DELAWARE COUNTY FOUNDATION
AND SUBSIDIARY

FINANCIAL REPORT
(AUDIT)

December 31, 2024 and 2023

DELAWARE COUNTY FOUNDATION AND SUBSIDIARY

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INDEPENDENT AUDITORS' REPORT

To the Board of Trustees
Delaware County Foundation and Subsidiary
Powell, Ohio

Opinion

We have audited the consolidated financial statements of Delaware County Foundation and Subsidiary (the "Foundation")(an Ohio nonprofit organization), which comprise the consolidated statements of financial position as of December 31, 2024 and 2023, and the related consolidated statements of activities, functional expenses, and cash flows for the years then ended, and the related notes to the consolidated financial statements (collectively, the "consolidated financial statements").

In our opinion, the consolidated financial statements referred to above present fairly, in all material respects, the financial position of the Foundation as of December 31, 2024 and 2023, 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 ("GAAS"). Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audits of the Consolidated Financial Statements section of our report. We are required to be independent of the Foundation 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 Consolidated Financial Statements

Management is responsible for the preparation and fair presentation of the consolidated 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 consolidated financial statements that are free from material misstatement, whether due to fraud or error.

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

Auditors' Responsibilities for the Audits of the Consolidated Financial Statements

Our objectives are to obtain reasonable assurance about whether the consolidated 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 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 consolidated 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 consolidated 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 consolidated 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 Foundation'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 consolidated financial statements.

- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the Foundation'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 audits, significant audit findings, and certain internal control related matters that we identified during the audits.

Maloney + Novotny LLC

Columbus, Ohio
September 17, 2025

DELAWARE COUNTY FOUNDATION AND SUBSIDIARY

CONSOLIDATED STATEMENTS OF FINANCIAL POSITION

December 31, 2024 and 2023

	2024	2023
ASSETS		
Current Assets		
Cash and cash equivalents	$ 6,258,654	$ 2,853,100
Investments, at fair value	27,028,020	21,226,777
Property held for sale	25,500	-
Current portion of promises to give	45,000	47,500
Total current assets	33,357,174	24,127,377
Beneficial Interest in Assets Held by Others	72,382	65,730
Fixed Assets, net	11,794	13,706
Deposits	5,214	4,570
Promises to Give, net of discount and current portion	180,840	210,931
Total assets	$ 33,627,404	$ 24,422,314
LIABILITIES AND NET ASSETS		
Current Liabilities		
Accounts payable	$ 13,240	$ 1,952
Grants payable	30,000	47,500
Scholarships payable	500	1,000
Accrued liabilities	5,502	2,757
Total current liabilities	49,242	53,209
Agent Liabilities	247,170	181,940
Total liabilities	296,412	235,149
Net Assets		
Without donor restrictions	33,105,152	23,931,234
With donor restrictions	225,840	255,931
Total net assets	33,330,992	24,187,165
Total liabilities and net assets	$ 33,627,404	$ 24,422,314

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

DELAWARE COUNTY FOUNDATION AND SUBSIDIARY

CONSOLIDATED STATEMENTS OF ACTIVITIES

Year ended December 31, 2024

	Without Donor Restrictions	With Donor Restrictions	Total
Support and Revenue			
Contributions of cash and other financial assets	$ 9,030,230	$ -	$ 9,030,230
Contributions of non-financial assets	25,500	14,909	40,409
Event revenue	278,145	-	278,145
Administrative fees	366,867	-	366,867
Interest and dividends, net of fees	367,970	-	367,970
Net realized and unrealized gain on investments	2,292,570	-	2,292,570
Net assets released from restrictions	45,000	(45,000)	-
Total support and revenue	12,406,282	(30,091)	12,376,191
Expenses			
Program services	2,778,270	-	2,778,270
Management and general	188,652	-	188,652
Fundraising	265,442	-	265,442
Total expenses	3,232,364	-	3,232,364
Change in net assets	9,173,918	(30,091)	9,143,827
Net Assets			
Beginning of year	23,931,234	255,931	24,187,165
End of year	$ 33,105,152	$ 225,840	$ 33,330,992

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

DELAWARE COUNTY FOUNDATION AND SUBSIDIARY

CONSOLIDATED STATEMENTS OF ACTIVITIES (CONTINUED)

Year ended December 31, 2023

	Without Donor Restrictions	With Donor Restrictions	Total
Support and Revenue			
Contributions of cash and other financial assets	$ 3,603,527	$ -	$ 3,603,527
Contributions of non-financial assets	-	16,727	16,727
Event revenue	257,566	-	257,566
Administrative fees	279,416	-	279,416
Interest and dividends, net of fees	243,456	-	243,456
Net realized and unrealized gain on investments	2,252,628	-	2,252,628
Net assets released from restrictions	45,000	(45,000)	-
Total support and revenue	6,681,593	(28,273)	6,653,320
Expenses			
Program services	2,510,172	-	2,510,172
Management and general	161,963	-	161,963
Fundraising	194,398	-	194,398
Total expenses	2,866,533	-	2,866,533
Income from operations	3,815,060	(28,273)	3,786,787
Other Income			
Gain on sale of property held for sale	35,000	-	35,000
Change in net assets	3,850,060	(28,273)	3,821,787
Net Assets			
Beginning of year	20,081,174	284,204	20,365,378
End of year	$ 23,931,234	$ 255,931	$ 24,187,165

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

DELAWARE COUNTY FOUNDATION AND SUBSIDIARY

CONSOLIDATED STATEMENTS OF FUNCTIONAL EXPENSES

Year ended December 31, 2024

	Program Services	Management and General	Fundraising	Total
Grants	$ 2,162,343	$ -	$ -	$ 2,162,343
Scholarships	363,700	-	-	363,700
Salaries, wages, and benefits	206,092	66,122	148,305	420,519
Advertising and publications	4,292	379	23,189	27,860
Bank and transaction fees	4,095	-	-	4,095
Depreciation	-	4,877	-	4,877
Insurance	-	4,271	-	4,271
Meeting and conferences	2,266	1,299	2,620	6,185
Miscellaneous	6,801	-	-	6,801
Office equipment and supplies	-	12,365	-	12,365
Office rent	-	45,000	-	45,000
Postage	1,189	-	1,183	2,372
Professional fees	4,533	44,832	4,533	53,898
Software and support	17,913	4,463	4,463	26,839
Special events and projects	-	-	74,832	74,832
Telephone and internet	-	3,046	-	3,046
Training	2,792	1,112	3,222	7,126
Travel	2,254	886	3,095	6,235
	$ 2,778,270	$ 188,652	$ 265,442	$ 3,232,364

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

DELAWARE COUNTY FOUNDATION AND SUBSIDIARY

CONSOLIDATED STATEMENTS OF FUNCTIONAL EXPENSES (CONTINUED)

Year ended December 31, 2023

	Program Services	Management and General	Fundraising	Total
Grants	$ 1,936,685	$ -	$ -	$ 1,936,685
Scholarships	372,900	-	-	372,900
Salaries, wages, and benefits	170,364	65,992	106,626	342,982
Advertising and publications	1,316	2,695	15,624	19,635
Bank and transaction fees	-	2,180	-	2,180
Depreciation	-	4,187	-	4,187
Insurance	-	4,136	-	4,136
Meeting and conferences	4,464	761	3,880	9,105
Miscellaneous	-	4,882	-	4,882
Office equipment and supplies	-	9,229	-	9,229
Office rent	-	45,000	-	45,000
Postage	1,838	-	1,058	2,896
Professional fees	4,744	7,886	4,744	17,374
Software and support	11,500	9,927	4,250	25,677
Special events and projects	3,999	-	55,094	59,093
Telephone and internet	-	3,119	-	3,119
Training	1,015	1,109	1,038	3,162
Travel	1,347	860	2,084	4,291
	$ 2,510,172	$ 161,963	$ 194,398	$ 2,866,533

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

DELAWARE COUNTY FOUNDATION AND SUBSIDIARY

CONSOLIDATED STATEMENTS OF CASH FLOWS

Years ended December 31, 2024 and 2023

	2024	2023
Cash Flows from Operating Activities		
Change in net assets	$ 9,143,827	$ 3,821,787
Adjustments to reconcile change in net assets to net cash provided by (used in) operating activities:		
Depreciation	4,877	4,187
Net realized and unrealized (gain) on investments	(2,292,570)	(2,252,628)
Gain on sale of property held for sale	-	(35,000)
Change in beneficial interest in assets held by others	(6,652)	(6,247)
Contribution of property	(25,500)	-
Contribution of financial assets	(5,875,215)	(2,269,824)
Decrease (increase) in operating assets:		
Accounts receivable	-	6,170
Promises to give	32,591	25,773
Deposits	(644)	(3,249)
Increase (decrease) in operating liabilities:		
Accounts payable	11,288	(5,529)
Grants payable	(17,500)	42,500
Scholarships payable	(500)	1,000
Accrued liabilities	2,745	(344)
Agent liabilities	65,230	23,352
Net cash provided by (used in) operating activities	1,041,977	(648,052)
Cash Flows from Investing Activities		
Purchases of investments	(15,855,023)	(6,554,862)
Proceeds from sale of investments	18,221,565	7,120,002
Purchases of fixed assets	(2,965)	(2,889)
Proceeds from sale of property held for sale	-	120,000
Net cash provided by investing activities	2,363,577	682,251
Net change in cash and cash equivalents	3,405,554	34,199
Cash and Cash Equivalents		
Beginning of year	2,853,100	2,818,901
End of year	$ 6,258,654	$ 2,853,100

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

NOTE A - DESCRIPTION OF THE ORGANIZATION

Delaware County Foundation (the "Foundation") is a vehicle through which individuals, companies, foundations, and charitable organizations are able to make gifts and bequests to benefit the future of the community. The Foundation was established in December 1995, to enhance the quality of life for Delaware County residents.

NOTE B - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A summary of the Delaware County Foundation's significant accounting policies consistently applied in the preparation of the accompanying consolidated financial statements follows:

1. *Basis of Accounting*

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

2. *Basis of Consolidation*

   The consolidated financial statements include those accounts of the Foundation and those of its wholly-owned subsidiary, DCFoundation Holdings, LLC. All significant intercompany transactions have been eliminated. DCFoundation Holdings, LLC was created in October 2022 as a holding company for donations of property made to the Foundation until the property is sold.

3. *Basis of Presentation*

   For accounting and reporting purposes, the revenues and gains/losses of the Foundation are classified in net assets based on the existence or absence of donor-imposed restrictions. A description of the classes of net assets are as follows:

   a. <u>Net Assets Without Donor Restriction</u> - Net assets that are not subject to or are no longer subject to donor-imposed stipulations and are available for use in the Foundation's ongoing operations.

   b. <u>Net Assets With Donor Restriction</u> - Net assets subject to donor-imposed stipulations that may or will be met either by actions of the Foundation and/or the passage of time. The Foundation's net assets with donor restrictions at December 31, 2024 and 2023 were for free office space as discussed in Note E.

   Accounting standards provide that if the governing body of an organization has the ability to remove a donor restriction, the contributions should be classified as net assets without donor restrictions. Accordingly, the consolidated financial statements classify all net assets that the Foundation has obtained variance power from the donor as net assets without donor restrictions.

NOTE B - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

4. *Cash and Cash Equivalents*

For purposes of reporting cash flows, cash and cash equivalents include cash on hand and certain money market accounts with an initial maturity of three months or less from the date of purchase. The Foundation's cash accounts are maintained at financial institutions and are insured up to specified limits through the Federal Deposit Insurance Corporation. The cash balances may periodically exceed the insured limits. As of December 31, 2024 and 2023, the uninsured cash balances were $6,086,244 and $2,357,238, respectively. The Foundation believes it is not exposed to significant credit risk on its cash and cash equivalents and has not experienced any loss in such accounts.

5. *Promises to Give*

Promises to give are recognized as revenue in the period pledges are received. Promises to give are recorded at net realizable value if expected to be collected in one year, and at discounted fair value if expected to be collected in more than one year. The Foundation used the prime rate at the time of the promises to give to discount promises to give expected to be collected in more than one year. Management provides for probable uncollectible amounts through a provision for uncollectible promises and an adjustment to a valuation allowance based on its assessment of the collectability of individual accounts. As of December 31, 2024 and 2023, management has determined that no allowance for uncollectible promises to give was necessary.

6. *Fair Value of Financial Instruments*

The Foundation estimates the fair value of financial instruments using available market information and other generally accepted valuation methodologies. Fair value is defined as the price that would be received to sell an asset or would be paid to transfer a liability in an orderly transaction between market participants at the measurement date. The inputs used to measure fair value are classified into three levels:

Level 1 - Quoted market prices in active markets for identical assets and liabilities.

Level 2 - Observable market-based inputs or unobservable inputs that are corroborated by market data.

Level 3 - Unobservable inputs in which little or no market data exists.

NOTE B - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

6. *Fair Value of Financial Instruments (Continued)*

Following is a description of the valuation methodologies used for assets measured at fair value. There have been no changes in valuation methodology as of December 31 2024 or 2023:

Common Stocks: Valued at the daily closing price reported on the active market on which the individual securities are traded. The Foundation's common stocks are considered level 1.

Mutual and Exchange Traded Funds: Valued at the daily closing price as reported by the fund. The funds held by the Foundation are open-end funds that are registered with the Securities and Exchange Commission. These funds are required to publish their daily net asset value and to transact at that price. The funds held by the Foundation are deemed to be actively traded and are considered level 1.

U.S. Government Agency Bonds: Valued at the closing price reported in the active market in which the individual securities are traded, or based on yields currently available on comparable securities of issuers with similar credit. The Foundation's U.S. government agency bonds are considered level 1.

Private company investment: The Foundation was donated an interest in a Limited Liability Company ("LLC"). The LLC holds property for investment and sale. The fair value of the Foundation's interest in the LLC was determined based on third-party appraisals of the property owned by the LLC. This is considered a level 3 fair value.

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

7. *Beneficial Interest in Assets Held by Others*

Certain assets of the Foundation are held at The Columbus Foundation for the use of the Foundation. The funds held at The Columbus Foundation are subject to the variance power of the Board of Trustees of The Columbus Foundation. The market value of the funds held at The Columbus Foundation as of December 31, 2024 and 2023 was $72,382 and $65,730, respectively. These assets are recognized as Level 2 assets within the fair value hierarchy.

NOTE B - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

8. *Fixed Assets*

Fixed assets are stated at cost or, if donated, at fair market value at date of donation. Depreciation is computed on the straight-line basis over the estimated useful lives of the assets, which typically range between three and five years. Repairs and maintenance expenditures which do not extend the life of the applicable assets are charged to expenses as incurred.

9. *Agent Liabilities*

Agent liabilities consist of funds received by the Foundation as an agent, trustee, or intermediary. These funds are held for the benefit of other nonprofit entities. The liabilities are established in an amount which is equivalent to the funds' current fair market value. As of December 31, 2024 and 2023, assets held as agent liabilities were included in investments and cash and cash equivalents on the accompanying consolidated statements of financial position. There were contributions received into the agent liability accounts of $45,000 and $0 during the years ended December 31, 2024 and 2023 There were no distributions from the agent liability accounts during the years ended December 31, 2024 and 2023. Income and losses attributable to the funds are not included in the accompanying consolidated statements of activities but are recorded as adjustments to the liability.

10. *Revenue Recognition*

<u>Contributions</u>

The Foundation recognizes contributions at the date of the donor's promise to give, which often coincides with the date when cash, securities, other assets, or an unconditional promise to give is received. Contributions of assets other than cash are and recorded at their estimated fair value as of the date of the contribution. Contributions of publicly traded investments are sold and converted to cash as soon as reasonably possible. Conditional promises to give – that is, those with a measurable performance or barrier and a right to return – are not recognized until the conditions on which they depend have been met.

Contributions received are recorded as with or without donor restrictions depending on the existence or nature of any donor restrictions. When a restriction expires, net assets with donor restrictions are released to net assets without donor restrictions and are reported in the consolidated statements of activities as satisfaction of program restrictions. Besides the contributions of non-financial assets, all contributions received were without donor restrictions for the years ended December 31, 2024 and 2023.

NOTE B - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

10. *Revenue Recognition (Continued)*

Administrative Fees

The Foundation charges fees against fund assets for the administration and management of fund assets. Administrative fees are generally assessed and recognized as revenue quarterly based on the average daily balance of the fund's assets. The administrative fees charged vary based on the type of fund.

11. *Allocation of Functional Expenses*

The costs of providing the various programs and supporting activities have been summarized on a functional basis in the accompanying consolidated statements of activities. The consolidated statements of functional expenses present the natural classification detail of expenses by function. Most expenses are charged directly to the functions they benefit. Certain costs have been allocated among the programs and supporting activities benefited. The expenses that are allocated include salaries, wages, and benefits, professional fees, software and support, and meetings and conferences. These expenses were allocated based on estimates of staff time and effort and the benefit received by each functional area.

12. *Income Taxes*

The Foundation is recognized as exempt from federal income tax under Section 501(c)(3) of the Internal Revenue Code and, therefore, has made no provision for federal, state, or local income tax in the consolidated financial statements.

The Foundation performs an annual assessment for any uncertainty in income tax positions, which includes an analysis of whether there are any tax positions that the Foundation takes with regard to unrelated business income, related deductions applied, or other activities that may jeopardize their tax exempt status and thus would meet the definition of an uncertain tax position. The Foundation's evaluation as of December 31, 2024 and 2023 revealed no tax positions that would have a material impact on the consolidated financial statements. The Foundation does not believe that any changes will occur within the next twelve months that will have a material impact on the consolidated financial statements.

13. *Risks and Uncertainties*

The Foundation invests in various instruments, including fixed income products and publicly-traded stocks that, in general, are exposed to various risks such as interest rate, credit, and overall market volatility risks. Due to the level of risk associated with certain investment securities, it is reasonably possible that changes in values of investment securities will occur in the near-term and that such changes could materially affect the investments reported in the consolidated statement of financial position and the unrealized and realized gains and losses in the consolidated statements of activities.

NOTE B - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

14. *Leases*

Pursuant to GAAP, a contract contains a lease if it conveys the right to control the use of an identified asset for a period of time in exchange for consideration. Control is defined as having both the right to obtain substantially all of the economic benefits from use of the asset and the right to direct the use of the asset. Management only reassesses its determination if the terms and conditions of the contract are changed. Leases with an initial term of 12 months or less are not recorded within the accompanying consolidated statements of financial position.

15. *Use of Management's Estimates*

The preparation of consolidated financial statements in conformity with GAAP requires management to make certain assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the consolidated financial statements and the reported amounts of revenues and expenses during the reporting period. Accordingly, actual results could differ from those estimates.

NOTE C - FINANCIAL ASSETS AND LIQUIDITY

The Foundation structures its financial assets to be available as expenditures, liabilities, and other obligations come due. Liquidity is reviewed by the board on a monthly basis. The Foundation has the following financial assets that could be readily made available within one year of the date of the consolidated statements of financial position to meet cash needs for grants and other expenditures:

	2024	2023
Financial Assets:		
Cash and cash equivalents	$ 6,258,654	$ 2,853,100
Investments, at fair value	27,028,020	21,226,777
Property held for sale	25,500	-
Current portion of promises to give	-	2,500
Beneficial interest in assets held by others	72,382	65,730
Financial assets, at year-end	33,384,556	24,148,107
Less those not available for general expenditures within one year:		
Agent liabilities	(247,170)	(181,940)
Financial assets available to meet cash needs for general expenditures within one year	$ 33,137,386	$ 23,966,167

NOTE D - INVESTMENTS

The following schedule summarizes the Foundation's investments, presented by hierarchy level, as of December 31, 2024:

	Level 1	Level 2	Level 3	Total
Common stocks	$ 1,402,135	$ -	$ -	$ 1,402,135
Mutual and exchange traded funds:				
Equity	17,767,731	-	-	17,767,731
Fixed income	7,597,390	-	-	7,597,390
Money market	11,430	-	-	11,430
Private company investment	-	-	249,334	249,334
	26,778,686	-	249,334	27,028,020
Beneficial interest in assets held by others	-	72,382	-	72,382
	$ 26,778,686	$ 72,382	$ 249,334	$ 27,100,402

The following schedule summarizes the Foundation's investments, presented by hierarchy level, as of December 31, 2023:

	Level 1	Level 2	Level 3	Total
Common stocks	$ 695,356	$ -	$ -	$ 695,356
Mutual and exchange traded funds:				
Equity	14,700,292	-	-	14,700,292
Fixed income	5,796,138	-	-	5,796,138
Money market	32,961	-	-	32,961
U.S. government agency bonds	2,030	-	-	2,030
	21,226,777	-	-	21,226,777
Beneficial interest in assets held by others	-	65,730	-	65,730
	$ 21,226,777	$ 65,730	$ -	$ 21,292,507

A reconciliation of the changes in the private company investment measured at fair value on a recurring basis using significant unobservable inputs (Level 3) is as follows:

Balance at January 1, 2024	$ -
Contribution of private company investment	249,334
Balance at December 31, 2024	$ 249,334

NOTE E - PROMISES TO GIVE

The Foundation entered into a lease agreement in November 2022 for the use of office space. The lease agreement requires no monthly lease payments through October 2025. The agreement includes options to extend the lease through December 2030 and the Foundation has determined that it is reasonably certain they will exercise the options to extend the lease. The Foundation recognized an unconditional promise to give and contribution revenue with a donor-imposed time restriction at the inception of the lease for the discounted fair value of the use of the office space over the lease term. The Foundation records the amortization of the discount on the promise to give to contributions of non-financial assets revenue with donor restrictions and records rent expense and net assets released from donor restrictions for the fair market value of the use of the office space during the year. Amortization of the discount on promises to give recorded to contributions of non-financial assets revenue for the years ended December 31, 2024 and 2023 was $14,909 and $16,727, respectively. In-kind rent expense and net assets released from restrictions for the fair market value of rent for the years ended December 31, 2024 and 2023 was $45,000.

The following schedule summarizes the promises to give, net of discount, as of December 31, 2024 and 2023:

	2024	2023
Promises to give	$ 270,000	$ 317,500
Less: Net present value discount	(44,160)	(59,069)
Promises to give, net of discount	$ 225,840	$ 258,431
Promises to give in one year	$ 45,000	$ 47,500
Promises to give in two to five years	180,000	180,000
Promises to give in more than five years	45,000	90,000
Total promises to give	$ 270,000	$ 317,500

NOTE F - NET ASSETS

Net assets without donor restrictions consist of the following as of December 31, 2024 and 2023:

	2024	2023
Donor-advised funds	$ 18,295,859	$ 11,811,947
Scholarship funds	9,069,570	8,266,095
Designated funds	2,069,035	1,648,370
Unrestricted funds-*	1,235,434	920,395
Field of interest funds	2,043,245	955,221
Special project funds	33,808	270,667
Organizational endowment funds	-	23,352
Employee assistance	47,400	-
Pass-through funds	310,801	35,187
	$ 33,105,152	$ 23,931,234

*-Unrestricted funds are not specific to a particular nonprofit, cause, or area of interest. The Board of Directors oversees the use of these funds, setting priorities and determining how grants will be distributed. Unrestricted funds gives the Foundation flexibility to respond to the most pressing current needs in the community.

As of December 31, 2024 and 2023, all of the Foundation's net assets with donor restrictions were subject to time restrictions related to the office lease arrangement described in Note E.

NOTE G - CONCENTRATION

Approximately 43% of the contributions of cash and other financial assets reported on the consolidated statement of activities for the year ended December 31, 2024 was from 1 donor.

NOTE H - SUBSEQUENT EVENTS

The Foundation has evaluated subsequent events through the date of the Independent Auditors' Report, which is the date the consolidated financial statements were available to be issued.