



The Louis August Jonas Foundation

FINANCIAL STATEMENTS

**FOR THE YEARS ENDED
SEPTEMBER 30, 2023 AND 2022**

LOUIS AUGUST JONAS FOUNDATION, INC.

FINANCIAL STATEMENTS

FOR THE YEARS ENDED SEPTEMBER 30, 2023 AND 2022

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Independent Auditor's Report

To the Board of Directors of
Louis August Jonas Foundation, Inc.

Opinion

We have audited the accompanying financial statements of the Louis August Jonas Foundation, Inc. (a nonprofit organization), which comprise the statements of financial position as of September 30, 2023 and 2022, 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 the Louis August Jonas Foundation, Inc. as of September 30, 2023 and 2022, 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 Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of Louis August Jonas Foundation, Inc. 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 Louis August Jonas Foundation, Inc.'s ability to continue as a going concern within one year after the date that the financial statements are available to be issued.

Auditor's 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 auditor's 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, including omissions, 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 Louis August Jonas Foundation, Inc.'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 Louis August Jonas Foundation, Inc.'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.

Alta CPA Group, LLC

December 6, 2023

LOUIS AUGUST JONAS FOUNDATION, INC.
 STATEMENTS OF FINANCIAL POSITION
 SEPTEMBER 30, 2023 AND 2022

	<u>2023</u>	<u>2022</u>
<u>ASSETS</u>		
Current Assets:		
Cash	\$ 165,664	\$ 140,086
Prepaid Expenses	40,388	19,604
Investments	<u>10,446,830</u>	<u>10,318,739</u>
Total Current Assets	10,652,882	10,478,429
Fixed Assets:		
Land, Buildings and Equipment	3,700,283	3,361,642
Accumulated Depreciation	<u>(2,042,279)</u>	<u>(1,980,719)</u>
Net Fixed Assets	1,658,004	1,380,923
Total Assets	<u>\$ 12,310,886</u>	<u>\$ 11,859,352</u>
<u>LIABILITIES AND NET ASSETS</u>		
Current Liabilities:		
Accounts Payable and Accrued Expenses	\$ <u>58,732</u>	\$ <u>79,550</u>
Total Current Liabilities	58,732	79,550
Net Assets:		
Without Donor Restrictions	10,820,666	10,474,811
Without Donor Restrictions - Board Designated	<u>242,401</u>	<u>242,401</u>
Total Net Assets Without Donor Restrictions	11,063,067	10,717,212
With Donor Restrictions	<u>1,189,087</u>	<u>1,062,590</u>
Total Net Assets	<u>12,252,154</u>	<u>11,779,802</u>
Total Liabilities and Net Assets	<u>\$ 12,310,886</u>	<u>\$ 11,859,352</u>

See auditor's report and accompanying notes to financial statements.

LOUIS AUGUST JONAS FOUNDATION, INC.
STATEMENTS OF ACTIVITIES AND CHANGES IN NET ASSETS
FOR THE YEARS ENDED SEPTEMBER 30, 2023 AND 2022

	2023			2022		
	Without Donor Restrictions	With Donor Restrictions	Total	Without Donor Restrictions	With Donor Restrictions	Total
SUPPORT AND REVENUES						
Contributions and Grants	\$ 641,601	\$ 105	\$ 641,706	\$ 524,616	\$ 27,000	\$ 551,616
Employee Retention Credit	121,720	-	121,720	-	-	-
Investment Income	1,109,422	139,892	1,249,314	(2,090,166)	(161,282)	(2,251,448)
Other Income	126,724	-	126,724	139,908	-	139,908
Net Assets Released from Restrictions	<u>13,500</u>	<u>(13,500)</u>	<u>-</u>	<u>51,052</u>	<u>(51,052)</u>	<u>-</u>
Total Support and Revenue	2,012,967	126,497	2,139,464	(1,374,590)	(185,334)	(1,559,924)
EXPENSES						
Program Services:						
Total Program Expenses	1,167,177	-	1,167,177	1,012,410	-	1,012,410
Support Services:						
Management and Administrative	237,534	-	237,534	218,091	-	218,091
Fundraising	262,401	-	262,401	216,513	-	216,513
Total Support Services	<u>499,935</u>	<u>-</u>	<u>499,935</u>	<u>434,604</u>	<u>-</u>	<u>434,604</u>
Total Expenses	<u>1,667,112</u>	<u>-</u>	<u>1,667,112</u>	<u>1,447,014</u>	<u>-</u>	<u>1,447,014</u>
INCREASE IN NET ASSETS	345,855	126,497	472,352	(2,821,604)	(185,334)	(3,006,938)
NET ASSETS - BEGINNING OF YEAR	<u>10,717,212</u>	<u>1,062,590</u>	<u>11,779,802</u>	<u>13,538,816</u>	<u>1,247,924</u>	<u>14,786,740</u>
NET ASSETS - END OF YEAR	\$ <u><u>11,063,067</u></u>	\$ <u><u>1,189,087</u></u>	\$ <u><u>12,252,154</u></u>	\$ <u><u>10,717,212</u></u>	\$ <u><u>1,062,590</u></u>	\$ <u><u>11,779,802</u></u>

See auditor's report and accompanying notes to financial statements.

LOUIS AUGUST JONAS FOUNDATION, INC.
STATEMENTS OF FUNCTIONAL EXPENSES
FOR THE YEARS ENDED SEPTEMBER 30, 2023 AND 2022

	2023					2022				
	Program Services	Management and Administrative	Fund Raising	Support Total	Total	Program Services	Management and Administrative	Fund Raising	Support Total	Total
Salaries	\$ 517,854	\$ 159,340	\$ 119,505	\$ 278,844	\$ 796,698	\$ 493,015	\$ 151,697	\$ 113,773	\$ 265,470	\$ 758,485
Payroll Taxes	65,286	20,088	15,066	35,154	100,440	50,911	15,665	11,749	27,414	78,325
Benefits	46,363	14,266	10,699	24,965	71,328	48,903	15,047	11,285	26,332	75,235
Total Salaries and Related Expenses	629,503	193,693	145,270	338,963	968,466	592,829	182,409	136,807	319,216	912,045
Alumni Affairs Expense	32,706	-	-	-	32,706	6,628	-	-	-	6,628
Automobile Expense	34,799	-	-	-	34,799	22,521	-	-	-	22,521
Camper Related Expenses	99,129	-	-	-	99,129	80,413	-	-	-	80,413
Computer Expense	8,870	2,348	3,562	5,910	14,780	11,865	3,142	4,765	7,907	19,772
Fundraising Events	-	-	63,177	63,177	63,177	-	-	33,147	33,147	33,147
GEJ Scholarships	13,500	-	-	-	13,500	14,500	-	-	-	14,500
Insurance Expense	37,731	5,309	231	5,539	43,270	31,866	4,484	195	4,679	36,545
Office Expense	9,377	7,588	4,050	11,638	21,015	6,997	5,046	2,693	7,739	14,736
Professional Fees	20,091	5,518	12,084	17,602	37,693	21,075	5,788	12,676	18,464	39,539
Rent Expense	2,276	1,190	1,138	2,328	4,604	-	-	-	-	-
Repairs and Maintenance	102,885	-	-	-	102,885	92,814	-	-	-	92,814
Subscriptions and Memberships	6,973	1,413	7,432	8,844	15,817	5,487	1,112	5,848	6,960	12,447
Travel Expense	51,465	12,575	15,695	28,271	79,736	25,294	6,181	7,714	13,895	39,189
Processing Fees	12,032	6,460	8,242	14,702	26,734	18,494	9,929	12,668	22,597	41,091
Utilities	44,281	1,440	1,520	2,960	47,241	34,501	-	-	-	34,501
Total Expenses Before Depreciation Expense	1,105,617	237,534	262,401	499,935	1,605,552	965,284	218,091	216,513	434,604	1,399,888
Depreciation Expense	61,560	-	-	-	61,560	47,126	-	-	-	47,126
Total Expenses	\$ <u>1,167,177</u>	\$ <u>237,534</u>	\$ <u>262,401</u>	\$ <u>499,935</u>	\$ <u>1,667,112</u>	\$ <u>1,012,410</u>	\$ <u>218,091</u>	\$ <u>216,513</u>	\$ <u>434,604</u>	\$ <u>1,447,014</u>

See auditor's report and accompanying notes to financial statements.

LOUIS AUGUST JONAS FOUNDATION, INC.
STATEMENTS OF CASH FLOWS
FOR THE YEARS ENDED SEPTEMBER 30, 2023 AND 2022

	<u>2023</u>	<u>2022</u>
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase (Decrease) in Net Assets	\$ 472,352	\$ (3,006,938)
Adjustments to Reconcile Increase in Net Assets to Net Cash From (Used for) Operating Activities:		
Depreciation Expense	61,560	47,126
(Gain) Loss on Investments	(1,030,564)	2,539,176
Changes in Operating Assets and Liabilities:		
Pledge Receivable	-	25,942
Prepaid Expenses	(20,784)	(2,960)
Security Deposits	-	16,604
Accounts Payable and Accrued Expenses	<u>(20,818)</u>	<u>6,182</u>
Net Cash Used for Operating Activities	(538,254)	(374,868)
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchases of Investments	(320,876)	(264,538)
Purchases of Fixed Assets	(338,641)	(590,124)
Proceeds From Investments	<u>1,223,349</u>	<u>1,238,756</u>
Net Cash Provided by Investing Activities	563,832	384,094
CASH FLOWS FROM FINANCING ACTIVITIES	<u>-</u>	<u>-</u>
Net Increase in Cash	25,578	9,226
Cash at Beginning of Year	<u>140,086</u>	<u>130,860</u>
Cash at End of Year	\$ <u><u>165,664</u></u>	\$ <u><u>140,086</u></u>
Supplemental Information:		
Interest Paid	\$ <u><u>-</u></u>	\$ <u><u>-</u></u>
Taxes Paid	\$ <u><u>-</u></u>	\$ <u><u>-</u></u>

See auditor's report and accompanying notes to financial statements.

LOUIS AUGUST JONAS FOUNDATION, INC.
NOTES TO FINANCIAL STATEMENTS
FOR THE YEARS ENDED SEPTEMBER 30, 2023 AND 2022

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Organization

Louis August Jonas Foundation, Inc. ("Foundation") is a New York based nonprofit educational organization that was chartered in 1930 and has a 90-year history of successfully inspiring and developing young leaders to build a better world. To deliver its mission, the Foundation operates Camp Rising Sun ("CRS") a summer leadership program for promising young students from around the world and many virtual programs.

With the one exception noted below, there is no tuition associated with participation in the CRS's overnight camp. Teens ages 15 - 16 are selected to participate in our camp program independently of financial means. Since its inception, the Foundation has awarded full scholarships to over 6,500 students representing 40 countries and 15 states. Legacy campers, who are the children and grandchildren of CRS alumni, pay tuition to attend CRS. Approximately 5-10 legacy campers attend CRS each session. Campers who participate in CRS Virtual programming are also charged tuition, but eligible virtual campers may receive full scholarships or tuition assistance.

The mission of the Foundation is supported through annual withdrawals from the portfolio and solicitation of contributions from alumni, parents of alumni, and other outside sources.

Basis of Accounting

The financial statements of the Foundation have been prepared on the accrual basis of accounting.

Use of Estimates

The preparation of financial statements requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and 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.

Income Taxes

The Foundation has been granted tax-exempt status pursuant to Section 501(c)(3) of the Internal Revenue Code. It is classified by the Internal Revenue Service as other than a private foundation. There was no net unrelated business taxable income; consequently, no provision for income tax is reflected in the financial statements. The Foundation informational return filings are subject to audit by the Internal Revenue Service, generally for three years after filing.

LOUIS AUGUST JONAS FOUNDATION, INC.
NOTES TO FINANCIAL STATEMENTS
FOR THE YEARS ENDED SEPTEMBER 30, 2023 AND 2022

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Investments

Investments in equity securities with readily determinable fair values and all investments in debt securities are measured at fair value in the statements of financial position. Investment income or loss (which includes realized and unrealized gains and losses on investments, interest and dividends) is included in the changes in net assets without donor restrictions unless the donor or law restricts the income or loss.

Investment Risks

The Foundation's investment portfolios are professionally managed and contain preferred and common shares and bonds of publicly traded companies, corporate bonds, U.S. government obligations, mutual funds, and money market funds. Such investments are exposed to various risks such as interest rate, market, and credit. Due to the level of risk associated with such investments and the level of uncertainty related to changes in the value of such investments, it is at least reasonably possible that market conditions would materially affect investment balances and the amounts reported in the financial statements.

Land, Buildings, and Equipment

Fixed assets are recorded at cost if purchased or fair market value at the date of donation, if donated. The Foundation capitalizes all fixed asset additions over \$1,000. Depreciation is provided on the straight line method over the estimated useful lives of the assets as follows:

Vehicle	5 Years
Equipment	5-20 Years
Building and Improvements	5-50 Years

LOUIS AUGUST JONAS FOUNDATION, INC.
NOTES TO FINANCIAL STATEMENTS
FOR THE YEARS ENDED SEPTEMBER 30, 2023 AND 2022

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Net Assets

Net assets, revenues, gains, and losses are classified based on the existence or absence of donor or grantor imposed restrictions. Accordingly, net assets and changes therein are classified and reported as follows:

Net Assets Without Donor Restrictions – Net assets available for use in general operations and not subject to donor (or certain grantor) restrictions.

Net Assets With Donor Restrictions – Net assets subject to donor- (or certain grantor-) imposed restrictions. Some donor-imposed restrictions are temporary in nature, such as those that will be met by the passage of time or other events specified by the donor. Other donor-imposed restrictions are perpetual in nature, where the donor stipulates that resources be maintained in perpetuity. Gifts of long-lived assets and gifts of cash restricted for the acquisition of long-lived assets are recognized as revenue when the assets are placed in service. Donor-imposed restrictions are released when a restriction expires, that is, when the stipulated time has elapsed, when the stipulated purpose for which the resource was restricted has been fulfilled, or both.

Recent Accounting Pronouncements Adopted

The Organization has adopted Accounting Standards Update (ASU) No. 2016-02, Leases (Topic 842). The amendment requires companies to recognize leased assets and liabilities on the statement of financial position and to disclose key information regarding leasing arrangements. This guidance is effective for annual periods, and interim periods within those annual periods after December 15, 2022. The Organization has adopted the standard for the year ended September 30, 2023 and made reclassifications to the statement of financial position for the year ended September 30, 2022 as necessary to comply with the new standard for comparative presentation. The adoption of the new lease standard did not have a material impact to prior period information related to its ending net asset balances and statement of activities. The presentation and disclosure of lease expense, right of use, and lease obligations have been enhanced in accordance with the standard.

Contributions

All contributions are considered to be available for general use unless specifically restricted by the donor. Amounts received that are designated for future periods or restricted by the donor for specific purposes are reported as donor restricted support that increases net assets with donor restrictions.

LOUIS AUGUST JONAS FOUNDATION, INC.
NOTES TO FINANCIAL STATEMENTS
FOR THE YEARS ENDED SEPTEMBER 30, 2023 AND 2022

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Contributions (Continued)

Contributed property and equipment are recorded at fair value at the date of donation. If donors stipulate how long the assets must be used, the contributions are recorded as donor restricted support; in the absence of such stipulations, contributions of property and equipment are recorded as support without donor restrictions.

Unconditional promises to give that are expected to be collected within one year are recorded at net realizable value. Unconditional promises to give that are expected to be collected over periods in excess of one year are recorded at the present value of the estimated cash flows beyond one year if the present value adjustment is material. The discounts on those amounts are computed using appropriate interest rates applicable to the years in which the promises are received. Amortization of the discounts is included in contribution revenue.

Conditional promises to give are not included as support until the conditions are substantially met. When collected prior to satisfaction of donor restrictions, amounts are reported as refundable advances.

Grants and other contributions of cash and other assets are reported as support with donor restrictions if they are received with donor stipulations that limit the use of the donated assets. When a donor restriction expires, that is, when a stipulated time restriction ends or purpose restriction is accomplished, donor restricted net assets are reclassified to net assets without donor restrictions and reported in the statements of activities and changes in net assets as net assets released from restrictions. Grants are recorded as revenue when received or when conditions of the grant agreement are met.

Allocation of Expenses

The costs of providing the various programs, fundraising, and other activities have been summarized on a functional basis in the statements of functional expenses. Accordingly, certain costs have been allocated among the programs and supporting services benefited.

The statements of functional expenses present expenses by function and natural classification. Expenses directly attributable to a specific functional area of the Foundation are reported as expenses of those functional areas. Certain costs, such as some salary, payroll taxes, and employee benefits, are allocated based on estimates of staff time spent on each functional area.

Statement of Cash Flows

For purposes of the statements of cash flows, cash equivalents include all highly liquid debt instruments with original maturities of three months or less.

LOUIS AUGUST JONAS FOUNDATION, INC.
NOTES TO FINANCIAL STATEMENTS
FOR THE YEARS ENDED SEPTEMBER 30, 2023 AND 2022

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Subsequent Events

The Foundation evaluated subsequent events through the date that the financial statements were available to be issued. The Foundation is not aware of any significant events that occurred subsequent to the statement of financial position date but prior to December 6, 2023 that would have a material impact on the financial statements.

NOTE 2 - FAIR VALUE MEASUREMENTS

The following tables presents the Foundation's fair value hierarchy for the assets and liabilities measured at fair value on a recurring basis as of September 30, 2023 and 2022:

<u>2023</u>	Quoted Market Prices in Active Markets <u>(Level 1)</u>	Other Observable Inputs <u>(Level 2)</u>	Unobservable Inputs <u>(Level 3)</u>	<u>Total</u>
Cash and Cash				
Equivalents	\$ 511,265	\$ ---	\$ ---	\$ 511,265
Equities	510,332	---	---	510,332
Mutual Funds:				
Fixed Income	2,444,848	---	---	2,444,848
Domestic Stock	4,719,824	---	---	4,719,824
International Stock	<u>2,260,561</u>	<u>---</u>	<u>---</u>	<u>2,260,561</u>
Total Investments	\$ <u>10,446,830</u>	\$ <u>---</u>	\$ <u>---</u>	\$ <u>10,446,830</u>

<u>2022</u>	Quoted Market Prices in Active Markets <u>(Level 1)</u>	Other Observable Inputs <u>(Level 2)</u>	Unobservable Inputs <u>(Level 3)</u>	<u>Total</u>
Cash and Cash				
Equivalents	\$ 34,255	\$ ---	\$ ---	\$ 34,255
Equities	413,365	---	---	413,365
Mutual Funds:				
Fixed Income	2,742,656	---	---	2,742,656
Domestic Stock	4,888,262	---	---	4,888,262
International Stock	2,214,594	---	---	2,214,594
Exchange Traded Funds	<u>25,607</u>	<u>---</u>	<u>---</u>	<u>25,607</u>
Total Investments	\$ <u>10,318,739</u>	\$ <u>---</u>	\$ <u>---</u>	\$ <u>10,318,739</u>

LOUIS AUGUST JONAS FOUNDATION, INC.
NOTES TO FINANCIAL STATEMENTS
FOR THE YEARS ENDED SEPTEMBER 30, 2023 AND 2022

NOTE 2 - FAIR VALUE MEASUREMENTS (CONTINUED)

All assets are valued based on the market approach. Financial assets and liabilities valued using level 1 inputs are based on unadjusted quoted market prices within active markets. Financial assets and liabilities valued using level 2 inputs are based primarily on quoted prices for similar assets or liabilities in active or inactive markets. Financial assets and liabilities using level 3 inputs were primarily valued using the assumptions market participants would utilize in pricing the asset or liability. Valuation techniques utilized to determine fair value are consistently applied. There have been no changes in valuation techniques and related inputs.

Realized and unrealized gains (losses) are included in investment income in the statements of activities and changes in net assets.

NOTE 3 - LAND, BUILDINGS, AND EQUIPMENT

A summary of land, buildings and equipment as of September 30, 2023 and 2022 is as follows:

	<u>2023</u>	<u>2022</u>
Land	\$ 262,668	\$ 262,668
Buildings and Improvements	3,089,647	2,759,003
Equipment	286,932	286,932
Vehicles	<u>61,035</u>	<u>53,040</u>
Total Fixed Assets	3,700,283	3,361,642
Less Accumulated Depreciation	<u>(2,042,279)</u>	<u>(1,980,719)</u>
Net Land, Building and Equipment	\$ <u>1,658,004</u>	\$ <u>1,380,923</u>

In October 2021, the Board authorized the expenditure of over \$1,200,000 on capital improvements to take place over a period of five-years pursuant to the Foundation's five-year Strategic Plan. As of September 30, 2023 and 2022, the Foundation has cumulatively spent \$913,669 and \$590,599, respectively, on improvement projects on the Clinton and Red Hook campuses.

LOUIS AUGUST JONAS FOUNDATION, INC.
NOTES TO FINANCIAL STATEMENTS
FOR THE YEARS ENDED SEPTEMBER 30, 2023 AND 2022

NOTE 4 - RESTRICTED NET ASSETS

Net assets with donor restrictions as of September 30, 2023 and 2022 are available for the following purposes:

	<u>2023</u>	<u>2022</u>
Purpose and Time Restricted by Donors:		
Camp Scholarship Fund:		
Mascia Family	\$ 28,512	\$ 25,457
Mellins	306,510	273,670
Minnesota	158,616	141,620
Pavel Hristov	71,402	63,752
Scholarship	21,844	---
ARISE	6,613	6,613
Funds for the Arts	45,100	45,100
Palaez Memorial Fellowship – STEM Counselors	4,076	4,076
Time Restricted	---	---
Total Purpose and Time Restricted by Donors	<u>642,673</u>	<u>560,289</u>
Restricted by Donors in Perpetuity	546,414	546,309
Accumulated Losses and Distributions	---	<u>(44,008)</u>
Total Restricted by Donors in Perpetuity	<u>546,414</u>	<u>502,301</u>
Total Net Assets With Donor Restrictions	\$ <u>1,189,087</u>	\$ <u>1,062,590</u>

The income derived from monies restricted by donors in perpetuity is restricted for college and post-college scholarships.

NOTE 5 - BOARD DESIGNATED FOR RESERVES

The Board of Directors of the Foundation have implemented a reserve account to provide funding for future maintenance projects at camp. As of September 30, 2023 and 2022, \$242,401 and \$242,401, respectively, is Board designated as operating reserve.

NOTE 6 - RENTAL LEASES

In May 2022, The Foundation entered into a 10-year lease with an organization (Lessee) under which the Lessee rented the Foundation's Red Hook campus to run its day camp. By complying with a specified notice period, the lease may be terminated by either party after five years. The Foundation retains the right to use the campus during all times that the Lessee is not in session, including during nights and weekends. The terms of the lease call for payments of \$100,000 annually with a 3 percent increase per year.

LOUIS AUGUST JONAS FOUNDATION, INC.
NOTES TO FINANCIAL STATEMENTS
FOR THE YEARS ENDED SEPTEMBER 30, 2023 AND 2022

NOTE 6 - RENTAL LEASES (CONTINUED)

The future minimum rental income is as follows:

2024	\$ 106,090
2025	109,273
2026	<u>112,551</u>
Total	\$ <u>327,914</u>

NOTE 7 - EMPLOYEE BENEFIT PROGRAMS

The Foundation offers a 401(k) voluntary employee deferred tax savings plan. The Foundation annually pays 5% of all full time employees' salaries into the plan. Plan expenses incurred by the Foundation for the years ended September 30, 2023 and 2022 were \$19,097 and \$15,872, respectively.

The Foundation also funds one deferred compensation plan. The Foundation has an agreement to pay the former executive director \$10,000 annually for the remainder of his life and, thereafter, a one-time payment of \$20,000 to his beneficiary. This is included as an expense in the accompanying statements of functional expenses.

NOTE 8 - CONCENTRATIONS OF CREDIT RISK

The Foundation maintains a bank account at an institution that is insured by the Federal Deposit Insurance Corporation (FDIC) up to \$250,000. As of September 30, 2023, the Foundation had no uninsured cash balances. The Foundation has not experienced any losses in this account and does not believe it is exposed to any significant credit risk on cash and cash equivalents.

NOTE 9 - LIQUIDITY AND AVAILABILITY

The Foundation maintains a policy of structuring its financial assets to be available as its general expenditures, liabilities, and other obligations become due.

The following represents the Foundation's financial assets available for general expenditure, that is, without donor or other restrictions limiting their use, comprised of the following at September 30:

LOUIS AUGUST JONAS FOUNDATION, INC.
NOTES TO FINANCIAL STATEMENTS
FOR THE YEARS ENDED SEPTEMBER 30, 2023 AND 2022

NOTE 9 - LIQUIDITY AND AVAILABILITY (CONTINUED)

	<u>2023</u>		<u>2022</u>
Financial Assets at Year End:			
Cash and Cash Equivalents	\$ 165,664	\$	140,086
Investments	<u>10,446,830</u>		<u>10,318,739</u>
Total Financial Assets Available Within One Year	10,612,494		10,458,825
Less Amounts Not Available to be Used Within One Year, Due to:			
Net Assets with Donor Restrictions	(1,189,087)		(1,062,590)
Designated Board Reserves	<u>(242,401)</u>		<u>(242,401)</u>
Total Financial Assets Available to Meet General Expenditures Over the Next Twelve Months	\$ <u>9,181,006</u>	\$	<u>9,153,834</u>