

ProKids

**Financial Statements
December 31, 2024
With Independent Auditors' Report**

PROKIDS
December 31, 2024

CONTENTS

	<u>PAGE(S)</u>
Independent Auditors' Report	1 – 2
Financial Statements	
Statement of Financial Position	3
Statement of Activities	4
Statement of Functional Expenses	5
Statement of Cash Flows	6
Notes to Financial Statements	7 – 16

Independent Auditors' Report

To the Board of Directors
ProKids
Cincinnati, Ohio

Qualified Opinion

We have audited the accompanying financial statements of ProKids (a nonprofit organization), which comprise the statement of financial position as of December 31, 2024, and the related statement of activities, functional expenses, and cash flows for the year then ended, and the related notes to the financial statements.

In our opinion, except for the effects of an in-kind lease not recorded in the financial statements described in the Basis for Qualified Opinion section of our report the financial statements referred to above present fairly, in all material respects, the financial position of ProKids as of December 31, 2024, and the changes in its net assets and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Qualified Opinion

As more fully described in Note 1 to the financial statements, ProKids has not recorded an in-kind lease at fair value in the financial statements. In our opinion, accounting principles generally accepted in the United States of America require that the free or discounted use of donated facilities be recorded at fair value. The effects on the accompanying financial statements of the failure to record the fair value of the in-kind lease have not been determined.

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 ProKids and to meet our other ethical responsibilities in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Correction of Error

As discussed in Note 12 to the financial statements, ProKids' net assets as of the beginning of the year have been restated to correct a misstatement in the presentation and classification of unconditional promises to give and donor restrictions. Our opinion is not modified with respect to this matter.

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 ProKids' ability to continue as a going concern within one year after the date that the financial statements are available to be issued.

**Independent Auditors' Report
(Continued)**

Auditors' 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 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 ProKids' 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 ProKids' 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.

Barnes, Dennig & Co., Ltd.

January 21, 2026
Cincinnati, Ohio

PROKIDS

Statement of Financial Position December 31, 2024

Assets

Cash and cash equivalents	\$ 350,290
Unconditional promises to give, net	8,898,832
Prepaid expenses and other assets	35,238
Investments	22,642,036
Investments restricted by donors for endowment in perpetuity	1,625,277
Property and equipment, net	<u>7,471,558</u>
Total assets	<u>\$ 41,023,231</u>

Liabilities and Net Assets

Liabilities

Accounts payable and accrued expenses	\$ 217,207
Vacation accrual	<u>218,004</u>
Total liabilities	<u>435,211</u>

Net Assets

Without donor restrictions:	
Operating	20,145,182
Investment in property and equipment	7,471,558
Board restricted fund	<u>1,696,183</u>
Total without donor restrictions	29,312,923
With donor restrictions	<u>11,275,097</u>
Total net assets	<u>40,588,020</u>
Total liabilities and net assets	<u>\$ 41,023,231</u>

See accompanying notes to financial statements

PROKIDS

Statement of Activities Year Ended December 31, 2024

	<u>Without Donor Restrictions</u>	<u>With Donor Restrictions</u>	<u>Total</u>
Revenues, gains and other support			
Contributions	\$ 1,960,578	\$ 55,250	\$ 2,015,828
Capital campaign contributions	8,630,888	-	8,630,888
Friends of Children Society fundraising	1,163,883	-	1,163,883
Donated services	690,387	-	690,387
Government grants	156,238	-	156,238
Investment return, net	1,215,803	234,976	1,450,779
Other revenues	57,314	-	57,314
Net assets released from restrictions	<u>5,070,748</u>	<u>(5,070,748)</u>	<u>-</u>
Total revenues, gains and other support	18,945,839	(4,780,522)	14,165,317
Expenses			
Program services	3,887,132	-	3,887,132
Management and general	449,579	-	449,579
Fundraising	<u>810,601</u>	<u>-</u>	<u>810,601</u>
Total expenses	<u>5,147,312</u>	<u>-</u>	<u>5,147,312</u>
Change in net assets	13,798,527	(4,780,522)	9,018,005
Net assets, beginning of year, as originally stated	<u>15,623,235</u>	<u>16,771,930</u>	<u>32,395,165</u>
Restatement of prior period financial statements	<u>(108,839)</u>	<u>(716,311)</u>	<u>(825,150)</u>
Net assets, beginning of year, restated	<u>15,514,396</u>	<u>16,055,619</u>	<u>31,570,015</u>
Net assets, end of year	<u>\$ 29,312,923</u>	<u>\$ 11,275,097</u>	<u>\$ 40,588,020</u>

See accompanying notes to financial statements

PROKIDS

Statement of Functional Expenses Year Ended December 31, 2024

	Program Services	Management and General	Fundraising	Total
Salaries	\$ 2,042,830	\$ 277,243	\$ 391,436	\$ 2,711,509
Employee benefits and payroll taxes	420,174	57,024	80,511	557,709
Total salaries and related expenses	2,463,004	334,267	471,947	3,269,218
Donated services	690,387	-	-	690,387
Depreciation	283,575	37,085	52,360	373,020
Volunteer expense	181,561	-	-	181,561
Other	47,500	17,704	44,497	109,701
Professional fees	55,155	46,832	182,234	284,221
Occupancy	52,734	7,157	10,105	69,996
Fundraising events	-	-	40,232	40,232
Technology	32,344	1,914	2,703	36,961
Travel and meetings	36,423	-	-	36,423
Office and printing supplies	27,794	2,360	3,332	33,486
Insurance	16,655	2,260	3,191	22,106
Total expenses	\$ 3,887,132	\$ 449,579	\$ 810,601	\$ 5,147,312

See accompanying notes to financial statements

PROKIDS

Statement of Cash Flows Year Ended December 31, 2024

Cash flows from operating activities	
Change in net assets	\$ 9,018,005
Adjustments to reconcile change in net assets to cash from operating activities:	
Depreciation	373,020
Net realized and unrealized gains on investments	(861,245)
Contributions received restricted for long-term investment	(2,925,000)
Changes in:	
Unconditional promises to give	2,745,748
Prepaid expenses and other assets	(2,648)
Accounts payable and accrued expenses	(576,213)
Vacation accrual	29,414
Net cash provided by operating activities	<u>7,801,081</u>
Cash flows from investing activities	
Proceeds from sale of investments	7,857,520
Purchases of investments	(17,141,579)
Purchases of property and equipment	<u>(1,377,373)</u>
Net cash used in investing activities	<u>(10,661,432)</u>
Cash flows provided by financing activities	
Proceeds from contributions received restricted for long-term investment	<u>2,925,000</u>
Net change in cash and cash equivalents	64,649
Cash and cash equivalents, beginning of year	<u>285,641</u>
Cash and cash equivalents, end of year	<u>\$ 350,290</u>
Supplemental Cash Flow Information	
Property and equipment purchases in accounts payable	\$ 117,027

See accompanying notes to financial statements

PROKIDS

Notes to Financial Statements

NOTE 1 NATURE OF ACTIVITIES AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Nature of Activities

ProKids (the Organization) is a nonprofit organization that recruits, trains and supervises volunteers, CASA-Court Appointed Special Advocates, who advocate on behalf of children who have been abused and neglected in Hamilton County, Ohio. The Organization's revenues and other support are derived principally from contributions, special events, and investment return.

Financial Statement Presentation

The financial statements have been prepared on the accrual basis of accounting in accordance with generally accepted accounting principles (GAAP) except for the accounting recognition of donated facilities. The Organization did not recognize a contribution for the use of donated facilities at its fair value that market participants would use in pricing similar space, which is a departure from GAAP (Note 10).

The Organization is required to report information regarding its financial position and activities according to two classes of net assets; net assets without donor restrictions, which are available for use in general operations and not subject to donor restrictions; and net assets with donor restrictions, which are either temporary in nature, such as those that will be met by the passage of time or other events specified by the donor, or are perpetual in nature, where the donor stipulates that resources be maintained in perpetuity.

Fair Value Measurements

GAAP has established a three-level hierarchy for fair value measurements based on the transparency of valuation inputs as of the measurement date. The hierarchy is based on the lowest level of input that is significant to the fair value measurement. The three levels are defined as follows: Level 1 inputs are unadjusted quoted prices for identical assets in active markets; Level 2 inputs are observable quoted prices for similar assets in active markets; Level 3 inputs are unobservable and reflect management's best estimate of what market participants would use as fair value.

Cash and Cash Equivalents

The Organization considers all highly liquid investments with original maturities of three months or less to be cash equivalents. The Organization maintains its cash in bank deposit accounts which, at times, exceed federally insured limits. The Organization has not experienced any losses in such accounts and believes it is not exposed to any significant credit risk.

PROKIDS

**Notes to Financial Statements
(Continued)**

**NOTE 1 NATURE OF ACTIVITIES AND SUMMARY OF SIGNIFICANT ACCOUNTING
POLICIES (CONTINUED)**

Investments and Investment Return

Investments in equity securities having a readily determinable fair value and all debt securities are carried at fair value. Other investments are valued at the lower of cost or fair value. Investment return includes dividends, interest, investment fees and realized and unrealized gains and losses on investments.

Investment return that is initially restricted by donor stipulation and for which the restriction will be satisfied in the same year are recorded as without donor restrictions. Other investment return is reflected in the statements of activities as with donor restrictions or without donor restrictions based upon the existence and nature of any donor or legally imposed restrictions.

The Organization's investments are exposed to various risks, such as credit, market and interest rate. Due to the level of uncertainty related to changes in interest rates, market volatility and credit risks, it is at least reasonably possible that changes in these risks could materially affect the fair value of the investments reported in the statement of financial position at December 31, 2024. However, the diversification of the Organization's investments among various asset classes should mitigate the impact of any adverse changes on any one asset class.

Property and Equipment

Property and equipment are stated at cost or, if donated or impaired, at fair value at the date of the gift or determination. The cost of maintenance and repairs is expensed as incurred while significant improvements are capitalized. The Organization capitalizes property and equipment valued in excess of \$1,500. Depreciation is provided on the straight-line basis over the following estimated useful lives:

Furniture and fixtures	10 years
Equipment and computers	5 - 15 years
Building leasehold improvements	20 - 40 years

Contributions

The Organization records gifts of cash and other assets at their fair value as of the date of the contribution or the unconditional commitment. Such donations are recorded as support without donor restrictions unless explicit donor stipulations specify how the donated assets must be used. Gifts received with a donor stipulation that limits their use are reported as revenue and net assets with donor restrictions. When a donor stipulated time restriction ends or purpose restriction is accomplished, net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the statement of activities as net assets released from restrictions. Gifts that are originally restricted by the donor and for which the restriction is met in the same time period are recorded as net assets without donor restrictions.

PROKIDS

Notes to Financial Statements (Continued)

NOTE 1 NATURE OF ACTIVITIES AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Contributions (Continued)

Gifts of long-lived assets with explicit restrictions that specify how the assets are to be used and gifts of cash or other assets that must be used to acquire long-lived assets are reported as restricted support. Absent explicit donor stipulations about how long-lived assets must be maintained, the Organization reports expirations of donor restrictions when the donated or acquired long-lived assets are placed in service.

Unconditional promises to give expected to be collected within one year are reported at their net realizable value. Unconditional gifts expected to be collected in future years are reported at the present value of estimated future cash flows. The resulting discount is amortized and reported as contribution revenue. Conditional promises to give are recognized as revenues when the conditions on which they depend are substantially met. At December 31, 2024, the Organization had conditional promises to give of \$118,507.

Donated Services

In-kind contributions of services used by the Organization are recorded as revenue and expense at the estimated fair value of those services. Contributions of services are recognized if the services received (a) create or enhance nonfinancial assets or (b) require specialized skills that are provided by individuals possessing those skills and would typically need to be purchased if not provided by donation. Donated services are not recorded if no objective basis is available to measure the value received by the Organization.

Functional Allocation of Expenses

The cost of program and supporting services activities have been summarized on a functional classification basis in the statements of functional expenses. Accordingly, certain costs have been allocated among the programs and supporting services. Such allocations are determined by management on an equitable basis. The most significant allocations were salaries and related expenses, which were allocated based on time spent by personnel, and depreciation, and occupancy, which were allocated based on utilization of resources by personnel for those functions.

Use of Estimates

The preparation of financial statements requires management to make estimates and assumptions that affect the reported amounts of assets, liabilities, revenues and expenses and the disclosure of contingent assets and liabilities in the financial statements and accompanying notes. Actual results could differ from those estimates.

PROKIDS

Notes to Financial Statements (Continued)

NOTE 1 NATURE OF ACTIVITIES AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Income Taxes

ProKids is exempt from income tax under Section 501(c)(3) of the Internal Revenue Code and a similar provision of Ohio law. However, the Organization is subject to federal income tax on any unrelated business taxable income.

The Organization's IRS Form 990 is subject to review and examination by federal and state authorities. The Organization believes it has appropriate support for any tax positions taken, and therefore, does not have any uncertain income tax positions that are material to the financial statements.

Subsequent Events

Subsequent events were considered through January 21, 2026, the date which the financial statements were available to be issued.

NOTE 2 LIQUIDITY AND AVAILABILITY

Financial assets available for general expenditure, that is, without donor or other restrictions limiting their use, within one year of December 31, 2024 comprise the following:

Financial assets:	
Cash and cash equivalents	\$ 350,290
Unconditional promises to give, net	8,898,832
Investments	<u>24,267,313</u>
Financial assets available at year-end	33,516,435
Less those unavailable for general expenditures within one year due to:	
Promises to give due in more than one year	(6,393,554)
Investments held in donor restricted endowments	(2,365,778)
Restricted by donor for purpose	(10,487)
Investments in board restricted fund	<u>(1,696,183)</u>
Financial assets available to meet cash needs for general expenditures within one year	<u><u>\$ 23,050,433</u></u>

PROKIDS

**Notes to Financial Statements
(Continued)**

NOTE 2 LIQUIDITY AND AVAILABILITY (CONTINUED)

The Organization has a board restricted fund (Note 7) with a spending rate not to exceed 5% that is available for appropriation within the next 12 months for general expenditures. Although the Organization does not intend to spend from its board restricted fund other than amounts appropriated for expenditure as part of its annual budget approval process, amounts from its board restricted fund could be made available, if necessary.

The Organization monitors its liquidity so that it is able to meet its operating needs and other contractual commitments while maximizing the investment of its excess operating cash.

NOTE 3 UNCONDITIONAL PROMISES TO GIVE

Unconditional promises to give consisted of the following sources at December 31, 2024:

Capital campaign	\$ 6,792,130
Friends of Children Society	<u>2,106,702</u>
Unconditional promises to give, net	<u>\$ 8,898,832</u>

Unconditional promises to give are expected to be collected as follows at December 31, 2024:

Due within one year	\$ 2,706,418
Due in one to five years	7,016,768
Due in more than five years	<u>206,567</u>
	9,929,753
Less unamortized present value discount	(829,781)
Less allowance for uncollectible promises to give	<u>(201,140)</u>
Unconditional promises to give, net	<u>\$ 8,898,832</u>

Management estimates the collectability of unconditional promises to give based on historical collection experience, current economic conditions and specific donor information. The discount rates used on long-term unconditional promises to give ranged from 4.0% to 4.6% in 2024.

Approximately \$4,762,000 of total undiscounted promises to give are from Board of Directors of the Organization at December 31, 2024.

PROKIDS

**Notes to Financial Statements
(Continued)**

NOTE 4 INVESTMENTS AT FAIR VALUE

Investments at fair value at December 31, 2024 consisted of the following:

Level 1

Equity mutual funds and exchange traded funds	\$	9,920,883
Fixed income mutual funds and exchange traded funds		3,590,729
Common stocks		45,020

Level 2

Money market funds		<u>10,710,681</u>
	\$	<u>24,267,313</u>

Fair values for exchange traded funds, mutual funds, and common stocks are determined by reference to quoted market prices. Fair value for money market funds is determined based on the value of underlying securities. There were no investments measured using level 3 inputs.

The following table is a reconciliation of investments reported in the statement of financial position to the total of the same such amounts as shown in the investments at fair value table above at December 31, 2024:

Investments	\$	22,642,036
Investments restricted by donors for endowment in perpetuity		<u>1,625,277</u>
	\$	<u>24,267,313</u>

NOTE 5 PROPERTY AND EQUIPMENT

Property and equipment consisted of the following at December 31, 2024:

Building leasehold improvements	\$	6,107,777
Furniture and fixtures		901,997
Computers and equipment		<u>920,506</u>
		7,930,280
Less accumulated depreciation		<u>(458,722)</u>
	\$	<u>7,471,558</u>

PROKIDS

**Notes to Financial Statements
(Continued)**

NOTE 6 NET ASSETS WITH DONOR RESTRICTIONS

Net assets with donor restrictions as of December 31, 2024 consisted of the following:

Restricted as to time	\$ 8,898,832
Restricted as to purpose	10,487
Endowments:	
Donor-restricted in perpetuity	1,625,277
Donor-restricted endowments subject to spending policy and appropriation for its mission	<u>740,501</u>
	<u>\$ 11,275,097</u>

NOTE 7 ENDOWMENT FUNDS

The Organization's endowment funds include donor restricted endowment funds established to support its mission, and funds designated by the Board of Directors to function as an endowment based on current policies in place ("board restricted fund"). The general purpose of the board restricted fund is to ensure the financial health and sustainability of the Organization. As required by U.S. GAAP, net assets associated with endowment funds, including funds designated by the Board of Directors to function as endowments, are classified and reported based on the absence or existence of donor-imposed restrictions.

The Organization has interpreted the Uniform Prudent Management of Institutional Funds Act (UPMIFA) as requiring the preservation of the fair value of the original gift as of the gift date of the endowment funds held in perpetuity absent explicit donor stipulations to the contrary. As a result of this interpretation, the Organization classifies as net assets with donor restrictions in perpetuity: (a) the original value of gifts donated to funds held in perpetuity, (b) the original value of subsequent gifts to funds held in perpetuity, and (c) accumulations to funds held in perpetuity made in accordance with the direction of the applicable donor gift instrument at the time the accumulation is added to the fund. Absent donor stipulations, investment return from the donor-restricted endowment funds is classified as net assets with donor restrictions until those amounts are appropriated for expenditure by the Board of Directors.

PROKIDS

Notes to Financial Statements (Continued)

NOTE 7 ENDOWMENT FUNDS (CONTINUED)

The composition of net assets by type of endowment fund consists of the following as of December 31, 2024:

	Without Donor Restrictions	With Donor Restrictions	Total
Donor-restricted endowment funds required to be maintained in perpetuity	\$ -	\$ 1,625,277	\$ 1,625,277
Accumulated net appreciation on donor-restricted endowments	-	740,501	740,501
Board restricted fund	1,696,183	-	1,696,183
Total endowment funds	<u>\$ 1,696,183</u>	<u>\$ 2,365,778</u>	<u>\$ 4,061,961</u>

The change in endowment net assets for the year ended December 31, 2024, is as follows:

	Without Donor Restrictions	With Donor Restrictions	Total
Endowment funds, beginning of the year	\$ 643,835	\$ 2,075,552	\$ 2,719,387
Contributions	1,000,000	55,250	1,055,250
Net investment return	52,348	234,976	287,324
Endowment funds, end of the year	<u>\$ 1,696,183</u>	<u>\$ 2,365,778</u>	<u>\$ 4,061,961</u>

Investment return objectives, risk parameters and strategies

The Organization has adopted investment and spending policies for endowment investments that attempt to provide a predictable stream of funding to its charitable programs while seeking to maintain the purchasing power of the endowment investments. To satisfy these long-term objectives, the Organization relies on a total return strategy in which investment returns are achieved through both capital appreciation (realized and unrealized) and current yield (interest and dividends). The Organization targets a diversified asset allocation that places a greater emphasis on equity-based investments to achieve its long-term objectives within prudent risk constraints.

Spending policy

The Organization has a policy of appropriating for distribution each year an amount up to 5% of the endowment funds' average fair market value over the prior 12 quarters immediately preceding the last business day of the year for which the expenditure is appropriated.

PROKIDS

Notes to Financial Statements (Continued)

NOTE 8 DONATED SERVICES

The Organization received the following donated services that are recognized within revenues and expenses in the financial statements for the year ended December 31, 2024:

CASA volunteer services	\$ 661,524
Other	<u>28,863</u>
	<u>\$ 690,387</u>

CASA volunteer services are recognized at their estimated fair value as they require specialized skills that would need to be purchased if they were not donated. The Organization estimates the fair value using current market rates for similar social work services. CASA volunteer hours of 32,238 were provided in 2024 at a rate of \$20.52 per hour. Other donated services relate to litigation services from volunteer attorneys. The fair value of other donated services was estimated using current market rates for similar litigation services. All donated services are used in the Organization's programs and do not have donor restrictions.

The Organization receives other services from volunteers who give significant amounts of their time to the Organization. No amounts have been reflected for these other types of donated services as the criteria for recognition have not been satisfied.

NOTE 9 RETIREMENT PLAN

The Organization maintains a 403(b) Plan for the benefit of eligible employees. Participants may contribute a portion of their compensation, up to 15%, to the plan. The 403(b) Plan does not allow for contributions made by the Organization as of December 31, 2024. Subsequent to year end, the 403(b) Plan was amended to allow discretionary contributions made by the Organization.

NOTE 10 LEASES

The Organization has a facility lease agreement with an initial term through May 2032 that may be automatically renewed for 18 successive renewal terms of 5 years each. The Organization does not pay any rent for the facility lease and no amounts have been recognized in the financial statements for the donated lease. Related to the lease, the Organization pays for parking spaces under a variable arrangement whereby each year of the facility lease it must pay for a minimum of 60 unreserved parking spaces. The parking space expense recognized in 2024 is \$52,385. The Organization does not recognize lease liabilities or right of use assets for variable lease arrangements where the Organization does not control identified assets.

NOTE 11 CONCENTRATIONS

One donor comprises 21% of the unconditional promises to give balance as of December 31, 2024. In addition, one donor accounts for 36% of total revenue, gains and other support in 2024.

PROKIDS

Notes to Financial Statements (Continued)

NOTE 12 CORRECTION OF ERROR

During 2024, the Organization corrected errors related to the timing of recognition of unconditional promises to give and expirations of donor restrictions to be in accordance with GAAP. Formerly, the Organization incorrectly recognized unconditional promises to give from select donors prior to verifiable documentary evidence existed and reported expirations of donor restrictions from gifts to purchase or construct long-lived assets when the expenditure was made instead of when the long-lived asset was placed in service. The following shows the effect on the preceding period change in net assets for the correction as well as the cumulative effect of the change on net assets as of the beginning of 2024. Amounts in the previously issued financial statements have been restated as follows:

Effect on Change in Assets, Liabilities and Net Assets as of Beginning of the Period	As Previously Reported	Prior Period Adjustment	As Restated
Effect on unconditional promises to give, net	\$12,469,730	\$(825,150)	\$11,644,580
Cumulative effect of the change on net assets without donor restrictions as of January 1, 2024	15,623,235	(108,839)	15,514,396
Cumulative effect of the change on net assets with donor restrictions as of January 1, 2024	16,771,930	(716,311)	16,055,619
Effect on Change in Revenues and Expenses and Change in Net Assets for the Preceding Period	As Previously Reported	Prior Period Adjustment	As Restated
Effect on capital campaign contribution revenue	\$12,146,850	\$(715,713)	\$11,431,137
Total effect on the change in net assets without donor restrictions - 2023	5,170,768	(108,839)	1,159,049
Total effect on the change in net assets with donor restrictions - 2023	9,807,200	(606,874)	2,009,145