EISNERAMPER

VOICE OF SAN DIEGO

FINANCIAL STATEMENTS

JUNE 30, 2024 and 2023

VOICE OF SAN DIEGO

Contents

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INDEPENDENT AUDITORS' REPORT

To the Board of Directors
Voice of San Diego

Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of Voice of San Diego (the "Organization", a nonprofit organization), which comprise the statements of financial position as of June 30, 2024 and 2023, and the related statements of activities, functional expenses, and cash flows for each of the years then ended, and the related notes to the financial statements.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of Voice of San Diego as of June 30, 2024 and 2023, and the changes in its net assets and its cash flows for each of the years then ended in accordance with accounting principles generally accepted in the United States of America ("U.S. GAAP").

Basis for Opinion

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

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with U.S. 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 Organization's ability to continue as a going concern for one year after the date that the financial statements are available to be issued.

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 U.S. 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 controls. 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 U.S. 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 Organization's internal controls. 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 Organization'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.

EisnerAmper LLP

EISNERAMPER LLP
La Jolla, California
February 4, 2025

VOICE OF SAN DIEGO

Statements of Financial Position

	June 30, 2024	June 30, 2023
ASSETS		
Current assets:		
Cash and cash equivalents	**$ 727,088**	$ 732,757
Restricted cash	**295,933**	20,280
Prepaid expenses	**27,038**	24,668
Contributions receivable, net	**54,164**	104,570
Total current assets	**1,104,223**	882,275
Endowment investments	**1,125,369**	1,046,671
Fixed assets, net	**13,370**	25,773
Intangible assets, net	**2,844**	4,469
Other assets	**5,523**	5,523
Operating lease right-of-use asset	**125,487**	206,181
Total assets	**$ 2,376,816**	$ 2,170,892
LIABILITIES AND NET ASSETS		
Current liabilities:		
Accounts payable	**$ 59,122**	$ 23,100
Payroll liabilities	**96,494**	162,402
Deferred revenue	**5,669**	48,300
Current portion of operating lease liability	**84,552**	77,482
Total current liabilities	**245,837**	311,284
Operating lease liability, net of current portion	**52,093**	136,646
Total liabilities	**297,930**	447,930
Net assets:		
Without donor restrictions	**657,584**	656,011
With donor restrictions	**1,421,302**	1,066,951
Total net assets	**2,078,886**	1,722,962
Total liabilities and net assets	**$ 2,376,816**	$ 2,170,892

VOICE OF SAN DIEGO

Statement of Activities
Year Ended June 30, 2024

	Without Donor Restrictions	With Donor Restrictions	Total
Revenue and support:			
Contributions	$ 1,492,943	$ 312,500	$ 1,805,443
Membership programs	170,098	-	170,098
Advertising and sponsorships	108,991	-	108,991
Gifts in-kind	11,500	-	11,500
Other	28,305	-	28,305
Net assets released from restrictions	86,847	(86,847)	-
Total revenue and support	1,898,684	225,653	2,124,337
Investment income:			
Net realized gain on endowment investments	-	8,417	8,417
Interest and dividends	25,363	26,415	51,778
Net unrealized gain on endowment investments	-	103,097	103,097
Investment expenses	-	(9,231)	(9,231)
Net investment income	25,363	128,698	154,061
Total revenue, support, and net investment income	1,924,047	354,351	2,278,398
Expenses:			
Program services	1,283,826	-	1,283,826
Management and general	390,344	-	390,344
Development and fundraising	248,304	-	248,304
Total expenses	1,922,474	-	1,922,474
Change in net assets	1,573	354,351	355,924
Net assets at beginning of year	656,011	1,066,951	1,722,962
Net assets at end of year	$ 657,584	$ 1,421,302	$ 2,078,886

VOICE OF SAN DIEGO

Statement of Activities (continued)
Year Ended June 30, 2023

	Without Donor Restrictions	With Donor Restrictions	Total
Revenue and support:			
Contributions	$ 1,521,253	$ 92,000	$ 1,613,253
Membership programs	163,605	-	163,605
Advertising and sponsorships	107,311	-	107,311
Gifts in-kind	30,776	-	30,776
Other	491	-	491
Net assets released from restrictions	96,651	(96,651)	-
Total revenue and support	1,920,087	(4,651)	1,915,436
Investment income (loss):			
Net realized gain on endowment investments	-	704	704
Interest and dividends	15,552	19,894	35,446
Net unrealized gain on endowment investments	-	61,573	61,573
Investment expenses	-	(4,079)	(4,079)
Net investment income	15,552	78,092	93,644
Total revenue, support and net investment income	1,935,639	73,441	2,009,080
Expenses:			
Program services	1,689,574	-	1,689,574
Management and general	395,667	-	395,667
Development and fundraising	140,093	-	140,093
Total expenses	2,225,334	-	2,225,334
Change in net assets	(289,695)	73,441	(216,254)
Net assets at beginning of year	945,706	993,510	1,939,216
Net assets at end of year	$ 656,011	$ 1,066,951	$ 1,722,962

VOICE OF SAN DIEGO

Statements of Functional Expenses

	Year Ended June 30, 2024			
	Program Services	Supporting Services		
	Journalism	Development and Fundraising	Management and General	Total
Expenses:				
Payroll	**$ 879,711**	**$ 283,393**	**$ 182,823**	**$ 1,345,927**
Other operating costs	**123,417**	**47,899**	**17,674**	**188,990**
Editorial	**135,643**	**1,439**	**863**	**137,945**
Professional services	**48,749**	**16,442**	**41,146**	**106,337**
Office	**55,400**	**8,404**	**3,927**	**67,731**
Marketing	**30,306**	**29,649**	**-**	**59,955**
Depreciation and amortization	**10,600**	**3,118**	**1,871**	**15,589**
Total expenses	**$ 1,283,826**	**$ 390,344**	**$ 248,304**	**$ 1,922,474**

	Year Ended June 30, 2023			
	Program Services	Supporting Services		
	Journalism	Development and Fundraising	Management and General	Total
Expenses:				
Payroll	$ 1,278,208	$ 327,856	$ 114,965	$ 1,721,029
Other operating costs	136,768	22,220	8,247	167,235
Editorial	87,453	22,431	7,866	117,750
Professional services	69,587	-	-	69,587
Office	57,697	7,805	3,630	69,132
Marketing	47,992	12,310	4,317	64,619
Depreciation and amortization	11,869	3,045	1,068	15,982
Total expenses	$ 1,689,574	$ 395,667	$ 140,093	$ 2,225,334

VOICE OF SAN DIEGO

Statements of Cash Flows

	Year Ended June 30, 2024	Year Ended June 30, 2023
Cash flows from operating activities:		
Change in net assets	**$ 355,924**	$ (216,254)
Adjustments to reconcile change in net assets to net cash flows provided by operating activities:		
Amortization of operating lease right-of-use asset	**80,694**	78,560
Depreciation and amortization	**15,588**	15,982
Realized gain on sale of endowment investments	**(8,417)**	(704)
Unrealized gain on endowment investments	**(103,097)**	(61,573)
Decrease (increase) in:		
Prepaid expenses	**(2,370)**	(5,924)
Contributions receivable, net	**50,406**	544,297
Increase (decrease) in:		
Accounts payable	**36,022**	(15,839)
Payroll liabilities	**(65,908)**	40,527
Deferred revenue	**(42,631)**	22,300
Operating lease liability	**(77,483)**	(70,613)
Deferred rent	**-**	(11,441)
Net cash flows provided by operating activities	**238,728**	319,318
Cash flows from investing activities:		
Acquisition of fixed assets	**(1,560)**	(6,006)
Proceeds from sales of endowment investments	**40,658**	17,374
Purchases of endowment investments	**(7,842)**	(534,189)
Net cash flows provided by (used in) investing activities	**31,256**	(522,821)
Net change in cash and cash equivalents and restricted cash	**269,984**	(203,503)
Cash, cash equivalents, and restricted cash at beginning of year	**753,037**	956,540
Cash, cash equivalents, and restricted cash at end of year	**$ 1,023,021**	$ 753,037
Supplemental disclosures of non-cash operating activities:		
Right-of-use asset and lease liability recognized pursuant to ASC 842	**$ -**	$ 284,741
In-kind donations of services and other goods that were received during the year	**$ 11,500**	$ 30,776

NOTE A - DESCRIPTION OF ORGANIZATION AND NATURE OF OPERATIONS

The Organization:

Voice of San Diego (the "Organization") is a public charity and California nonprofit corporation established in 2004 for charitable purposes and is exempt from taxation under Section 501(c)(3) of the Internal Revenue Code (the "Tax Code"). The Organization was formed to educate and inform the residents of San Diego County about civic and regional issues and to provide an interactive forum for the discussion of issues affecting the people and communities of San Diego County. The primary sources of financial revenue and support are contributions and income from the Organization's membership program, advertising and sponsorships.

NOTE B - SUMMARY OF ACCOUNTING POLICIES AND OTHER INFORMATION

[1] Accounting principles:

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 ("U.S. GAAP") as applicable to not-for-profit organizations.

[2] Cash and cash equivalents:

Cash and cash equivalents consist of short-term, highly liquid investments with an initial maturity of three months or less. The carrying value of cash and cash equivalents approximates fair value because of the short maturities of those financial instruments.

[3] Restricted cash:

Restricted cash represents cash received with donor-imposed restrictions and not yet expended for the Organization's programs (see Note L).

[4] Contributions receivable:

Unconditional contributions awarded that are expected to be collected within one year are recorded as contributions receivable at net realizable value upon receipt of the grant letter. Unconditional contributions that are expected to be collected in future years are recorded at the net present value of estimated future cash receipts, discounted using a risk adjusted rate of return. Conditional promises to give are not recorded as revenue until the conditions are substantially met.

[5] Prepaid expenses:

Prepaid expenses consist of expenses paid in advance of services performed or goods delivered. Expenses are recognized when the future economic benefit is realized.

[6] Endowment investments:

The Organization's endowment is invested in mutual funds and exchange-traded funds, comprised of investments in emerging markets, international, real estate, large cap, small cap, and fixed income. The Organization records its endowment investments at fair value. The fair value of investments traded on national security exchanges is determined based on the closing price on the last business day of the year. Investment transactions are recorded on a trade-date basis. Dividend income is recorded as of the ex-dividend date and interest income is recorded as earned using the accrual basis. Realized gains or losses on the sale of share or unit based investments are calculated using average-cost. Unrealized gains or losses represent the change in the fair value of the individual investments for the year, or since the acquisition date if acquired during the year, and are recorded as a component of net assets with donor restrictions.

NOTE B - SUMMARY OF ACCOUNTING POLICIES AND OTHER INFORMATION (CONTINUED)

[7] Fixed assets:

Fixed assets are recorded at cost on the date of purchases, or fair value on the date of gift. The Organization capitalizes all assets with a useful life greater than one year and a value in excess of $1,200, except for desktop and laptop computers, which will be capitalized regardless of cost. Fixed assets are depreciated using the straight-line method over the estimated useful life of the related assets. Estimated useful lives are as follows:

Description	Useful Life
Computer equipment	5 years
Office furniture	5 years
Leasehold improvements	Lesser of 15 years or lease term
Podcast equipment	5 years
Telephone equipment	5 years
Cameras	5 years

Management evaluates the recoverability of the investment in long-lived assets on an ongoing basis and recognizes any impairment in the year of determination. There were no triggering events occurring which would impact property and equipment requiring management to test for, or adjust for, impairment losses during fiscal years 2024 or 2023. However, it is reasonably possible that relevant conditions could change in the near term and necessitate a change in management's estimate of the recoverability of these assets.

[8] Intangible assets:

Website costs related to data consulting services, site configuration and infrastructure, and conceptual design are capitalized. Costs relating to operating and content are expensed as incurred. Website costs are amortized using the straight-line method over the estimated life of 5 years. The Organization capitalizes intangible assets with a useful life greater than one year and a value in excess of $1,200.

[9] Deferred revenue:

Deferred revenue relates to performance obligations for advertising revenue and sponsorships not completed as of year-end. Cash receipts for advertising and sponsorship revenue that have not been completed as of year-end have been deferred and are amortized using the straight-line method over the term of the service period.

NOTE B - SUMMARY OF ACCOUNTING POLICIES AND OTHER INFORMATION (CONTINUED)

[10] Net assets:

The Organization reports information regarding its financial position and activities according to two classes of net assets: net assets without donor restrictions and net assets with donor restrictions.

(i) Net assets without donor restrictions:

Net assets that are not subject to donor-imposed restrictions and may be expended for any purpose in performing the objectives of the Organization. These net assets may be used at the discretion of the Organization's management and the Board of Directors (the "Board").

(ii) Net assets with donor restrictions:

Net assets subject to stipulations imposed by donors and grantors. Some donor restrictions are temporary in nature; those restrictions will be met by actions of the Organization or by the passage of time. Also included in net assets with donor restrictions are donor restrictions that are perpetual in nature and subject to the requirements of the Uniform Prudent Management of Institutional Funds Act ("UPMIFA"). These donors have stipulated that those resources be maintained in perpetuity with the resultant income and net capital appreciation arising from the underlying assets to be used in satisfaction of the wishes of those donors.

[11] Contributions:

Contributions received are reported at fair value and recorded as net assets with or without donor restrictions depending upon the existence and/or nature of any donor restrictions. Support that is restricted by a donor is reported as an increase in net assets without donor restrictions if the restriction expires in the reporting period in which the support is recognized. All other donor restricted support is reported as an increase in net assets with donor restrictions. When a restriction expires, that is, when a stipulated time restriction ends or purpose restriction is accomplished, or funds are appropriated through an action of the Board, net assets with donor restrictions are classified to net assets without donor restrictions and reported in the statements of activities as net assets released from restrictions. 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.

[12] Membership programs:

The Organization offers an annual membership program of various levels. The membership fees received are classified between membership programs and contribution income based on the value of the benefits received by the member from the Organization. Payments received by the Organization above the value of benefits received by the member are reported in contribution income. Membership program income is recognized ratably over the term of the membership period and contribution income is recorded when received. There is no remaining performance obligation required of the Organization upon the member period termination date. Fees, if any, received in advance of an applicable membership period are reported in the statements of financial position as deferred revenue.

NOTE B - SUMMARY OF ACCOUNTING POLICIES AND OTHER INFORMATION (CONTINUED)

[13] Advertising and sponsorships:

The Organization derives revenue through advertising revenue and certain corporate sponsorships. When applicable, contracts with customers are evaluated on a contract-by-contract basis as contracts may include multiple types of goods and services or performance obligations.

The Organization enters into contracts with customers to provide advertising over a period of time on its website. Revenue is recognized ratably over the term of the performance obligation. The Organization also enters into contracts with customers for corporate sponsorships at various levels. Each level of sponsorship offers the customer certain benefits in addition to advertising on the Organization's website. These benefits are accounted for as a combined performance obligation. There is no remaining performance obligation required of the Organization upon the contract termination date. Advertising and sponsorship income received in advance of an applicable period of performance are reported in the statements of financial position as deferred revenue.

As the goods or services are provided ratably throughout the performance term, the Organization recognizes revenue ratably over the term of the performance obligation.

The Organization also enters into contracts with a service element as well as a contribution element. In these situations the Organization evaluates each contract, bifurcates the contract, and recognizes contribution revenue and service revenue based on an allocation of the transaction price.

[14] Gifts in-kind:

The Organization's policy is to use or sell gifts in-kind if they can or cannot be used for the Organization's mission, respectively. The contribution of services is not recognized in the financial statements unless the services received create or enhance nonfinancial assets or require specialized skill and would typically need to be purchased if not provided by donation. During the years ended June 30, 2024 and 2023, the Organization received gifts in-kind of $11,500 and $30,776, respectively, which include services and expenses related to the Organization's Politifest event. Each gift in-kind is recorded at fair value on the date of gift based on current published rates for those goods and services.

[15] Functional expenses:

The costs of providing program and other activities have been summarized on a functional basis in the statements of functional expenses. Accordingly, certain costs have been allocated among the program and supporting services benefited based on estimates of management. The expenses that are allocated and their method of allocation include the following:

Expense	Method of Allocation
Payroll	Time and effort
Marketing	Use of expense
Professional services	Use of expense
Other operating costs	Use of expense
Editorial	Use of expense
Office	Use of expense
Depreciation and amortization	Time and effort

NOTE B - SUMMARY OF ACCOUNTING POLICIES AND OTHER INFORMATION (CONTINUED)

[16] Income taxes:

The Organization is exempt from income taxes as an organization described under Section 501(c)(3) of the Tax Code and corresponding sections of the California Revenue and Taxation Code, except for taxes on net unrelated business income.

In accordance with the Financial Accounting Standards Board's (the "FASB") Accounting Standards Codification ("ASC") Topic 740, *Accounting for Uncertainty in Income Taxes*, the Organization evaluates annually any uncertain tax positions taken or expected to be taken in a tax return by applying a threshold of more likely than not for recognition. Management evaluated its tax positions and determined that it has no uncertain tax positions at June 30, 2024 and 2023. There have been no related tax penalties or interest, which would be classified as tax expense in the statements of activities.

[17] Compensated absences:

The Organization's compensated absence policy is to grant employees three to six weeks of paid vacation based on years of service. If employment is terminated, or an employee leaves the Organization, the employee is entitled to any accrued but unused vacation days on a pro-rata basis. As of June 30, 2024 and 2023, accrued compensated absences were $54,360 and $67,291, respectively, and are included in payroll liabilities in the statements of financial position.

[18] Leases:

The Organization determines if any arrangement is a lease at inception.

Operating leases:

Operating leases are recorded as operating lease right-of-use ("ROU") assets and operating lease liabilities on the accompanying statements of financial position. Operating lease ROU assets and the related lease liabilities are recognized based on the present value of the future minimum lease payments over the lease term at commencement date. The operating lease ROU assets also include lease incentives and initial direct costs incurred. For operating leases, interest on the lease liability and the amortization of ROU assets result in straight-line rent expense over the lease term.

Leases may include options to extend or terminate the lease, which are included in the operating lease ROU assets and operating lease liability when they are reasonably certain of exercise. Certain leases include lease and non-lease components, which are accounted for as one single lease component. Occupancy lease agreements, in addition to contractual rent payments, generally include additional payments for certain costs incurred by the landlord, such as building expenses and utilities. To the extent these are fixed or determinable, they are included as part of the minimum lease payments used to measure the operating lease liability. Operating lease expense associated with minimum lease payments is recognized on a straight-line basis over the lease term. When additional payments are based on usage or vary based on other factors, they are considered variable lease payments and are excluded from the measurement of the ROU asset and lease liability. These payments are recognized as an expense in the period in which the related obligation was incurred.

Finance leases:

The Organization had no finance leases at June 30, 2024 and 2023.

NOTE B - SUMMARY OF ACCOUNTING POLICIES AND OTHER INFORMATION (CONTINUED)

[19] Adopted accounting pronouncements:

The Organization has implemented all applicable accounting pronouncements within the ASC that are in effect as of June 30, 2024 and 2023, including the pronouncement described below.

Effective December 15, 2022, the Organization adopted FASB Accounting Standards Update ("ASU") No. 2016-13, *Financial Instruments – Credit Losses (Topic 326) – Measurement of Credit Losses on Financial Instruments*, as amended ("Topic 326"). Topic 326 replaces the "incurred loss" credit losses framework with an expected loss methodology that is referred to as the current expected credit loss ("CECL") methodology, which requires management's measurement of the allowance for credit losses to be based on a broader range of reasonable and supportable information for lifetime credit loss estimates. The measurement of expected credit losses under the CECL methodology is applicable to financial assets measured at amortized costs.

The Organization adopted Topic 326 using the modified retrospective method, however, the application of the standard had no material effect on these financial statements.

NOTE C - USE OF ESTIMATES

The preparation of financial statements in conformity with U.S. GAAP requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

NOTE D - CONCENTRATIONS OF CREDIT RISK AND MARKET RISK

[1] Concentrations of credit risk arising from cash deposits in excess of insured limits:

The Organization maintains cash and cash equivalent balances at three financial institutions. Accounts at these institutions are secured by the Federal Deposit Insurance Corporation ("FDIC") up to $250,000. At June 30, 2024 and 2023, the Organization had uninsured cash balances of $593,338 and $239,253, respectively. The Organization has not historically experienced any losses in such accounts.

[2] Concentrations of market risk:

The Organization invests in mutual funds, which are subject to market risk or fluctuations due to market conditions. The Organization has established guidelines relative to diversification in order to balance market risk and investment returns. These guidelines are periodically reviewed and modified by the Organization with input from their investment advisors.

The Organization may, from time to time, be subject to claims for suits for damages, which are covered as to risk and amount under various insurance policies, subject to deductibles. In the opinion of management, there are no pending claims that will have a material effect on the financial position of the Organization as of June 30, 2024 and 2023.

NOTE E - AVAILABILITY AND LIQUIDITY OF FINANCIAL ASSETS

The following represents the Organization's financial assets at June 30, 2024 and 2023:

	2024	2023
Financial assets at year-end:		
Cash and cash equivalents	**$ 727,088**	$ 732,757
Restricted cash	**295,933**	20,280
Contributions receivable, net	**54,164**	104,570
Endowment investments	**1,125,369**	1,046,671
Other assets	**5,523**	5,523
Total financial assets	**2,208,077**	1,909,801
Less: amounts not available to be used within one year		
Cash with donor restrictions	**(295,933)**	(20,280)
Endowment investments	**(1,125,369)**	(1,046,671)
Other assets	**(5,523)**	(5,523)
Financial assets available to meet general expenditures over the next twelve months	**$ 781,252**	$ 837,327

As part of the Organization's liquidity management, the Organization maintains cash balances without donor restrictions, which account for 34% and 39% of total assets as of June 30, 2024 and 2023, respectively. Investments may also be sold to help manage unanticipated liquidity needs.

NOTE F - CONTRIBUTIONS RECEIVABLE

Contributions receivable are recorded when a donor makes a promise to give to the Organization that is, in substance, unconditional, but not yet received. Contributions receivable, net of discount of $836 and $430, totaled $54,164 and $104,570 as of June 30, 2024 and 2023, respectively. The Organization's contributions receivable balance is classified as short term as of June 30, 2024 and 2023 as all amounts are expected to be collected within one year.

NOTE G - FIXED ASSETS

Fixed assets, net of accumulated depreciation, consisted of the following at June 30:

	2024	2023
Computer equipment	**$ 50,001**	$ 48,441
Office furniture	**42,951**	42,951
Leasehold improvements	**16,686**	16,686
Podcast equipment	**11,607**	11,607
Telephone equipment	**6,811**	6,811
Cameras	**3,554**	3,554
Subtotal	**131,610**	130,050
Less: accumulated depreciation	**(118,240)**	(104,277)
Total fixed assets, net	**$ 13,370**	$ 25,773

Depreciation expense was $13,963 and $14,357 for the years ended June 30, 2024 and 2023, respectively.

NOTE H - INTANGIBLE ASSETS

The Organization's intangible assets, net of accumulated amortization, consisted of the following at June 30:

	2024	2023
Website and other costs	**$ 13,343**	$ 13,343
Less: accumulated amortization	**(10,499)**	(8,874)
Total intangible assets, net	**$ 2,844**	$ 4,469

Amortization expense was $1,625 for the years ended June 30, 2024 and 2023.

NOTE I - ANALYSIS OF ENDOWMENT INVESTMENTS

The following is a summary of the Organization's endowment investments at June 30, 2024 and 2023:

	2024	
	Carrying Value	Fair Value
Endowment investments:		
Sweep money fund	$ 15,439	$ 15,439
Mutual funds	202,542	213,397
Exchange-traded funds	776,630	896,533
Total	$ 994,611	$ 1,125,369

	2023	
	Carrying Value	Fair Value
Endowment investments:		
Sweep money fund	$ 15,085	$ 15,085
Mutual funds	207,269	203,075
Exchange-traded funds	796,656	828,511
Total	$ 1,019,010	$ 1,046,671

The relationship between carrying value and fair value of investments for the years ended June 30, 2024 and 2023 is summarized as follows:

	Carrying Value	Fair Value	Excess of Fair Value (Under) Over Carrying Value
Balance, June 30, 2024	$ 994,611	$ 1,125,369	$ 130,758
Balance, June 30, 2023	1,019,010	1,046,671	27,661
Unrealized gain			$ 103,097

NOTE I - ANALYSIS OF ENDOWMENT INVESTMENTS (CONTINUED)

The relationship between carrying value and fair value of investments for the years ended June 30, 2023 and 2022 is summarized as follows:

	Carrying Value	Fair Value	Excess of Fair Value (Under) Over Carrying Value
Balance, June 30, 2023	$ 1,019,010	$ 1,046,671	$ 27,661
Balance, June 30, 2022	501,491	467,579	(33,912)
Unrealized gain			$ 61,573

Endowment investment income, net for the years ended June 30, 2024 and 2023 is classified as follows:

	2024	**2023**
Net unrealized gain on investments	**$ 103,097**	$ 61,573
Dividends, interest, and other income	**26,415**	19,894
Net realized gain on investments	**8,417**	704
Investment management fees	**(9,231)**	(4,079)
	$ 128,698	$ 78,092

NOTE J - FAIR VALUE MEASUREMENTS

FASB ASC 820, *Fair Value Measurement*, defines fair value as the price that would be received from selling an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The provisions of FASB ASC 820 establish a fair value hierarchy that requires an entity to maximize the use of observable inputs and minimize the use of unobservable inputs by requiring that observable inputs be used when available. The three-level hierarchy for fair value measurements is defined as follows:

Level 1: Quoted prices for identical assets or liabilities in active markets as of the reporting date. Active markets are those in which transactions for the asset or liability occur in sufficient frequency and volume to provide pricing information on an ongoing basis.

Level 2: Observable market-based inputs or unobservable inputs that are corroborated by market data. May include quoted prices in a market that is not active.

Level 3: Unobservable inputs that cannot be corroborated by market data. These inputs reflect management's best estimate of fair value using its own assumptions about the assumptions a market participant would use in pricing the asset or liability.

NOTE J - FAIR VALUE MEASUREMENTS (CONTINUED)

The Organization endeavors to utilize the best available information for measuring fair value. Investments are assigned a hierarchy based on inputs to valuation techniques used to measure fair value.

The endowment investments are classified within Level 1 because they are traded on an active exchange and valued using quoted market prices.

The following tables summarize the Organization's assets carried at fair value within the FASB ASC 820 fair value hierarchy levels as of June 30, 2024 and 2023:

Description	Unadjusted Quoted Prices (Level 1)	Other Observable Inputs (Level 2)	Unobservable Inputs (Level 3)	Balance as of June 30, 2024
Endowment:				
Sweep money fund	**$ 15,439**	**$ -**	**$ -**	**$ 15,439**
Mutual funds	**213,397**	**-**	**-**	**213,397**
Exchange-traded funds	**896,533**	**-**	**-**	**896,533**
Total	**$ 1,125,369**	**$ -**	**$ -**	**$ 1,125,369**

Description	Unadjusted Quoted Prices (Level 1)	Other Observable Inputs (Level 2)	Unobservable Inputs (Level 3)	Balance as of June 30, 2023
Endowment:				
Sweep money fund	$ 15,085	$ -	$ -	$ 15,085
Mutual funds	203,075	-	-	203,075
Exchange-traded funds	828,511	-	-	828,511
Total	$ 1,046,671	$ -	$ -	$ 1,046,671

NOTE K - ENDOWMENT

As required by U.S. GAAP, net assets associated with endowment funds are classified and reported based on the existence of donor-imposed restrictions. The Organization's endowment consists of an individual fund with such restrictions. The Organization has interpreted the enacted version of the UPMIFA as requiring the preservation of the fair value of the original gift as of the gift date of the donor-restricted endowment funds absent explicit donor stipulations to the contrary. As a result of this interpretation, the Organization classifies as net assets with donor restrictions (1) the original value of gifts donated to the perpetual endowment, (2) the original value of subsequent gifts donated to the perpetual endowment, and (3) accumulated earnings on the perpetual endowment made in accordance with the direction of the applicable donor gift instrument at the time the accumulated earnings are added to the fund.

In accordance with UPMIFA, the Organization considers the following factors in making a determination to appropriate or accumulate donor restricted endowment funds:

1. The duration and preservation of the fund,
2. The purpose of the Organization and the donor-restricted endowment fund,
3. General economic conditions,
4. The possible effect of inflation and deflation,
5. The expected total return from income and the appreciation of investments,
6. Other resources of the Organization, and
7. The investment policies of the Organization.

From time to time, the fair value of the assets associated with individual donor restricted endowment funds may fall below the level that the donor or UPMIFA requires the Organization to retain as a fund of perpetual duration. In accordance with U.S. GAAP, deficiencies of this nature are reported in net assets with donor restrictions. Under the terms of UPMIFA, the Organization has no responsibility to restore such decreases in value. There were no such deficiencies in 2024 or 2023. The Organization has a policy for appropriating for distribution 5% annually of its endowment's average fair value over the year. In establishing this policy, the Organization considered the long-term and short-term expected returns on its endowment. The Organization has a policy that permits spending from an underwater endowment, unless otherwise precluded by donor intent or relevant laws and regulations. The Board appropriated and transferred $50,000 out of the endowment during the year ended June 30, 2024. The Board did not appropriate and transfer out any funds from the endowment during the year ended June 30, 2023.

The Organization has adopted investment and spending policies for endowment funds that:

1. Protect the invested assets,
2. Preserve spending capacity of the fund income,
3. Maintain a diversified portfolio of assets that meet investment return objectives while keeping risk at a minimal level, and
4. Comply with applicable laws.

Endowment composition by type of fund as of June 30, 2024 and 2023:

	2024	2023
Endowment - sweep money fund	**$ 15,439**	$ 15,085
Endowment - mutual funds	**213,397**	203,075
Endowment - exchange-traded funds	**896,533**	828,511
Total endowment net assets	**$ 1,125,369**	$ 1,046,671

NOTE K - ENDOWMENT (CONTINUED)

Changes in endowment net assets for the years ended June 30, 2024 and 2023 are as follows:

	With Donor Restrictions
Endowment net assets at June 30, 2022	$ 467,579
Transfers to endowment	501,000
Investment return:	
Interest and dividends	19,894
Net realized and unrealized gain	62,277
Investment expenses	(4,079)
Total net investment gain	78,092
Appropriation of endowment net assets	-
Endowment net assets at June 30, 2023	1,046,671
Transfers to endowment	-
Investment return:	
Interest and dividends	26,415
Net realized and unrealized gain	111,514
Investment expenses	(9,231)
Total net investment gain	128,698
Appropriation of endowment net assets	(50,000)
Endowment net assets at June 30, 2024	$ 1,125,369

NOTE L - NET ASSETS WITH DONOR RESTRICTIONS

Net assets with donor restrictions consist of the following:

	June 30, 2024	June 30, 2023
Endowment fund	**$ 1,125,369**	$ 1,046,671
Restricted cash:		
Reporters	**205,090**	9,339
Internship program	**20,843**	10,941
Parents guide	**70,000**	-
	295,933	20,280
Total net assets with donor restrictions	**$ 1,421,302**	$ 1,066,951

Net assets released from net assets with donor restrictions are as follows:

	June 30, 2024	June 30, 2023
Endowment fund	**$ 50,000**	$ -
Restricted cash:		
Reporters	**16,750**	87,592
Internship program	**20,097**	9,059
	36,847	96,651
Total net assets with donor restrictions released from restrictions	**$ 86,847**	$ 96,651

NOTE M - RETIREMENT PLAN

The Organization has a 401(k) defined contribution retirement plan (the "Plan"). The Organization's contributions to the Plan, determined as a matching contribution up to a specified percentage of the participant's contributions, was $53,780 and $71,195 for the years ended June 30, 2024 and 2023, respectively.

NOTE N - OPERATING LEASE

[1] Operating lease:

The Organization leases office space in San Diego, California, under a non-cancelable operating lease agreement that expires in December 2025. The lease includes certain escalation clauses. Options to extend lease terms that are reasonably certain of exercise are recognized as part of the operating lease ROU asset and operating lease liability balances.

The liabilities under operating leases are recorded at the present value of the minimum lease payments. Lease expense relating to operating leases, consisting of ROU asset amortization and lease liability interest, is included in other operating costs on the accompanying statements of functional expenses.

[2] Additional disclosures:

The approximate future minimum payments of the annual undiscounted cash flows of the operating lease liability as of June 30, 2024 are as follows:

Year Ending June 30,	Amount
2025	$ 87,185
2026	52,469
Thereafter	-
Total	139,654
Less: amount representing interest	(3,009)
Present value of minimum lease payments	$ 136,645

Operating lease costs totaled $85,663 and $78,524 for the years ended June 30, 2024 and 2023, respectively. Operating cash flows from the operating lease totaled $82,451 and $77,717 for the years ended June 30, 2024 and 2023, respectively.

	June 30,	
	2024	**2023**
Present value of minimum lease payments	**$ 136,645**	$ 214,128
Less: current portion of operating lease liability	**(84,552)**	(77,482)
Operating lease liability, net of current portion	**$ 52,093**	$ 136,646

NOTE N - OPERATING LEASE (CONTINUED)

The weighted-average remaining lease terms in years and discount rates are as follows:

	June 30,	
	2024	**2023**
Weighted-average remaining lease term in years - operating leases	**1.58**	2.58
Weighted-average discount rate - operating leases	**2.9%**	2.9%

NOTE O - RELATED PARTY TRANSACTIONS

One of the Organization's Board members was also a Board member of Girard Foundation (the "Foundation") for the years ended June 30, 2024 and 2023. The Organization received contributions from the Foundation in the amount of $65,000 for each of the years ended June 30, 2024 and 2023, respectively.

NOTE P - SUBSEQUENT EVENTS

The Organization evaluated subsequent events through February 4, 2025, the date these financial statements were available to be issued. There were no material subsequent events that require recognition or disclosure in the financial statements.