

COMMUNITY COLLEGES OF SPOKANE FOUNDATION
FINANCIAL STATEMENTS
YEARS ENDED JUNE 30, 2024 AND 2023



CPAs | CONSULTANTS | WEALTH ADVISORS

CLAcconnect.com

**COMMUNITY COLLEGES OF SPOKANE FOUNDATION
TABLE OF CONTENTS
YEARS ENDED JUNE 30, 2024 AND 2023**

INDEPENDENT AUDITORS' REPORT	1
FINANCIAL STATEMENTS	
STATEMENTS OF FINANCIAL POSITION	3
STATEMENTS OF ACTIVITIES AND CHANGES IN NET ASSETS	4
STATEMENTS OF FUNCTIONAL EXPENSES	6
STATEMENTS OF CASH FLOWS	8
NOTES TO FINANCIAL STATEMENTS	9



INDEPENDENT AUDITORS' REPORT

Board of Directors
Community Colleges of Spokane Foundation
Spokane, Washington

Report on the Audit of the Financial Statements

Opinion

We have audited the accompanying financial statements of Community Colleges of Spokane Foundation (a nonprofit corporation), which comprises the statements of financial position as of June 30, 2024 and 2023, and the related statements of activities and changes in net assets, 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 Community Colleges of Spokane 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 (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 Community Colleges of Spokane 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 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 Community Colleges of Spokane Foundation's ability to continue as a going concern within 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 GAAS will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with GAAS, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the 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 Community Colleges of Spokane 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 Community Colleges of Spokane 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.



CliftonLarsonAllen LLP

Spokane, Washington
November 20, 2024

COMMUNITY COLLEGES OF SPOKANE FOUNDATION
STATEMENTS OF FINANCIAL POSITION
JUNE 30, 2024 AND 2023

	2024	2023
ASSETS		
Cash and Cash Equivalents	\$ 617,287	\$ 1,115,537
Promises to Give - Pledges Receivable	149,175	220,150
Prepaid Expenses	27,265	45,318
Operating Lease Receivable	221,793	91,824
Lease Acquisition Costs	613,121	191,223
Property and Equipment, Net	7,383,416	7,566,284
Future Interests Receivable from Trusts	65,122	58,337
Investments, at Fair Value	30,222,100	27,159,510
Total Assets	\$ 39,299,279	\$ 36,448,183
LIABILITIES AND NET ASSETS		
LIABILITIES		
Accounts Payable	\$ 483,079	\$ 404,473
Accrued Compensated Absences	60,507	50,701
Deferred Rent	121,768	148,196
Deposit Held for Others - at Refinance (CCS)	1,528,867	1,528,867
Deposit Held for Others - after Refinance (CCS)	243,581	713,974
Note Payable	3,650,922	3,969,839
Total Liabilities	6,088,724	6,816,050
NET ASSETS		
Without Donor Restrictions	10,856,455	9,124,435
With Donor Restrictions	5,235,855	5,320,623
With Donor Restrictions - Endowment	17,118,245	15,187,075
Total Net Assets	33,210,555	29,632,133
Total Liabilities and Net Assets	\$ 39,299,279	\$ 36,448,183

See accompanying Notes to Financial Statements.

**COMMUNITY COLLEGES OF SPOKANE FOUNDATION
STATEMENT OF ACTIVITIES AND CHANGES IN NET ASSETS
YEAR ENDED JUNE 30, 2024**

	Without Donor Restrictions	With Donor Restrictions		Total
		Donor Restricted	Endowment	
REVENUE, SUPPORT, AND GAINS				
Contributions	\$ 58,978	\$ 469,667	\$ 227,491	\$ 756,136
Noncash Contributions	2,698	34,865	-	37,563
Net Investment Income, Including				
Gains and Losses on Investments	1,150,673	-	2,043,808	3,194,481
Income Transfer per Spending Rule	39,112	161,988	(201,100)	-
Grant Income	-	125,200	-	125,200
Administration Fees	171,258	51,539	-	222,797
Rental Income	2,418,937	-	-	2,418,937
Net Assets Released from Restrictions and Other Transfers	1,067,056	(928,027)	(139,029)	-
Total Revenue, Support, and Gains	4,908,712	(84,768)	1,931,170	6,755,114
EXPENSES AND LOSSES				
Program Services:				
Student Support	988,736	-	-	988,736
Rental	1,221,361	-	-	1,221,361
Total Program Services	2,210,097	-	-	2,210,097
Supporting Services:				
General and Administrative	537,272	-	-	537,272
Fundraising	429,323	-	-	429,323
Total Supporting Services	966,595	-	-	966,595
Total Expenses	3,176,692	-	-	3,176,692
CHANGE IN NET ASSETS	1,732,020	(84,768)	1,931,170	3,578,422
Net Assets - Beginning of Year	9,124,435	5,320,623	15,187,075	29,632,133
NET ASSETS - END OF YEAR	\$ 10,856,455	\$ 5,235,855	\$ 17,118,245	\$ 33,210,555

See accompanying Notes to Financial Statements.

**COMMUNITY COLLEGES OF SPOKANE FOUNDATION
STATEMENT OF ACTIVITIES AND CHANGES IN NET ASSETS
YEAR ENDED JUNE 30, 2023**

	Without Donor Restrictions	With Donor Restrictions		Total
		Donor Restricted	Endowment	
REVENUE, SUPPORT, AND GAINS				
Cash Contributions	\$ 53,334	\$ 574,592	\$ 155,009	\$ 782,935
Noncash Contributions	9,025	31,044	-	40,069
Net Investment Income (Loss), Including				
Gains and Losses on Investments	814,571	-	1,891,355	2,705,926
Gain on Sale of Property	415,339	-	-	415,339
Income Transfer per Spending Rule	37,569	157,630	(195,199)	-
Grant Income	-	34,700	-	34,700
Administration Fees	143,750	59,054	-	202,804
Rental Income, net of amount distributed to CCS	1,662,002	-	-	1,662,002
Net Assets Released from Restrictions and Other Transfers	484,749	(485,161)	412	-
Total Revenue, Support, and Gains	3,620,339	371,859	1,851,577	5,843,775
EXPENSES AND LOSSES				
Program Services:				
Student Support	898,058	-	-	898,058
Rental	948,165	-	-	948,165
Total Program Services	1,846,223	-	-	1,846,223
Supporting Services:				
General and Administrative	467,641	-	-	467,641
Fundraising	402,799	-	-	402,799
Total Supporting Services	870,440	-	-	870,440
Total Expenses	2,716,663	-	-	2,716,663
CHANGE IN NET ASSETS	903,676	371,859	1,851,577	3,127,112
Net Assets - Beginning of Year	8,220,759	4,948,764	13,335,498	26,505,021
NET ASSETS - END OF YEAR	\$ 9,124,435	\$ 5,320,623	\$ 15,187,075	\$ 29,632,133

See accompanying Notes to Financial Statements.

**COMMUNITY COLLEGES OF SPOKANE FOUNDATION
STATEMENT OF FUNCTIONAL EXPENSES
YEAR ENDED JUNE 30, 2024**

	Program Services			Support Services		
	Student Support	Rental	Total	General and Administrative	Fundraising	Total
Salaries	\$ 111,654	\$ -	\$ 111,654	\$ 234,930	\$ 336,323	\$ 682,907
Depreciation	-	337,111	337,111	-	-	337,111
Scholarships	586,207	-	586,207	-	-	586,207
Repairs and Maintenance	-	403,666	403,666	-	-	403,666
Program Support	243,599	-	243,599	-	-	243,599
Fees	-	23,051	23,051	174,277	-	197,328
Utilities	-	173,182	173,182	-	-	173,182
Interest Expense	-	136,483	136,483	-	-	136,483
Taxes - Real Estate	-	68,140	68,140	-	-	68,140
Software Support	8,374	-	8,374	16,369	26,870	51,613
Contracted Services	-	38,700	38,700	36,601	19,400	94,701
Event Expenses	-	-	-	-	10,193	10,193
Noncash Program Support	37,563	-	37,563	-	-	37,563
Insurance	-	41,028	41,028	4,463	-	45,491
Professional Fees	-	-	-	26,959	-	26,959
Supplies	-	-	-	3,994	-	3,994
Printing and Promotional	54	-	54	-	8,841	8,895
Planned Giving	-	-	-	-	23,681	23,681
Marketing	1,285	-	1,285	14,024	870	16,179
Meetings	-	-	-	6,266	-	6,266
Dues and Subscriptions	-	-	-	1,719	627	2,346
Credit Cards and Bank Fees	-	-	-	3,134	91	3,225
Gifts	-	-	-	-	25	25
Legal	-	-	-	3,243	-	3,243
Training	-	-	-	15,375	-	15,375
Travel	-	-	-	6,885	-	6,885
Donor Cultivation	-	-	-	-	2,124	2,124
Awards	-	-	-	196	-	196
Licenses & Permits	-	-	-	587	60	647
Postage and Supplies	-	-	-	775	218	993
Uncollectible Pledge Expense	-	-	-	(12,525)	-	(12,525)
Total Functional Expenses	\$ 988,736	\$ 1,221,361	\$ 2,210,097	\$ 537,272	\$ 429,323	\$ 3,176,692

See accompanying Notes to Financial Statements.

**COMMUNITY COLLEGES OF SPOKANE FOUNDATION
STATEMENT OF FUNCTIONAL EXPENSES
YEAR ENDED JUNE 30, 2023**

	Program Services			Support Services		
	Student Support	Rental	Total	General and Administrative	Fundraising	Total
Salaries	\$ 94,111	\$ -	\$ 94,111	\$ 230,622	\$ 289,060	\$ 613,793
Depreciation	-	159,505	159,505	-	-	159,505
Scholarships	461,743	-	461,743	-	-	461,743
Repairs and Maintenance	-	354,698	354,698	-	-	354,698
Payments due per CCSF/CCS MOU	-	363,967	363,967	-	-	363,967
Program Support	294,815	-	294,815	-	-	294,815
Fees	13,786	-	13,786	128,352	797	142,935
Utilities	-	174,071	174,071	-	-	174,071
Interest Expense	-	147,270	147,270	-	-	147,270
Taxes - Real Estate	-	72,593	72,593	-	-	72,593
Software Support	5,976	-	5,976	10,847	27,099	43,922
Contracted Services	-	5,473	5,473	29,934	13,630	49,037
Event Expenses	-	-	-	-	24,475	24,475
Noncash Program Support	40,069	-	40,069	-	-	40,069
Insurance	-	28,008	28,008	2,718	-	30,726
Professional Fees	-	-	-	15,658	-	15,658
Supplies	-	-	-	21,711	-	21,711
Printing and Promotional	1,400	-	1,400	51	20,927	22,378
Planned Giving	-	-	-	-	6,475	6,475
Marketing	403	-	403	1,413	17,017	18,833
Meetings	-	-	-	7,744	93	7,837
Dues and Subscriptions	-	-	-	1,710	535	2,245
Credit Cards and Bank Fees	905	-	905	1,610	347	2,862
Gifts	-	-	-	907	470	1,377
Legal	-	6,547	6,547	5,708	-	12,255
Training	-	-	-	2,334	-	2,334
Travel	-	-	-	7,797	-	7,797
Donor Cultivation	-	-	-	-	2,057	2,057
Awards	-	-	-	601	-	601
Licenses & Permits	-	-	-	378	60	438
Postage and Supplies	-	-	-	594	507	1,101
Uncollectible Pledge Expense	(15,150)	-	(15,150)	(3,048)	(750)	(18,948)
Total Functional Expenses	898,058	1,312,132	2,210,190	467,641	402,799	3,080,630
Less: Expenses Included with Revenues on the Statement of Activities	-	(363,967)	(363,967)	-	-	(363,967)
Total Expenses Included in the Expense Section of the Statement of Activities	\$ 898,058	\$ 948,165	\$ 1,846,223	\$ 467,641	\$ 402,799	\$ 2,716,663

See accompanying Notes to Financial Statements.

COMMUNITY COLLEGES OF SPOKANE FOUNDATION
STATEMENTS OF CASH FLOWS
YEARS ENDED JUNE 30, 2024 AND 2023

	2024	2023
CASH FLOWS FROM OPERATING ACTIVITIES		
Change in Net Assets	\$ 3,578,422	\$ 3,127,112
Adjustments to Reconcile Change in Net Assets to Net Cash Provided by Operating Activities:		
Depreciation	337,111	159,505
Gain on Investments - Unrealized	(1,437,353)	(1,808,408)
Gain on Investments - Realized	(935,408)	(139,027)
(Gain) Loss on Future Interests - Unrealized	(6,785)	2,434
Contributions Restricted for Endowments	(227,491)	(155,009)
Gain on Sale of Property	-	(415,339)
Changes in Operating Assets and Liabilities:		
Promises to Give	70,975	108,052
Prepaid Expenses	18,053	(28,535)
Operating Lease Receivable	(129,969)	(249,819)
Lease Acquisition Costs	(421,898)	(33,228)
Accounts Payable	78,606	241,615
Accrued Expenses	9,806	10,288
Deferred Rent	(26,428)	115,389
Deposits Held for Others - After Refinance	(470,393)	63,785
Net Cash Provided by Operating Activities	437,248	998,815
CASH FLOWS FROM INVESTING ACTIVITIES		
Cash Paid for Buildings, Improvements, and Equipment	(154,243)	(129,420)
Purchase of Investments	(10,824,760)	(4,951,862)
Sale of Investments	10,134,931	3,435,709
Proceeds from Sale of Assets	-	1,010,882
Net Cash Used by Investing Activities	(844,072)	(634,691)
CASH FLOWS FROM FINANCING ACTIVITIES		
Contributions Restricted for Endowments	227,491	155,009
Payment on Long-Term Debt	(318,917)	(308,130)
Net Cash Used by Financing Activities	(91,426)	(153,121)
NET CHANGE IN CASH AND CASH EQUIVALENTS	(498,250)	211,003
Cash and Cash Equivalents - Beginning of Year	1,115,537	904,534
CASH AND CASH EQUIVALENTS - END OF YEAR	\$ 617,287	\$ 1,115,537
SUPPLEMENTAL DISCLOSURE OF CASH FLOW INFORMATION		
Cash Payments for Interest	\$ 136,483	\$ 147,270

See accompanying Notes to Financial Statements.

**COMMUNITY COLLEGES OF SPOKANE FOUNDATION
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024 AND 2023**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Organization

Community Colleges of Spokane Foundation (the Foundation) is a Washington nonprofit corporation exempt from federal income tax under Section 501(c)(3) of the Internal Revenue Code. The Foundation is organized to provide benefits to Washington State Community College District 17 (Community Colleges of Spokane) and to the students of Spokane Community College and Spokane Falls Community College. The Foundation is operated to receive, hold, invest, and properly administer the assets and to make expenditures to or for the benefit of the aforementioned institutions.

Basis of Accounting

The Foundation maintains its accounts in accordance with the principles and practices of fund accounting. Fund accounting is the procedure by which resources for various purposes are classified for accounting purposes in accordance with activities or objectives specified by donors or by management for the use for those resources.

Financial Statement Presentation

The financial statements, which are presented on the accrual basis of accounting, have been prepared to focus on the Foundation as a whole and to present balances and transactions according to the existence or absence of donor-imposed restrictions. This has been accomplished by classification of fund balances and transactions into two classes of net assets as follows:

Net Assets without Donor Restrictions – Amounts that are not subject to usage restrictions based on donor-imposed requirements. This class also includes assets previously restricted where restrictions have expired or been met, and any net assets designated by the board for specific purposes.

Net Assets with Donor Restrictions – Assets subject to usage limitations based on donor-imposed or grantor restrictions. These restrictions may be temporary or may be based on a particular use. Restrictions may be met by the passage of time or by actions of the organization. Certain restrictions may need to be maintained in perpetuity. This class also includes scholarship funds, program support funds, endowment funds, and charitable remainder trusts, when applicable.

Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires us to make estimates and assumptions that affect the reported amounts of 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, and those differences could be material.

Cash and Cash Equivalents

For purposes of reporting cash flows, the Foundation considers highly liquid debt instruments, if any, purchased with maturity of three months or less, to be cash equivalents.

**COMMUNITY COLLEGES OF SPOKANE FOUNDATION
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024 AND 2023**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Concentration of Credit Risk

The Foundation maintains its cash in bank deposit accounts at financial institutions. The bank accounts at times, may be in excess of the Federal Deposit Insurance Corporation (FDIC) and National Credit Union Administration (NCUA) insurance limits.

Property and Equipment and Depreciation

Assets purchased for general purposes are capitalized at cost and depreciated on the straight-line method over 5 to 10 years. Buildings are depreciated over 31 to 40 years. Assets with a value over \$5,000 are capitalized (see Note 4).

Revenues

Revenue is recognized when it is earned and realized or realizable. In determining whether these two elements are present, the Foundation considers whether (i) persuasive evidence of an arrangement exists, (ii) service has been provided, (iii) the price is fixed or determinable, and (iv) collectability is reasonably assured.

Leases

Revenue from lease payments is recognized under the accrual method. Lease payments are included in income as rents become due. Lease payments received in advance are deferred until earned. At the commencement of an operating lease, no revenue is recognized; subsequently, lease payments received by the Foundation are recognized as income on the straight-line basis.

The Foundation has elected to apply the practical expedient to combine lease and nonlease components identified in lease contracts.

The Foundation has elected to not evaluate whether certain sales taxes and other similar taxes collected from lessees are lessor or lessee costs. Instead, the Foundation accounts for those taxes as if they are lessee costs and has excluded them from lease revenue.

Lease Acquisition Costs

Costs incurred to obtain lease contracts include commissions paid to agents and tenant improvement allowances. These costs are capitalized and amortized over the term of the related lease contract.

Contributions

Contributions, including unconditional promises to give, are recognized as support in the period received. Conditional promises to give are not recognized until they become unconditional, that is, at the time when the conditions on which they depend on have been met.

**COMMUNITY COLLEGES OF SPOKANE FOUNDATION
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024 AND 2023**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Contributions (Continued)

Contributions of assets other than cash are recorded at their estimated fair value. An allowance for uncollectible promises is provided based upon management's judgment or potential defaults. The determination includes such factors as prior collection history, type of contribution, and nature of fund-raising activity.

Contributions with Restrictions Met in the Same Year

Contributions received with donor-imposed restrictions that are met in the same year as received are reported as net assets without donor restriction.

Noncash Contributions

The Foundation received significant amounts of donated equipment and materials, which pass through the Foundation to its charitable beneficiaries.

The Community Colleges of Spokane provides personnel and other administrative support to the Foundation at no cost, in accordance with a cooperative agreement. Contributions of donated services that create or enhance nonfinancial assets or that require specialized skills, are provided by individuals possessing those skills, and would typically need to be purchased if not provided by donation, are recorded at their fair values in the period received. See Note 16.

Functional Expenses

The costs of providing services have been summarized on a functional basis in the statements of activities. Student support expenses do not include any overhead, they are paid on a reimbursement basis. Rental expenses include direct costs associated with rental activities to the Community Colleges of Spokane as well as other tenants. Support expenses are allocated as follows: fundraising expenses include costs directly attributable to those functions. General and administrative expenses include directly attributable expenses as well as indirect expenses that support all programs and operations of the Foundation.

Income Tax Status

The Foundation is exempt from income taxes as a publicly supported organization under Section 501(c)(3) of the Internal Revenue Code.

Reclassifications

Certain amounts in the prior year financial statements have been reclassified for comparative purposes to confirm with the presentation of the current year financial statements. Such reclassifications resulted in no changes to previously reported change in total assets.

Subsequent Events

Management has evaluated subsequent events through November 20, 2024, the date the financial statements were available to be issued. The Foundation entered into a purchase and sale agreement August 29, 2024, to sell the Riverpoint One building. The sale price is \$12.2 million, and the expected closing date is January 2025.

**COMMUNITY COLLEGES OF SPOKANE FOUNDATION
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024 AND 2023**

NOTE 2 LIQUIDITY AND AVAILABILITY

The Foundation receives significant contributions with donor restrictions to be used in accordance with the associated purpose restrictions. It also received gifts to establish endowments that will exist in perpetuity; the income generated from such endowments is used to fund programs. In addition, the Foundation receives support without donor restrictions.

The Foundation manages its cash available to meet general expenditures following three guiding principles; (1) operating within a prudent range of financial soundness and stability, (2) maintain adequate liquid assets, and (3) maintain sufficient reserves to provide reasonable assurance that long term grant commitments and obligations under endowments with donor restrictions that support mission fulfillment will continue to be met, ensuring the sustainability of the Foundation.

The table below presents financial assets available for general expenditures within one year for years ending June 30:

	2024	2023
Cash	\$ 617,287	\$ 1,115,537
Promises to Give	149,175	220,150
Investments	<u>30,222,100</u>	<u>27,159,510</u>
Total Financial Assets	30,988,562	28,495,197
Receivable Scheduled to be Collected in More than One Year	(162,000)	(132,000)
Contractual or Donor-Imposed Restrictions:		
Deposit Held for Others - at Refinance (CCS)	(1,528,867)	(1,528,867)
Deposit Held for Others - after Refinance (CCS)	(243,581)	(713,974)
Investments - With Donor Restrictions	(5,235,855)	(5,320,623)
Investments - Endowment	<u>(17,118,245)</u>	<u>(15,187,075)</u>
Financial Assets Available to Meet Cash Needs for General Expenditures Within One Year	<u>\$ 6,700,014</u>	<u>\$ 5,612,658</u>

**COMMUNITY COLLEGES OF SPOKANE FOUNDATION
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024 AND 2023**

NOTE 3 PROMISES TO GIVE/PLEDGES RECEIVABLE

The Foundation conducts various fundraising campaigns. A provision for estimated uncollectible promises and discount of future year promises has been recorded, which was calculated as a combined rate of 15% of outstanding promises to give for years ending June 30, 2024 and 2023. The discount rate used was 4.58% at June 30, 2024 and 3.98% at June 30, 2023. Maturities of long-term promises to give are as follows for the year ended June 30:

	2024	2023
Within One Year	\$ 13,500	\$ 127,000
In One to Five Years	162,000	132,000
Total	<u>175,500</u>	<u>259,000</u>
Less: Allowance for Uncollectible Promises to Give and Discount	(26,325)	(38,850)
Total	<u>\$ 149,175</u>	<u>\$ 220,150</u>

NOTE 4 PROPERTY AND EQUIPMENT

Property and equipment, recorded at cost or fair market value at date of gift, consisted of the following for the years ended June 30, 2024 and 2023:

	2024	2023
Equipment	\$ 2,160	\$ 2,160
Land	2,799,673	2,799,673
Buildings	9,644,941	9,644,941
Building Improvements	4,125,021	3,970,778
Subtotal	<u>16,571,795</u>	<u>16,417,552</u>
Less: Accumulated Depreciation	(9,188,379)	(8,851,268)
Net Property and Equipment	<u>\$ 7,383,416</u>	<u>\$ 7,566,284</u>

Depreciation is recorded using the straight-line method over estimated lives of 31 to 40 years (buildings) and 5 to 10 years (equipment). Equipment over \$5,000 is capitalized. Depreciation expense was \$337,111 and \$159,505 for the years ended June 30, 2024 and 2023.

NOTE 5 CHARITABLE REMAINDER TRUSTS

The Foundation, through its deferred giving program, is the beneficiary of one charitable remainder unitrust. The trusts, formulated through written legal trust documents, are separate legal entities for reporting to the Internal Revenue Service. In accordance with trust documents, trust property and all receipts of every kind shall be managed and invested by the independent trustee as a single fund from which the trustee shall pay an annuity amount in each taxable year of the trust. Future interests receivable from trusts are computed and represented based on actuarial assumptions of the trusts' life beneficiaries' estimated life expectancies and current interest rates (see Note 6).

COMMUNITY COLLEGES OF SPOKANE FOUNDATION
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024 AND 2023

NOTE 5 CHARITABLE REMAINDER TRUSTS (CONTINUED)

Future interests receivable were \$65,122 and \$58,337 for the years ended June 30, 2024 and 2023, respectively.

NOTE 6 FAIR VALUE MEASUREMENTS

Fair value is defined as the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date (an exit price). Financial accounting standards establish a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value into three levels for disclosure purposes. The level in the fair value hierarchy is based on the priority of the inputs to the respective valuation technique. The fair value hierarchy gives the highest priority (Level 1) to quoted prices in active markets for identical assets or liabilities and gives the lowest priority (Level 3) to unobservable inputs. An asset or liability's classification within the fair value hierarchy is based on the lowest level of significant input to its valuation. The levels of the fair value hierarchy are as follows:

Level 1 – Fair values are based on unadjusted quoted prices in active markets for identical assets or liabilities. Prices are obtained from readily available sources for market transactions involving identical assets or liabilities.

Level 2 – Fair values are based on inputs other than quoted prices within Level 1 that are observable for the asset or liability, either directly or indirectly. Observable inputs include quoted prices for similar assets or liabilities in active markets, quoted prices for identical assets or liabilities in inactive markets, and other market observable inputs such as interest rate, credit spread, and foreign currency exchange rates observable in the marketplace or derived from market transactions.

Level 3 – Fair values are based on at least one significant unobservable input for the asset or liability and as a result considerable judgment may be used in determining the fair values. These fair values are generally obtained through the use of valuation models or methodologies using a significant unobservable input or broker quote.

Valuation techniques should maximize the use of observable inputs and minimize the use of unobservable inputs. Accounting standards require the use of observable market data if such data is available without undue cost and effort.

Following is a description of the valuation methodologies used for assets measured at fair value. There were no changes in the methodologies used at June 30, 2024 and 2023.

COMMUNITY COLLEGES OF SPOKANE FOUNDATION
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024 AND 2023

NOTE 6 FAIR VALUE MEASUREMENTS (CONTINUED)

Future Interests

Investment assets have been valued using a market approach, and future interests are valued at market and discounted (see Note 5).

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

The following table discloses, by level within the fair value hierarchy, the Foundation's assets measured and reported on the statements of financial position at fair value on a recurring basis as of June 30:

	2024			Total
	Level 1	Level 2	Level 3	
U.S. Equity Securities	\$ 1,580,340	\$ -	\$ -	\$ 1,580,340
Mutual Funds:				
Equity	16,860,904	-	-	16,860,904
Bond	7,255,645	-	-	7,255,645
Equity ETFs	4,525,211	-	-	4,525,211
Total	<u>\$ 30,222,100</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 30,222,100</u>
Future Interests	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 65,122</u>	<u>\$ 65,122</u>
	2023			Total
	Level 1	Level 2	Level 3	
U.S. Equity Securities	\$ 1,473,075	\$ -	\$ -	\$ 1,473,075
Mutual Funds:				
Equity	15,325,342	-	-	15,325,342
Bond	5,296,652	-	-	5,296,652
Equity ETFs	5,064,441	-	-	5,064,441
Total	<u>\$ 27,159,510</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 27,159,510</u>
Future Interests	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 58,337</u>	<u>\$ 58,337</u>

The following sets forth a summary for the years ended June 30, 2024 and 2023 of the Foundation's Level 3 assets:

Instrument	2024 Fair Value	2023 Fair Value	Principal Valuation Technique	Unobservable Inputs
Future Interests	<u>\$ 65,122</u>	<u>\$ 58,337</u>	FM of Trust Investments	Time Period of Trust

COMMUNITY COLLEGES OF SPOKANE FOUNDATION
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024 AND 2023

NOTE 7 INVESTMENTS

Investment income is recorded net of fees charged by the investment advisors for years ended June 30, 2024 and 2023 of approximately \$69,000 and \$60,000, respectively.

This following summarizes the investment return for the years ended June 30 and its classification in the statements of activities:

	2024			Total
	Without Donor Restriction	With Donor Restrictions		
	Restricted	Endowment		
Interest and Dividends	\$ 512	\$ -	\$ 883,454	\$ 883,966
Changes in Trust Value	-	-	6,785	6,785
Gains and Losses, Net	1,150,161	-	1,153,569	2,303,730
Total Investment Return	<u>\$ 1,150,673</u>	<u>\$ -</u>	<u>\$ 2,043,808</u>	<u>\$ 3,194,481</u>
Transfer Income per Spending Rule	<u>\$ 39,112</u>	<u>\$ 161,988</u>	<u>\$ (201,100)</u>	<u>\$ -</u>

	2023			Total
	Without Donor Restriction	With Donor Restrictions		
	Restricted	Endowment		
Interest and Dividends	\$ 1,099	\$ -	\$ 820,311	\$ 821,410
Changes in Trust Value	-	-	(2,434)	(2,434)
Gains and Losses, Net	813,472	-	1,073,478	1,886,950
Total Investment Return	<u>\$ 814,571</u>	<u>\$ -</u>	<u>\$ 1,891,355</u>	<u>\$ 2,705,926</u>
Transfer Income per Spending Rule	<u>\$ 37,569</u>	<u>\$ 157,630</u>	<u>\$ (195,199)</u>	<u>\$ -</u>

NOTE 8 ACCOUNTING FOR COMPENSATED ABSENCES

CCS employees who work for the Foundation are entitled to paid vacation, paid sick days, and personal days off, depending on job classification, length of service, and other factors. The estimated amount of compensation for future absences is \$60,507 and \$50,701 for the years ended June 30, 2024 and 2023, respectively.

NOTE 9 NOTE PAYABLE

Note payable consisted of the following as of June 30:

<u>Description</u>	<u>2024</u>	<u>2023</u>
Note payable to Banner Bank, payable in monthly installments of \$37,950 including interest at 3.5%, due June 1, 2025; secured by real property (Riverpoint One building). The loan requires the Foundation to maintain a debt service ratio equal to or in excess of 1.25 to 1.	<u>\$ 3,650,922</u>	<u>\$ 3,969,839</u>

**COMMUNITY COLLEGES OF SPOKANE FOUNDATION
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024 AND 2023**

NOTE 9 NOTE PAYABLE (CONTINUED)

Interest expense amounted to \$136,483 and \$147,270 for the years ended June 30, 2024 and 2023, respectively. Principal payments on the above debt are as follows for the year ended June 30:

<u>Year Ending June 30,</u>	<u>Amount</u>
2025	\$ 3,650,922
Total	\$ 3,650,922

NOTE 10 FUNDS HELD FOR ENDOWMENT

The Foundation follows Uniform Prudent Management of Institutional Funds Act (UPMIFA) and its own governing documents. The board of directors of the Foundation has interpreted 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 Foundation retains in perpetuity (a) the original value of initial and subsequent gift amounts donated to the endowment, (b) accumulations to the endowment made in accordance with the direction of the applicable donor gift instrument at the time the accumulation is added to the fund. Donor-restricted amounts not retained in perpetuity are subject to appropriation for expenditure in a manner consistent with the standard of prudence prescribed by UPMIFA. The Foundation considers the following factors in making a determination to appropriate or accumulate donor-restricted endowment funds: (1) the duration and preservation of the various funds, (2) the purposes of the donor-restricted endowment funds, (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 Foundation, and (7) the Foundation's investment policies.

Funds with Deficiencies

From time to time, the fair value of assets associated with individual donor-restricted endowment funds may fall below the original contribution value. In accordance with U.S. GAAP, deficiencies of this nature are reported in net assets with donor restrictions. There were deficiencies of \$-0- and \$3,932 in these funds for the years ended June 30, 2024 and 2023, respectively.

Endowment Investment and Spending Policies

The Foundation has adopted investment and spending policies for endowment assets that attempt to provide a predictable stream of funding to programs supported by its endowment while seeking to maintain the purchasing power of the endowment assets. The Foundation's spending and investment policies work together to achieve this objective. The investment policy establishes an achievable return objective through diversification of asset classes. The current long-term objective is to return a reasonable rate of return, net of investment fees. Actual returns in any year may vary.

**COMMUNITY COLLEGES OF SPOKANE FOUNDATION
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024 AND 2023**

NOTE 10 FUNDS HELD FOR ENDOWMENT (CONTINUED)

Endowment Investment and Spending Policies (Continued)

To satisfy its long-term rate-of-return objectives, the Foundation 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 Foundation targets a diversified asset allocation that places a greater emphasis on equity-based investments to achieve its long-term return objectives within prudent risk parameters.

The spending policy calculates the amount of money annually distributed from the Foundation's various endowed funds, for grant making and administration. The annual spending rule transfer is calculated by applying a distribution calculation to the three-year moving average fair market value of the permanently restricted net assets. The distribution amount can be up to 4% and is determined annually by the finance committee, the distribution amount was 3.75% at June 30, 2024 and 2023. In addition, the Foundation assesses a 1% administration fee. The spending policy was in effect for the years ended June 30, 2024 and 2023, along with the administrative fee charged against endowment funds. Accordingly, over the long term, the Foundation expects the current spending policy to allow its endowment assets to grow annually.

This is consistent with the Foundation's objective to maintain the purchasing power of endowment assets as well as to provide additional real growth through new gifts and investment return.

Donor restricted endowment net asset composition by type of fund for the years ended June 30:

	<u>2024</u>	<u>2023</u>
Scholarships	\$ 9,953,523	\$ 8,717,356
Program Support	2,366,479	2,151,676
Emerging Needs	1,125,016	1,035,352
Faculty/Staff Development	3,608,103	3,224,354
Charitable Remainder Trusts	65,124	58,337
Endowment Net Assets - End of Year	<u>\$ 17,118,245</u>	<u>\$ 15,187,075</u>

Change in endowment net assets for the years ended June 30:

	<u>2024</u>	<u>2023</u>
Endowment Net Assets - Beginning of Year	\$ 15,187,075	\$ 13,335,498
Contributions	227,491	155,009
Investment Income, Including Gains and Losses, Realized and Unrealized	2,043,808	1,891,355
Gain on Sale of Property	-	-
Endowment Income Transfer	(201,100)	(195,199)
Uncollectible Pledges	-	150
Administrative Fees	(138,971)	(128,227)
Support Services	(58)	(19)
Transfers	-	128,508
Endowment Net Assets - End of Year	<u>\$ 17,118,245</u>	<u>\$ 15,187,075</u>

**COMMUNITY COLLEGES OF SPOKANE FOUNDATION
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024 AND 2023**

NOTE 11 RESTRICTIONS AND LIMITATIONS ON NET ASSET BALANCES

Net assets with donor restriction at June 30 are available for the following purposes or periods:

	2024			
	Perpetual	Purpose	Underwater	Total
Scholarships	\$ 6,734,780	\$ 6,342,155	\$ -	\$ 13,076,935
Program Support	1,530,414	3,013,632	-	4,544,046
Emerging Needs	741,747	383,269	-	1,125,016
Faculty/Staff Development	2,376,105	1,231,998	-	3,608,103
Total	\$ 11,383,046	\$ 10,971,054	\$ -	\$ 22,354,100

	2023			
	Perpetual	Purpose	Underwater	Total
Scholarships	\$ 6,504,473	\$ 5,427,185	\$ (3,932)	\$ 11,927,726
Program Support	1,528,994	2,791,272	-	4,320,266
Emerging Needs	739,198	296,154	-	1,035,352
Faculty/Staff Development	2,376,105	848,249	-	3,224,354
Total	\$ 11,148,770	\$ 9,362,860	\$ (3,932)	\$ 20,507,698

NOTE 12 OPERATING LEASE COMMITMENTS RECEIVABLE

The Foundation leases building space to tenants under noncancelable operating leases with terms of 1 to 10 years. The Foundation leases all properties to the Community Colleges of Spokane, with the exception of Riverpoint One, a portion of which is leased to other tenants. The Foundation has entered into an option agreement with the Community Colleges of Spokane, which grants CCS an option to purchase the Riverpoint One property (see also Note 14). The following is a maturity analysis of annual undiscounted cash flows to be received from operating leases at:

<u>Year Ending June 30,</u>	<u>Amount</u>
2025	\$ 1,867,467
2026	1,502,907
2027	1,497,842
2028	1,516,961
2029	728,563
Thereafter	96,074

Components of Leased Property

Land, buildings and building improvements as disclosed in Note 4 are held for lease.

**COMMUNITY COLLEGES OF SPOKANE FOUNDATION
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024 AND 2023**

NOTE 12 OPERATING LEASE COMMITMENTS RECEIVABLE (CONTINUED)

Related Party Leases

The Foundation leases commercial space to Community Colleges of Spokane. The lease is classified as an operating lease. The following is a maturity analysis of annual undiscounted cash flows to be received from operating leases at:

<u>Year Ending June 30,</u>	<u>Amount</u>
2025	\$ 914,550
2026	864,972
2027	864,972
2028	864,972
2029	374,152

NOTE 13 RELATED PARTY

The Foundation is organized to provide benefits to Washington State Community College District 17 (CCS) and the students of Spokane Community College and Spokane Falls Community College. As such, Washington State Community College District 17 is a related party. Operating leases with CCS are described in Note 12. An option for CCS to purchase the Riverpoint One building is described in Note 14. Deposits held for CCS are described in Note 15. Services and support donated by CCS are described in Note 1, "Noncash Contributions."

NOTE 14 OPTION TO PURCHASE RIVERPOINT ONE BUILDING

At June 30, 2017, the Foundation had completed the refinance of the Riverpoint One building. With the refinance of the debt, the Community Colleges Foundation and the Community Colleges of Spokane have updated their agreement to incorporate the changes that have occurred.

Agreements

In September 2016, the parties executed the "Option to Purchase and Agreement Regarding Financial Operations of Riverpoint One Property between Community Colleges of Spokane and Community Colleges of Spokane Foundation," which replaces the agreement dated April 12, 2016, and the original option and operation agreements of July 2000. The agreement grants CCS an option to purchase the Riverpoint One property for a cash payment equal to the current outstanding debt obligation, if any, at the time of purchase. The Foundation may not sell the property to any other party unless CCS is in default on the agreement on the Riverpoint One property. The option period extends for as long as the Foundation owns the Riverpoint One property. If CCS does not exercise the option, the Foundation will repay to CCS \$1,528,867 of reserve and advance funds (listed in detail in Note 15), which amount is reported as the liability, "Deposits held for others – at refinance (CCS)."

**COMMUNITY COLLEGES OF SPOKANE FOUNDATION
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024 AND 2023**

NOTE 14 OPTION TO PURCHASE RIVERPOINT ONE BUILDING (CONTINUED)

Agreements (Continued)

The agreement states that in normal operations, the building should produce positive cash flows, defined as equal to the net cash flow after expenditures, capital improvements, and debt service. Such positive cash flow will be distributed first at \$50,000 per year to the Foundation. Secondly, \$50,001 will be set aside each year into the emergency reserve account until \$600,000 is maintained. Any remaining positive cash flow will be distributed to CCS. The emergency reserve will be used for maintenance and temporary cash flow deficits and will transfer to CCS in the event that CCS acquires the property. This reserve and the excess cash owed to CCS are included in the liability, "Deposits held for others - after refinance (CCS)."

CCS will also set up its own separate internal reserve fund and will deposit \$25,000 per year until \$300,000 is maintained. The parties agree that in the event insufficient funds are available in the Foundation emergency reserve account for the Riverpoint One property, CCS will reimburse the Foundation for operating losses up to the amount in the CCS internal reserve.

Financial Effect of Transaction, if Option to Purchase is Exercised

The exercise of the option transaction would have the following financial effect (at book value), as if exercised at June 30, 2017:

Riverpoint One Cost Basis, Net of Depreciation	\$ 6,689,970
Less: Mortgage Payable at 6/30/17	<u>(5,266,565)</u>
Potential Transfer of Building to CCS	<u>\$ 1,423,405</u>
Offsetting Transaction Upon Option Exercise:	
Deposit Held for Others (Refinance) will Transfer to Foundation Net Assets	<u>\$ (1,528,867)</u>
Net Book Value Effect	<u>\$ (105,462)</u>

In addition, the Foundation will transfer reserve cash accounts to CCS (which are \$243,580 and \$-0- at June 30, 2024 and \$400,008 and \$-0- at June 30, 2023 and are equally offset by liability accounts, see Note 15).

**COMMUNITY COLLEGES OF SPOKANE FOUNDATION
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024 AND 2023**

NOTE 15 DEPOSITS HELD FOR OTHERS – RIVERPOINT ONE BUILDING

Deposits held for others as of June 30 are as follows:

	<u>CCS Paid to Close</u>	<u>Contingency Reserve</u>	<u>Excess Income Reserve</u>	<u>Total Deposit Liability</u>
Up to the Refinance Date:				
Liability as of June 30, 2014	\$ -	\$ 511,597	\$ 1,030,657	\$ 1,542,254
Interest for the year June 30, 2015	-	99	1,179	1,278
RP1 Decrease for June 30, 2015	-	-	(177,985)	(177,985)
Reserve Used for Capital				-
Expenditures June 30, 2015	-	-	(228,593)	(228,593)
Contributed by CCS	<u>500,000</u>	<u>-</u>	<u>-</u>	<u>500,000</u>
Liability as of June 30, 2015	<u>500,000</u>	<u>511,696</u>	<u>625,258</u>	<u>1,636,954</u>
Less: Deposits Carried Over	<u>-</u>	<u>-</u>	<u>(108,087)</u>	<u>(108,087)</u>
Liability as of June 30, 2017 and 2018, Funds Used in Refinance	<u>\$ 500,000</u>	<u>\$ 511,696</u>	<u>\$ 517,171</u>	<u>\$ 1,528,867</u>

**COMMUNITY COLLEGES OF SPOKANE FOUNDATION
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024 AND 2023**

NOTE 15 DEPOSITS HELD FOR OTHER – RIVERPOINT ONE BUILDING (CONTINUED)

In the event the option to purchase is exercised, the total deposit liability would not be paid to CCS and would instead be reclassified to net assets of the Foundation.

	Owed to CCS	Emergency Reserve	Excess Income Reserve	Total Deposit Liability
After the Refinance Date:				
Liability as of June 30, 2017	\$ 159,149	\$ 100,002	\$ 32,893	\$ 292,044
Check to CCS October 31, 2017	(159,149)	-	-	(159,149)
RP1 Increase for June 30, 2018	186,694	-	-	186,694
Less: Earned by Foundation	(50,000)	-	-	(50,000)
Less: Owed to Emergency Reserve	(50,001)	50,001	-	-
Check to CCS November 1, 2018	(86,693)	-	-	(86,693)
RP1 Increase for June 30, 2019	161,771	-	-	161,771
Less: Earned by Foundation	(50,001)	-	-	(50,001)
Less: Owed to Emergency Reserve	(50,001)	50,001	-	-
Check to CCS November 1, 2019	(61,770)	-	-	(61,770)
RP1 Increase for June 30, 2020	312,206	-	-	312,206
Less: Earned by Foundation	(50,000)	-	-	(50,000)
Less: Owed to Emergency Reserve	(50,001)	50,001	-	-
Check to CCS November 1, 2020	(212,205)	-	-	(212,205)
RP1 increase for June 30, 2021	361,862	-	-	361,862
Less: Earned by Foundation	(50,000)	-	-	(50,000)
Less: Owed to Emergency Reserve	(50,001)	50,001	-	-
Check to CCS	(261,861)	-	(32,893)	(294,754)
RP1 Increase for June 30, 2022	400,183	-	-	400,183
Less: Earned by Foundation	(50,000)	-	-	(50,000)
Less: Owed to Emergency Reserve	(50,001)	50,001	-	-
Check to CCS	(300,182)	-	-	(300,182)
RP1 Increase for June 30, 2023	413,967	-	-	413,967
Less: Earned by Foundation	(50,000)	-	-	(50,000)
Less: Owed to Emergency Reserve	(50,001)	50,001	-	-
Check to CCS	(313,965)	-	-	(313,965)
RP1 Increase for June 30, 2024	-	-	-	-
Less: Earned by Foundation	-	-	-	-
Less: Owed to Emergency Reserve	-	(156,427)	-	(156,427)
Liability as of June 30, 2024, Funds Accumulated After Refinance	<u>\$ -</u>	<u>\$ 243,581</u>	<u>\$ -</u>	<u>\$ 243,581</u>

There is zero owing to CCS at June 30, 2024. The emergency reserve and excess income reserve would be paid to CCS in the event the option to purchase is exercised.

**COMMUNITY COLLEGES OF SPOKANE FOUNDATION
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024 AND 2023**

NOTE 16 NONCASH CONTRIBUTIONS

For the years ending June 30, 2024 and 2023, noncash contributions recognized within the statements of activities included:

	2024	2023
Equipment	\$ 28,300	\$ 27,359
Supplies	2,698	9,025
Gift Cards	-	110
Entertainment	6,565	3,575
Total	\$ 37,563	\$ 40,069

Valuation techniques: All contributed items are valued by the donor or by the face value of the item being donated. The Foundation estimated the fair value of identical or similar products using pricing data under a “like-kind” methodology considering the goods condition and utility for use at the time of the contribution.

All noncash contributions were restricted to use by donors in the student support program, with the exception of \$2,698 of supplies for the year ending June 30, 2024 and \$9,025 of supplies for the year ending June 30, 2023.



CLA (CliftonLarsonAllen LLP) is a network member of CLA Global. See CLAGlobal.com/disclaimer. Investment advisory services are offered through CliftonLarsonAllen Wealth Advisors, LLC, an SEC-registered investment advisor.