.

Gifts in kind of nonfinancial assets received through private donations are recorded at their estimated fair value. For the years ended December 31, 2023 and 2022, gifts in kind of nonfinancial assets are comprised of donated footwear. The value of donated footwear was derived using acquisition costs of comparable items.

Other income is mostly comprised of rental income which the Organization recognizes revenue over the duration of the contract period. All other revenue types are recognized when earned.

The Organization reports gifts of land, buildings, and equipment as support without donor restrictions unless explicit donor stipulations specify how the donated assets must be used. Gifts of long-lived assets with explicit restrictions that specify how the assets are to be used and gifts of cash and other assets that must be used to acquire long-lived assets are reported as restricted support. Absent explicit donor stipulations about how those long-lived assets must be maintained, the Organization reports expirations of donor restrictions when donated or acquired assets have been placed in service.

Gains and losses on investments are reported as increases or decreases in net assets without donor restrictions unless their use is restricted by explicit donor stipulation or law.

SAMARITAN'S FEET INTERNATIONAL

Notes to Financial Statements

December 31, 2023 and 2022

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, continued:

EXPENSES

Expenses are recorded when incurred in accordance with the accrual basis of accounting. The costs of providing the program services and supporting activities of the Organization have been summarized on a functional basis in the statements of activities. Accordingly, certain costs have been allocated among the program services and supporting activities benefited.

Directly identifiable expenses are charged to the respective program and supporting services. Expenses related to more than one function are initially charged to programs and supporting services primarily based on a percentage of estimated utilized square footage or employee time and effort. General and administrative expenses include those expenses that are not directly identifiable with any other specific function but provide for the overall support and direction of the Organization.

CONCENTRATIONS

During the year ended December 31, 2022, the Organization received approximately 80% of total cash contributions from a single donor. There was no such concentration during the year ended December 31, 2023.

The Organization also received approximately 93% and 88% of total gifts in kind contributions from three and four donors during the years ended December 31, 2023 and 2022, respectively. The organizational implications of this are recognized by management.

SAMARITAN'S FEET INTERNATIONAL

Notes to Financial Statements

December 31, 2023 and 2022

3. LIQUIDITY AND FUNDS AVAILABLE:

The following table reflects the Organization's financial assets as of December 31, 2023 and 2022, reduced by amounts not available for general expenditure within one year. Financial assets are considered unavailable when illiquid or not convertible to cash within one year. The Organization considers general expenditures to be all expenditures related to fulfilling its vision as well as the conduct of services undertaken to support those activities to be general expenditures.

	December 31,	
	2023	2022
Financial assets:		
Cash and cash equivalents	\$ 1,426,750	\$ 14,572,943
Investments	8,133,525	505,117
Contributions receivable	1,582,812	2,209,080
	11,143,087	17,287,140
Less those not available for general expenditure within on year, due to:		
Restricted for long-term use - Capital campaign	(3,976,618)	(4,341,194)
	\$ 7,166,469	\$ 12,945,946

As part of the Organization's liquidity management, it has a policy to structure its financial assets to be available as its general expenditures, liabilities, and other obligations come due. At December 31, 2023 and 2022, the Organization had \$13,892,272 and \$28,997,784, respectively, in net assets with donor restrictions for various time restrictions and projects.

4. INVESTMENTS:

Investments consist of:

	December 31,	
	2023	2022
Investments at fair value:		
Money market mutual funds	\$ 7,637,288	\$ 16,076
Equity securities	38,902	57,786
Mutual funds	457,335	431,255
	\$ 8,133,525	\$ 505,117

SAMARITAN'S FEET INTERNATIONAL

Notes to Financial Statements

December 31, 2023 and 2022

5. CONTRIBUTIONS RECEIVABLE—NET:

Contributions receivable—net consist of:

	December 31,	
	2023	2022
Unconditional promises to give	\$ 1,780,712	\$ 2,209,080
Less discounts	-	-
Less allowance	(197,900)	-
	<u>\$ 1,582,812</u>	<u>\$ 2,209,080</u>

All contributions receivable net of allowance as of December 31, 2023 were collected during the year ended December 31, 2024.

6. PROPERTY AND EQUIPMENT—NET:

Property and equipment—net consist of:

	December 31,	
	2023	2022
Land	\$ 1,026,000	\$ 1,026,000
Buildings and improvements	6,001,264	5,778,961
Furniture and equipment	294,671	281,048
Vehicles	67,114	66,918
	<u>7,389,049</u>	<u>7,152,927</u>
Less accumulated depreciation	(638,506)	(438,517)
	<u>\$ 6,750,543</u>	<u>\$ 6,714,410</u>

7. NOTE PAYABLE:

Note payable consists of:

	December 31,	
	2023	2022
Promissory note payable to a certain financial institution with an original principal amount of \$5,152,000; bears interest at a fixed rate of 3.75%; requires monthly payments of principal and interest of \$30,552, with all unpaid principal and accrued interest due at maturity in June 2026; collateralized by certain real property.	<u>\$ 3,197,122</u>	<u>\$ 3,651,671</u>

SAMARITAN'S FEET INTERNATIONAL

Notes to Financial Statements

December 31, 2023 and 2022

7. NOTE PAYABLE, continued:

Notes payable are estimated to mature as follows:

Year Ending December 31,	Amount
2024	\$ 251,027
2025	260,604
2026	2,685,491
	\$ 3,197,122

The Organization is required to meet certain time and financial covenants. As of December 31, 2023 and 2022, the financial covenants have been met and the time covenants were waived.

8. EXPENSES BY BOTH NATURE AND FUNCTION:

The financial statements report certain categories of expenses that are attributable to program or supporting functions of the Organization.

Functional expenses by natural classification for the year ended December 31, 2023, consist of:

	Program Services	General and Administrative	Fundraising	Total
Grant distributions	\$ 9,040,148	\$ -	\$ -	\$ 9,040,148
Salaries and benefits	1,688,282	198,621	99,311	1,986,214
Travel, meals, and entertainment	1,070,156	118,906	-	1,189,062
Shipping and postage	314,153	23,874	-	338,027
Utilities and occupancy	238,700	26,522	-	265,222
Pledges written off	-	257,900	-	257,900
Office supplies and other	-	247,615	-	247,615
Depreciation	179,990	19,999	-	199,989
Advertising and marketing	-	80,778	108,827	189,605
Professional services	-	175,328	-	175,328
Interest	100,245	11,138	-	111,383
Inventory spoilage	100,561	-	-	100,561
Repairs and maintenance	76,896	8,544	-	85,440
Information technology	-	84,585	-	84,585
Insurance	62,815	6,979	-	69,794
Community and partner contributions	104,842	-	-	104,842
Sales tax	-	53,530	-	53,530
	\$ 12,976,788	\$ 1,314,319	\$ 208,138	\$ 14,499,245

SAMARITAN'S FEET INTERNATIONAL

Notes to Financial Statements

December 31, 2023 and 2022

8. EXPENSES BY BOTH NATURE AND FUNCTION, continued:

Functional expenses by natural classification for the year ended December 31, 2022, consist of:

	Program Services	General and Administrative	Fundraising	Total
Grant distributions	\$ 9,622,767	\$ -	\$ -	\$ 9,622,767
Salaries and benefits	1,526,979	179,645	89,822	1,796,446
Travel, meals, and entertainment	466,576	51,842	-	518,418
Shipping and postage	158,864	170,233	-	329,097
Utilities and occupancy	431,118	47,902	-	479,020
Office supplies and other	-	404,020	-	404,020
Depreciation	171,032	19,003	-	190,035
Advertising and marketing	-	120,765	196,263	317,028
Professional services	-	253,501	-	253,501
Interest	157,950	17,550	-	175,500
Inventory spoilage	632,813	-	-	632,813
Repairs and maintenance	290,869	32,319	-	323,188
Information technology	-	194,412	-	194,412
Insurance	45,691	5,077	-	50,768
Community and partner contributions	149,096	-	-	149,096
Sales tax	-	75,505	-	75,505
	\$ 13,653,755	\$ 1,571,774	\$ 286,085	\$ 15,511,614

9. LINE OF CREDIT

Effective April 2023, the Organization obtained a \$2,000,000 revolving line of credit that is due on upon maturity, subject to renewal annually, and bears interest at a floating rate equal to the Term Secured Overnight Financing Rate (SOFR) plus 1.5% (6.86% as of December 31, 2023). Borrowings under this revolving line of credit are collateralized by certain assets. As of December 31, 2023, the Organization had \$300,000 in outstanding borrowings. The Organization is required to meet certain financial and time covenants related to this credit facility and as of December 31, 2023, the Organization was compliant with all covenants. The revolving line of credit was renewed in April 2024 and 2025.

SAMARITAN'S FEET INTERNATIONAL

Notes to Financial Statements

December 31, 2023 and 2022

10. NET ASSETS WITH DONOR RESTRICTIONS:

Net assets with donor restrictions consist of:

	December 31,	
	2023	2022
World Shoe (shoe development and distribution)	\$ 9,596,070	\$ 20,770,298
Capital campaign	3,976,618	4,341,194
Shoes of hope (acquisition and distribution)	125,448	3,678,733
Missions	194,136	207,559
	\$ 13,892,272	\$ 28,997,784

11. DISCLOSURE OF FAIR VALUE AND FAIR VALUE MEASUREMENTS:

The Fair Value Measurements and Disclosure topic of the Financial Accounting Standards Board (FASB) Accounting Standards Codification (ASC) establishes a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. This hierarchy consists of three broad levels: Level 1 inputs consist of unadjusted quoted prices in active markets for identical assets and have the highest priority, Level 2 inputs consist of observable inputs other than quoted prices for identical assets, and Level 3 inputs have the lowest priority. The Organization uses appropriate valuation techniques based on the available inputs to measure the fair value of its investments. When available, the Organization measures fair value using Level 1 inputs because they generally provide the most reliable evidence of fair value. Level 3 inputs are only used when Level 1 or Level 2 inputs are not available.

The following table presents the fair value measurements recognized in the accompanying statements of financial position measured at fair value on a recurring basis and the level within the Fair Value Measurements and Disclosure topic fair value hierarchy in which the fair value measurements fall at December 31, 2024 and 2023:

	Fair Value Measurements at			
	December 31, 2024			
	Total	Level 1	Level 2	Level 3
Investments at fair value:				
Money market mutual funds	\$ 7,637,288	\$ 7,637,288	\$ -	\$ -
Equity securities	38,902	38,902	-	-
Mutual funds	457,335	457,335	-	-
	\$ 8,133,525	\$ 8,133,525	\$ -	\$ -

SAMARITAN'S FEET INTERNATIONAL

Notes to Financial Statements

December 31, 2023 and 2022

11. DISCLOSURE OF FAIR VALUE AND FAIR VALUE MEASUREMENTS, continued:

	Fair Value Measurements at			
	December 31, 2023			
	Total	Level 1	Level 2	Level 3
Investments at fair value:				
Money market mutual funds	\$ 16,076	\$ 16,076	\$ -	\$ -
Equity securities	57,786	57,786	-	-
Mutual funds	431,255	431,255	-	-
	<u>\$ 505,117</u>	<u>\$ 505,117</u>	<u>\$ -</u>	<u>\$ -</u>

Methods and assumptions used by the Organization in estimating fair values are as follows:

Money market mutual funds, equity securities, and mutual funds—The fair value of these financial instruments is based on quoted market prices or dealer quotes.

Change in valuation techniques—None.

12. RELATED PARTY TRANSACTIONS:

During the years ended December 31, 2023 and 2022, the Organization made \$4,625,000 and \$7,000,000, respectively, in grants to a donor advised fund held by a Foundation whose president serves on the Organization's board of directors. These grants are included in grant distributions in Note 8. The advisors to the donor advised fund also serve on the Organization's board of directors.

At December 31, 2023 and 2022, \$857,200 and \$886,500 of the Organization's contributions receivable were from the Organization's board members.

13. RETIREMENT BENEFITS:

The Organization sponsors a 403(b) retirement plan whereby eligible employees can contribute to their individual retirement account. For the years ended December 31, 2023 and 2022, the Organization's contributions to the plan totaled \$52,273 and \$51,852, respectively.

14. SUBSEQUENT EVENTS:

Subsequent events were evaluated through June 6, 2025, which is the date the financial statements were available to be issued. Subsequent events after that date have not been evaluated.