LOS CABOS CHILDREN'S FOUNDATION

Financial Statements
With Independent Auditors' Report

June 30, 2024 and 2023

LOS CABOS CHILDREN'S FOUNDATION

Table of Contents

	Page
Independent Auditors' Report	1
Financial Statements	
Statements of Financial Position	3
Statements of Activities	4
Statement of Functional Expenses - June 30, 2024	5
Statement of Functional Expenses - June 30, 2023	6
Statements of Cash Flows	7
Notes to Financial Statements	8

CAPINCROUSE
A DIVISION OF Carr, Riggs & Ingram

INDEPENDENT AUDITORS' REPORT

Board of Directors
Los Cabos Children's Foundation
Eagan, Minnesota

Opinion

We have audited the accompanying financial statements of Los Cabos Children's Foundation, 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 the years then ended, and the related notes to the financial statements.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Los Cabos Children's Foundation as of June 30, 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. 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 Los Cabos Children's 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 Financial Statements

Management is responsible for the preparation and fair presentation of these 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 Los Cabos Children's Foundation's ability to continue as a going concern within one year after the date that the financial statements are available to be issued.

345 Massachusetts Avenue, Suite 300
Indianapolis, IN 46204
505.50.CAPIN
capincrouse.com

Board of Directors
Los Cabos Children's Foundation
Eagan, Minnesota

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

Capin Crouse LLC

Indianapolis, Indiana
May 14, 2025

LOS CABOS CHILDREN'S FOUNDATION

Statements of Financial Position

	June 30, 2024	June 30, 2023
ASSETS:		
Cash and cash equivalents	$ 47,182	$ 478,457
Restricted cash - fiscal agent	-	45,763
Restricted cash - endowment	-	704,762
	47,182	1,228,982
Promises to give, net	200,360	-
Other receivables	-	15,396
Investments:		
Operating	2,201,867	2,768,451
Endowment	809,762	-
Fiscal agent	86,360	-
	3,097,989	2,768,451
Property and equipment, net	3,598	6,375
Total Assets	$ 3,349,129	$ 4,019,204
LIABILITIES AND NET ASSETS:		
Liabilities:		
Accounts payable and accrued expenses	$ 108,594	$ 48,180
Fiscal agent payable	86,360	45,763
Total liabilities	194,954	93,943
Net assets:		
Without donor restrictions	1,876,595	2,818,037
With donor restrictions	1,277,580	1,107,224
Total net assets	3,154,175	3,925,261
Total Liabilities and Net Assets	$ 3,349,129	$ 4,019,204

See notes to financial statements

LOS CABOS CHILDREN'S FOUNDATION

Statements of Activities

	Year Ended June 30,					
	2024			2023		
	Without Donor Restrictions	With Donor Restrictions	Total	Without Donor Restrictions	With Donor Restrictions	Total
SUPPORT AND REVENUE:						
Contributions	$ 146,673	$ 817,831	$ 964,504	$ 230,292	$ 1,165,044	$ 1,395,336
Contributed nonfinancial assets	351,590	-	351,590	388,401	-	388,401
Gross special events revenue	1,933,486	-	1,933,486	2,568,744	-	2,568,744
Less cost of direct benefits to donors	(160,626)	-	(160,626)	(209,829)	-	(209,829)
Net special events revenue	1,772,860	-	1,772,860	2,358,915	-	2,358,915
Investment returns, net	151,004	-	151,004	79,124	-	79,124
Loss on foreign currency exchange	(117,303)	-	(117,303)	(73,916)	-	(73,916)
Total Support and Revenue	2,304,824	817,831	3,122,655	2,982,816	1,165,044	4,147,860
RECLASSIFICATIONS:						
Net assets released from restrictions	647,475	(647,475)	-	321,922	(321,922)	-
EXPENSES:						
Program services	3,234,622	-	3,234,622	1,419,116	-	1,419,116
Supporting services:						
Management and general	138,055	-	138,055	121,207	-	121,207
Fundraising	521,064	-	521,064	531,792	-	531,792
Total Expenses	3,893,741	-	3,893,741	2,072,115	-	2,072,115
Change in Net Assets	(941,442)	170,356	(771,086)	1,232,623	843,122	2,075,745
Net Assets, Beginning of Year	2,818,037	1,107,224	3,925,261	1,585,414	264,102	1,849,516
Net Assets, End of Year	$ 1,876,595	$ 1,277,580	$ 3,154,175	$ 2,818,037	$ 1,107,224	$ 3,925,261

See notes to financial statements

LOS CABOS CHILDREN'S FOUNDATION

Statement of Functional Expenses

Year Ended June 30, 2024

	Program Services	Supporting Activities: Management and General	Supporting Activities: Fundraising	Supporting Activities: Total Supporting Activities	TOTAL
Grant expense	$ 2,880,322	$ -	$ -	$ -	$ 2,880,322
Salaries and wages	292,405	36,480	151,551	188,031	480,436
Contributed goods and services for special events auction	-	-	263,548	263,548	263,548
Professional fees	-	92,272	10,861	103,133	103,133
Communication and design tools	11,975	-	31,977	31,977	43,952
Office supplies and rent	25,215	7,189	-	7,189	32,404
Training	19,951	-	-	-	19,951
Travel	901	-	37,673	37,673	38,574
Marketing and advertising	-	-	35,158	35,158	35,158
Other	3,853	2,114	150,922	153,036	156,889
	3,234,622	138,055	681,690	819,745	4,054,367
Less: cost of direct benefits to donors	-	-	(160,626)	(160,626)	(160,626)
Total Expenses on Statements of Activities	$ 3,234,622	$ 138,055	$ 521,064	$ 659,119	$ 3,893,741

See notes to financial statements

LOS CABOS CHILDREN'S FOUNDATION

Statement of Functional Expenses

Year Ended June 30, 2023

	Program Services	Supporting Activities: Management and General	Supporting Activities: Fundraising	Supporting Activities: Total Supporting Activities	TOTAL
Grant expense	$ 1,147,532	$ -	$ -	$ -	$ 1,147,532
Salaries and wages	224,320	30,709	139,275	169,984	394,304
Contributed goods and services for special events auction	-	-	348,074	348,074	348,074
Professional fees	-	79,922	14,240	94,162	94,162
Communication and design tools	8,225	-	27,705	27,705	35,930
Office supplies and rent	18,117	10,576	101	10,677	28,794
Training	6,121	-	-	-	6,121
Travel	14,801	-	3,221	3,221	18,022
Marketing and advertising	-	-	13,805	13,805	13,805
Other	-	-	195,200	195,200	195,200
	1,419,116	121,207	741,621	862,828	2,281,944
Less: cost of direct benefits to donors	-	-	(209,829)	(209,829)	(209,829)
Total Expenses on Statements of Activities	$ 1,419,116	$ 121,207	$ 531,792	$ 652,999	$ 2,072,115

See notes to financial statements

LOS CABOS CHILDREN'S FOUNDATION

Statements of Cash Flows

	Year Ended June 30, 2024	Year Ended June 30, 2023
CASH FLOWS FROM OPERATING ACTIVITIES:		
Change in net assets	$ (771,086)	$ 2,075,745
Adjustments to reconcile change in net assets to net cash provided (used) by operating activities:		
Depreciation	2,777	1,904
Loss on disposal of fixed assets	-	189
Net realized (gain) loss on investments	6,926	(23,526)
Contributions restricted in perpetuity	(105,000)	(554,762)
Changes in:		
Promises to give, net	(200,360)	50,000
Other receivables	15,396	(15,396)
Accounts payable	60,414	25,274
Grant payable	-	(9,611)
Fiscal agent payable	40,597	15,535
Net Cash Provided (Used) by Operating Activities	(950,336)	1,565,352
CASH FLOWS FROM INVESTING ACTIVITIES:		
Purchases of investments	(586,464)	(1,784,601)
Sale of investments	250,000	313,249
Purchases of property and equipment	-	(7,196)
Net Cash Used by Investing Activities	(336,464)	(1,478,548)
CASH FLOWS FROM FINANCING ACTIVITIES:		
Proceeds from contributions restricted in perpetuity	105,000	554,762
Net Cash Provided by Investing Activities	105,000	554,762
Change in Cash, Cash Equivalents, and Restricted Cash	(1,181,800)	641,566
Cash, Cash Equivalents, and Restricted Cash, Beginning of Year	1,228,982	587,416
Cash, Cash Equivalents, and Restricted Cash, End of Year	$ 47,182	$ 1,228,982

See notes to financial statements

LOS CABOS CHILDREN'S FOUNDATION

Notes to Financial Statements

June 30, 2024 and 2023

1. NATURE OF ORGANIZATION:

Los Cabos Children's Foundation (LCCF) is a nonprofit organization established to assist children by providing medical, educational, and humanitarian assistance in the Los Cabos area in Mexico and in the United States.

LCCF is organized as a South Dakota nonprofit corporation and has been recognized by the Internal Revenue Service (IRS) as exempt from federal income taxes under Section 501(a) of the Internal Revenue Code as an organization described in Section 501(c)(3). LCCF is annually required to file a Return of Organization Exempt from Income Tax (Form 990) with the IRS. In addition, LCCF is subject to income tax on net income that is derived from business activities that are unrelated to their exempt purposes. LCCF has determined it is not subject to unrelated business income tax and has not filed an Exempt Organization Business Income Tax Return (Form 990-T) with the IRS.

LCCF believes that it has appropriate support for any tax positions taken affecting its annual filing requirements, and as such, does not have any uncertain tax positions that are material to the financial statements. LCCF would recognize future accrued interest and penalties related to unrecognized tax benefits and liabilities in income tax expense if such interest and penalties are incurred.

LCCF's primary source of revenue is contributions.

2. SIGNIFICANT ACCOUNTING POLICIES:

The financial statements have been prepared on the accrual basis. The significant accounting policies followed are described below to enhance the usefulness of the statements to the reader. The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities; disclosure of contingent assets and liabilities at the date of the financial statements; and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

FOREIGN CURRENCY TRANSLATION

Assets and liabilities outside the United States, that are denominated in local currency, are translated into U.S. dollars at the exchange rates in effect at the end of the year. Revenue and expenses are translated into U.S. dollars at the exchange rates in effect each month. Translation adjustments for such assets and liabilities are accumulated separately in net assets without donor restrictions and the accumulated unrealized loss was $425,773 and $308,470, as of June 30, 2024 and 2023, respectively. Gains or losses from foreign currency translation for the periods are reported in the statements of activities.

CASH, CASH EQUIVALENTS, AND RESTRICTED CASH

Cash and cash equivalents consists of cash on hand and checking and savings accounts. Restricted cash consists of amounts held as the fiscal agent or restricted by donors for long-term purposes. As of June 30, 2024 and 2023, approximately $0 and $979,000, respectively, was not covered by FDIC insurance.

2. SIGNIFICANT ACCOUNTING POLICIES, continued:

INVESTMENTS

Investments in money market funds are reported at fair value in accordance with the provisions of the *Fair Value Measurements and Disclosures* topic of the Financial Accounting Standards Board (FASB) Accounting Standards Codification (ASC). Realized and unrealized gains and losses are recognized as changes in net assets in the periods in which they occur, and investment income is recognized as revenue in the period earned. Investment return is reported as increases in net assets without donor restrictions if the restrictions expire in the fiscal year in which the contributions are recognized. Realized gains and losses are determined on the specific identification method. Investment income is reported net of external and direct internal investment expenses.

PROMISES TO GIVE, NET

LCCF records unconditional promises to give that are expected to be collected within one year at net realizable value. Unconditional promises to give expected to be collected in future years are initially recorded at fair value using present value techniques incorporating risk-adjusted discount rates designed to reflect the assumptions market participants would use in pricing the asset. In subsequent years, amortization of the discounts is included in contribution revenue in the statements of activities. Management determines the allowance for uncollectable promises to give based on historical experience, an assessment of economic conditions, and a review of subsequent collections. Promises to give are written off when deemed uncollectable. At June 30, 2024 and 2023, there was a $200,360 and $0 balance, respectively, in promises to give, net. At June 30, 2024 and 2023, respectively, the allowance and the discount was $0 as all promises to give were due and expected to be collected within one year of the statements of financial position date. At June 30, 2024, one grantor accounted for 100% of the total promises to give.

PROPERTY AND EQUIPMENT, NET

Purchases of property and equipment are capitalized at cost. Donated assets are capitalized at their fair market value on the date of the gift. Donations of property and equipment without donor-imposed restrictions are recorded as net assets without donor restrictions in the year of the gift. Depreciation is computed using the straight-line method over the estimated useful lives of the assets, generally ranging from three to five years. Asset purchases under $500 and expenditures for maintenance and repairs are charged to expense as incurred. Depreciation expense for the years ending June 30, 2024 and 2023, was $2,777 and $1,904, respectively.

GRANT PAYABLE

LCCF makes grants to certain charitable organizations within Los Cabos and the surrounding area that complement their mission to assist children by providing medical, educational, and humanitarian assistance in the Los Cabos area. LCCF recognizes grants as expenses at the time recipients are entitled to receive them. Generally, this occurs when the board of directors approves a specific grant, or when management, pursuant to grant-authorization policies established by the board of directors, approves a grant. Unconditional grants approved but not yet disbursed are reported as grants payable in the statements of financial position. Conditional grants approved but contingent upon fulfillment of certain specified conditions by the grantee are not recorded until the conditions have been met.

2. SIGNIFICANT ACCOUNTING POLICIES, continued:

NET ASSETS

The financial statements report amounts by classification of net assets:

- *Net assets without donor restrictions* include net assets that are currently available for operational purposes under the direction of the board.

- *Net assets with donor restrictions* are those funds with donor stipulations for specific operating purposes or programs, including those not currently available for use until commitments regarding their use have been fulfilled or maintained in perpetuity by LCCF.

CONTRIBUTIONS

Contributions are recognized when cash, securities or other assets, an unconditional promise to give, or notification of a beneficial interest is received. 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.

LCCF reports contributions restricted by donors as increases in net assets without donor restrictions if the restrictions expire (that is, when a stipulated time restriction ends, or purpose restriction is accomplished) in the reporting period in which the revenue is recognized. All other donor-restricted contributions are reported as increases in net assets with donor restrictions, depending on the nature of the restrictions. When a restriction expires, net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the statements of activities as net assets released from restrictions.

CONTRIBUTED NONFINANCIAL ASSETS

Volunteers contribute significant amounts of time to LCCF's program services, administration, and fundraising and development activities; however, the financial statements do not reflect the value of these contributed services because they do not meet recognition criteria prescribed by generally accepted accounting principles. Contributed goods are recorded at fair value at the date of donation. LCCF records donated professional services at the respective fair values of the services received (see Note 8).

SPECIAL EVENTS

Special event revenue is reported gross less any costs of direct benefit to donors on the statements of activities. Special event revenue is comprised of an exchange element based upon the direct benefits donors receive and a contribution element for the difference. LCCF recognizes special events revenue equal to the fair value of direct benefits to donors when the special event takes place. LCCF recognizes the contribution element of special event revenue immediately, unless there is a right of return if the special event does not take place.

CONCENTRATION OF SUPPORT RISK

LCCF is supported by contributions from the public. It is always considered reasonably possible that contributors might be lost in the near term. In the years ended June 30, 2024 and 2023, LCCF received approximately 17% and 23%, respectively, of its contributions from one donor.

2. SIGNIFICANT ACCOUNTING POLICIES, continued:

EXPENSES, ADVERTISING AND JOINT COSTS

Expenses are recorded when incurred and reported on the functional basis on the statements of functional expenses. Accordingly, certain costs have been allocated among the programs and supporting services benefited. All expenses are coded directly to each function, except for payroll expenses that are allocated based upon management's estimate of time and effort. For the years ended June 30, 2024 and 2023, LCCF incurred $35,158 and $13,805, respectively, in advertising costs. LCCF incurred no joint costs for the years ended June 30, 2024 and 2023.

3. LIQUIDITY AND FUNDS AVAILABLE:

The following reflects LCCF's financial assets, reduced by amounts not available for general use because of contractual or donor-imposed restrictions within one year:

	June 30, 2024	June 30, 2023
Financial assets:		
Cash	$ 47,182	$ 1,228,982
Investments	3,097,989	2,768,451
Promises to give, net	200,360	-
Other receivables	-	15,396
Financial assets, at year end	3,345,531	4,012,829
Less those unavailable for general expenditures within one year, due to:		
Cash - fiscal agent	-	(45,763)
Investments - fiscal agent	(86,360)	-
Donor restricted for purpose	(63,115)	(100,616)
Donor restricted for time	(200,360)	-
Donor restricted in perpetuity	(809,762)	(704,762)
Financial assets available to meet cash needs for general expenditures within one year	$ 2,185,935	$ 3,161,688

LCCF strives to maintain liquid financial assets enough to cover twelve months of general expenditures. Financial assets in excess of monthly cash requirements are invested in money markets, treasury bonds, or other short-term investments. As of June 30, 2024 and 2023, LCCF had $267,458 and $402,462, respectively, of net assets with donor-imposed purpose restrictions of which they expect to use $204,344 and $301,846, respectively, for general expenditures within one year.

4. INVESTMENTS:

DISCLOSURES ABOUT FAIR VALUE OF ASSETS AND LIABILITIES

LCCF uses appropriate valuation techniques to determine fair value based on inputs available. When available, LCCF measures fair value using Level 1 inputs because they generally provide the most reliable evidence of fair value. Level 3 inputs are only used when Level 1 or Level 2 inputs are not available. The fair value hierarchy consists of the following:

Level 1 – Quoted prices in active markets for identical assets or liabilities.

Level 2 – Observable inputs other than Level 1 prices, such as quoted prices for similar assets or liabilities; quoted prices in markets that are not active; or other inputs that are observable or can be corroborated by observable market data for substantially the full term of the assets or liabilities.

Level 3 – Unobservable inputs supported by little or no market activity and that are significant to the fair value of the assets or liabilities.

Following is a description of the valuation methodologies used for instruments measured at fair value on a recurring basis and recognized in the accompanying statements of financial position, as well as the general classification of such instruments pursuant to the valuation hierarchy.

The fair value money market funds are based on the closing price reported on the active market in which the individual securities are traded.

Investments consist of the following:

	June 30,	
	2024	2023
Held at fair value (level 1):		
Money market funds	$ 3,097,989	$ 2,767,605
Held at cost:		
Cash	-	846
	$ 3,097,989	$ 2,768,451

4. INVESTMENTS, continued:

Investment returns are summarized as follows:

	Year Ended June 30, 2024	Year Ended June 30, 2023
Interest and dividends	$ 157,930	$ 55,598
Realized/unrealized gains (losses)	(6,926)	23,526
Total investment returns	$ 151,004	$ 79,124

5. PROPERTY AND EQUIPMENT:

Property and equipment consist of the following:

	June 30, 2024	June 30, 2023
Office equipment	$ 13,230	$ 13,230
Accumulated depreciation	(9,632)	(6,855)
	$ 3,598	$ 6,375

6. NET ASSETS:

Net assets with donor restrictions consist of the following:

	June 30, 2024	June 30, 2023
Net assets with donor restrictions–purpose:		
Medical programs	$ 153,835	$ 165,831
Cardiology program	65,993	99,990
COVID-19	17,330	21,169
Special cases	16,078	19,101
Oncology program	-	93,098
Other	14,222	3,273
	267,458	402,462
Net assets with donor restrictions–timing:		
Promises to give, net	200,360	-
Net assets with donor restrictions–endowment	809,762	704,762
	$ 1,277,580	$ 1,107,224

7. ENDOWMENT FUNDS:

LCCF's endowment funds consist of a donor restricted endowment fund. Net assets associated with endowment funds are classified and reported based on the existence or absence of donor-imposed restrictions.

The Board of Directors of LCCF has interpreted the State Uniform Prudent Management of Institutional Funds Act (SPMIFA) as requiring the preservation of the fair value of the original gift as of the gift date of the donor-restricted endowment funds, unless there are explicit donor stipulations to the contrary. At June 30, 2024 and 2023, there were no such donor stipulations. As a result of this interpretation, LCCF retains in perpetuity (a) the original value of the initial and subsequent gifts donated to the Endowment and (b) any accumulations to the Endowment made in accordance with the direction of the applicable donor gift instrument at the time the accumulation is added. Donor-restricted amounts not retained in perpetuity are subject to appropriation for expenditure in a manner consistent with the standard of prudence prescribed by SPMIFA. The following factors are considered in making a determination to appropriate or accumulate donor-restricted endowment funds:

1. The duration and preservation of the fund
2. The purposes 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
7. The investment policies of the organization

7. ENDOWMENT FUNDS, continued:

The following summarizes endowment net assets at June 30, 2024:

	Without Donor Restrictions	With Donor Restrictions	Total
Original donor-restricted gift amount and amounts required to be maintained in perpetuity by donor	$ -	$ 809,762	$ 809,762

The following summarizes endowment net assets at June 30, 2023:

	Without Donor Restrictions	With Donor Restrictions	Total
Original donor-restricted gift amount and amounts required to be maintained in perpetuity by donor	$ -	$ 704,762	$ 704,762

LCCF is in the process of setting up investment policies including planned spending policies as it relates to the endowed funds.

The following summarizes the change in endowment net assets for the year ended June 30, 2024:

	Without Donor Restrictions	With Donor Restrictions	Total
Endowment net assets, beginning of year	$ -	$ 704,762	$ 704,762
Contributions to endowment	-	105,000	105,000
Endowment net assets, end of year	$ -	$ 809,762	$ 809,762

The following summarizes the change in endowment net assets for the year ended June 30, 2023:

	Without Donor Restrictions	With Donor Restrictions	Total
Endowment net assets, beginning of year	$ -	$ 150,000	$ 150,000
Contributions to endowment	-	554,762	554,762
Endowment net assets, end of year	$ -	$ 704,762	$ 704,762

8. CONTRIBUTED NONFINANCIAL ASSETS:

LCCF received various donated nonfinancial assets as follows:

	Year Ended June 30,	
	2024	2023
Entertainment	$ 59,788	$ 133,750
Travel	29,151	80,213
Food and beverage	52,447	51,800
Vehicles and equipment	64,042	46,000
Professional fees and consulting	55,422	29,550
Medical	6,060	15,895
Rent	49,303	81
Art	21,671	-
Advertising	11,500	-
Other	2,206	31,112
	$ 351,590	$ 388,401

LCCF values the donated nonfinancial assets at fair value on the date of donation. Many of the contributed assets are donated as a part of the auction that LCCF holds each year for fundraising purposes. Each item donated is recorded at the final auction price. Professional fees and consulting are valued based on the rate charged per hour to other clients. All donated items are used to further the programmatic mission of LCCF. $252,200 and $170,800 was monetized during their auction in the years ended June 30, 2024 and 2023, respectively.

9. RELATED PARTIES:

Several board members contributed amounts to LCCF totaling approximately $1,240,000 and $1,156,000 for the years ended June 30, 2024 and 2023, respectively. In-kind goods and services provided by board members totaled approximately $41,000 and $57,000 for the years ended June 30, 2024 and 2023, respectively.

10. SUBSEQUENT EVENTS:

Subsequent events have been evaluated through May 14, 2025, which represents the date the financial statements were available to be issued. Subsequent events after that date have not been evaluated.