



**FINANCIAL STATEMENTS
FOR THE YEAR ENDED
JUNE 30, 2024**

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INDEPENDENT AUDITOR'S REPORT

To the Board of Directors
The Fund for Women and Girls
West Chester, Pennsylvania

Opinion

We have audited the accompanying financial statements of The Fund for Women and Girls (a nonprofit organization), which comprise the statement of financial position as of June 30, 2024 and the related statements of activities, functional expenses and cash flows for the year 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 Fund for Women and Girls as of June 30, 2024, and the changes in its net assets, and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

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

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of 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 The Fund for Women and Girls' 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 The Fund for Women and Girls' 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 The Fund for Women and Girls' 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.

Umbreit, Wilczek & Associates, P. C.

November 27, 2024
Kennett Square, Pennsylvania

THE FUND FOR WOMEN AND GIRLS

STATEMENT OF FINANCIAL POSITION

JUNE 30, 2024

	2024
ASSETS	
CURRENT ASSETS	
Cash and cash equivalents	
Unrestricted	\$ 549,425
Restricted	106,660
Promises to give	11,600
Prepaid expenses	16,560
Operating lease right of use asset	58,726
TOTAL CURRENT ASSETS	742,971
Investments	4,578,633
TOTAL ASSETS	\$ 5,321,604
LIABILITIES AND NET ASSETS	
CURRENT LIABILITIES	
Accounts payable	\$ 1,513
Accrued expenses	31,304
Deferred revenue	300
Operating lease liabilities, current portion	25,865
TOTAL CURRENT LIABILITIES	58,982
Operating lease liabilities, net of current portion	32,861
TOTAL LIABILITIES	91,843
NET ASSETS	
Without donor restrictions	
Operating	374,431
Board designated	140,500
Total without donor restrictions	514,931
With donor restrictions	4,714,830
TOTAL NET ASSETS	5,229,761
TOTAL LIABILITIES AND NET ASSETS	\$ 5,321,604

See Independent Auditor's Report and Notes to Financial Statements

THE FUND FOR WOMEN AND GIRLS

STATEMENT OF ACTIVITIES FOR THE YEAR ENDED JUNE 30, 2024

	Without Donor Restrictions	With Donor Restrictions	Total
PUBLIC SUPPORT AND REVENUE			
Contributions	\$ 352,814	\$ 39,100	\$ 391,914
In-kind contributions	4,725	-	4,725
Special events (less direct costs of \$17,241)	61,856	-	61,856
Investment income, net	21,102	557,449	578,551
Net assets released from restrictions	26,594	(26,594)	-
TOTAL PUBLIC SUPPORT AND REVENUE	467,091	569,955	1,037,046
EXPENSES			
Program services			
Advocacy	228,828	-	228,828
Grants	330,192	-	330,192
Supporting services			
Management and general	145,738	-	145,738
Fundraising	66,019	-	66,019
TOTAL EXPENSES	770,777	-	770,777
CHANGE IN NET ASSETS	(303,686)	569,955	266,269
NET ASSETS - BEGINNING OF YEAR	818,617	4,144,875	4,963,492
NET ASSETS - END OF YEAR	\$ 514,931	\$ 4,714,830	\$ 5,229,761

See Independent Auditor's Report and Notes to Financial Statements

THE FUND FOR WOMEN AND GIRLS

**STATEMENT OF FUNCTIONAL EXPENSES
FOR THE YEAR ENDED JUNE 30, 2024**

	<u>Advocacy</u>	<u>Grants</u>	<u>Total Program Services</u>	<u>Management and General</u>	<u>Fundraising</u>	<u>Total</u>
COMPENSATION RELATED						
Salaries	\$ 154,717	\$ 59,352	\$ 214,069	\$ 70,194	\$ 47,395	\$ 331,658
Payroll taxes	12,189	4,692	16,881	5,859	3,764	26,504
Employee benefits	8,146	3,170	11,316	4,061	2,423	17,800
TOTAL COMPENSATION RELATED	<u>175,052</u>	<u>67,214</u>	<u>242,266</u>	<u>80,114</u>	<u>53,582</u>	<u>375,962</u>
Accounting	-	-	-	18,897	-	18,897
Bank fees	-	-	-	1,602	-	1,602
Dues and publications	330	1,963	2,293	8,909	-	11,202
Educational programs	13,398	1,931	15,329	11,274	1,659	28,262
Grants	-	244,500	244,500	-	-	244,500
Insurance	2,055	782	2,837	843	593	4,273
Lease	17,925	6,610	24,535	7,212	4,872	36,619
Miscellaneous	95	220	315	518	144	977
Office expenses	519	159	678	139	99	916
Postage and printing	749	275	1,024	374	183	1,581
Professional fees	9,824	1,905	11,729	12,415	1,217	25,361
Repairs and maintenance	5,983	1,911	7,894	1,768	1,237	10,899
Telephone	883	330	1,213	351	247	1,811
Training	75	-	75	211	1,797	2,083
Travel	632	1,910	2,542	585	33	3,160
Utilities	1,308	482	1,790	526	356	2,672
TOTAL EXPENSES	<u>\$ 228,828</u>	<u>\$ 330,192</u>	<u>\$ 559,020</u>	<u>\$ 145,738</u>	<u>\$ 66,019</u>	<u>\$ 770,777</u>

See Independent Auditor's Report and Notes to Financial Statements

THE FUND FOR WOMEN AND GIRLS

**STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED JUNE 30, 2024**

	2024
CASH FLOWS FROM OPERATING ACTIVITIES	
Change in net assets	\$ 266,269
Adjustments to reconcile change in net assets to cash provided by operating activities:	
Net realized and unrealized (gain) loss on investments	(452,393)
Noncash operating lease expense	25,499
(Increase) decrease in operating assets:	
Promises to give	(11,600)
Prepaid expenses	(8,889)
Increase (decrease) in operating liabilities:	
Accounts payable	1,513
Accrued expenses	(14,501)
Deferred revenue	(90)
Operating lease liability	(25,499)
NET CASH USED BY OPERATING ACTIVITIES	(219,691)
CASH FLOWS FROM INVESTING ACTIVITIES	
Proceeds from sale of investments	1,697,074
Purchase of investments	(1,480,208)
NET CASH PROVIDED BY INVESTING ACTIVITIES	216,866
NET DECREASE IN CASH AND CASH EQUIVALENTS	(2,825)
CASH AND CASH EQUIVALENTS - BEGINNING OF YEAR	658,910
CASH AND CASH EQUIVALENTS - END OF YEAR	\$ 656,085
RECONCILIATION OF CASH, CASH EQUIVALENTS AND RESTRICTED CASH TO STATEMENT OF FINANCIAL POSITION	
Cash and cash equivalents	\$ 549,425
Restricted cash and cash equivalents	106,660
	\$ 656,085

See Independent Auditor's Report and Notes to Financial Statements

THE FUND FOR WOMEN AND GIRLS

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2024

NOTE 1 - NATURE OF ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Nature of Organization

The mission of The Fund for Women and Girls (the “Fund”) is to lead and unite the community through philanthropy and advocacy to ensure that women and girls have resources and opportunities to thrive. The Fund was established in 1996 as a component fund of the Chester County Community Foundation and was separately incorporated on January 9, 2003 and serves as a grant-making and education foundation dedicated to the needs of women and girls and their families in Chester County.

Basis of Accounting

The financial statements of the Fund have been prepared on the accrual basis of accounting in accordance with accounting principles generally accepted in the United States of America.

Financial Statement Presentation

Under Financial Accounting Standards Board (FASB) Accounting Standards Codification (ASC) 958-10-65-1, the Fund is required to report information regarding its financial position and activities according to two mutually exclusive classes according to the existence or absence of donor-imposed restrictions. See Net Assets with Donor Restrictions and Net Assets without Donor Restrictions.

Net Assets with Donor Restrictions

Net assets with donor restrictions is the part of net assets of the Fund that is subject to donor-imposed restrictions (donors include other types of contributors, including makers of certain grants). Some donors impose restrictions that are temporary in nature, for example, stipulating that resources be used after a specified date, for particular programs or services, or to acquire buildings or equipment. Other donors impose restrictions that are perpetual in nature, for example, stipulating that resources be maintained in perpetuity. Laws may extend those limits to investment returns from those resources and to other enhancements (diminishments) of those resources. Thus, those laws extend donor-imposed 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.

Support that is restricted by the donor is reported as an increase in net assets without donor restrictions if the restriction expires in the same reporting period in which support is received and recognized.

THE FUND FOR WOMEN AND GIRLS

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2024

NOTE 1 - NATURE OF ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont'd)

Net Assets without Donor Restrictions

Net assets without donor restrictions is the part of net assets of the Fund that is not subject to donor-imposed restrictions.

Cash and Cash Equivalents

For purposes of the statement of cash flows, the Fund considers highly liquid investments with an initial maturity of three months or less to be cash equivalents.

Promises to Give

Unconditional promises to give are recognized as revenues or gains in the period in which notification of such promise is received. Unconditional promises to give due in one year or less are recorded at their net realizable value. Unconditional promises to give due in more than one year are recorded at the present value of estimated future cash flows using a risk-free rate of return on the date of donation. Conditional promises to give are recognized when the conditions on which they depend are substantially met. Provision for losses on promises to give is made when considered necessary to maintain an adequate allowance. As of June 30, 2024, the Fund estimates that no reserve for losses on promises to give is required.

Investments

As required by the Investment Topic of the FASB ASC, the Fund reports investments in marketable securities with readily determinable fair values and all investments in debt securities at their fair values in the statement of financial position. Unrealized gains and losses are included in the change in net assets in the statement of activities.

Property and Equipment

Property and equipment are stated at cost. Major renewals and improvements are capitalized while maintenance and repairs, which do not improve or extend the life of the respective assets, are expensed. As of June 30, 2024, all assets are fully depreciated. Depreciation is calculated using the straight-line and accelerated methods over the estimated useful lives of the assets as follows:

Buildings and improvements	10 – 39 years
Furniture and equipment	5 – 10 years

THE FUND FOR WOMEN AND GIRLS**NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2024****NOTE 1 - NATURE OF ORGANIZATION AND SUMMARY OF SIGNIFICANT
ACCOUNTING POLICIES (Cont'd)**Deferred Revenue

Deferred revenue consists of income received in advance for special events occurring in the next fiscal year.

Revenue Recognition

Contributions, bequests, and gifts are recognized on receipt and formal acceptance by the Fund. Grant revenues are recognized when received or when spent, whichever occurs first. Revenue from special events is recognized as earned having applicable costs concurrently recognized. Interest and investment income is recognized as earned.

The Fund recognizes revenue when it satisfies a performance obligation by transferring control of a promised good or service to the customer. The Fund's principal activity resulting in contracts with customers is special events.

The Fund recognizes revenue from special events in the period the goods and services are provided. The performance obligation related to special events is to provide the customer with access to the event on a specified date. The transaction price is based on published rates.

Because the benefits received from special events have an original expected duration of one year or less, the Fund has elected the practical expedient and not disclosed the value of unsatisfied performance obligations and expected timing for completion related to the revenue.

Donated Materials and Services

Donated materials are recorded at their estimated fair value at the date of donation and have been included in revenue and expenses for the year.

The Fund receives donated services from a variety of unpaid volunteers assisting the Fund. Accounting standards require that only donated services that (1) create or enforce long-lived assets or (2) require specialized skills provided by individuals possessing skills that would typically need to be purchased if not donated must be recorded. The value of these services does not meet these requirements. No amounts have been recognized in the accompanying statement of activities because the criteria for recognition of such volunteer effort have not been satisfied.

THE FUND FOR WOMEN AND GIRLS**NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2024****NOTE 1 - NATURE OF ORGANIZATION AND SUMMARY OF SIGNIFICANT
ACCOUNTING POLICIES (Cont'd)**Leases

The Fund determines if an arrangement is or contains a lease at inception. Leases are included in right-of-use (ROU) assets and lease liabilities in the statement of financial position. ROU assets and lease liabilities reflect the present value of the lease payments over the lease term. The Fund does not report ROU assets and lease liabilities for its short-term leases (leases with a term of 12 months or less). Instead, the lease payments of those leases are reported as lease expense on a straight-line basis over the lease term.

Allocation of Functional Expenses

The costs of providing the various programs and services have been summarized on a functional basis in the statement of activities. Accordingly, certain costs have been allocated among the programs and supporting services benefited. Fundraising expenses are costs related to campaigns, development, grant writing, and other fundraising efforts. Management and general expenses are costs directly related to the overall operation of the Fund, but are not associated with program or fundraising services. Certain management and general expenses, such as payroll, occupancy, and professional fees, are allocated to program and fundraising services based on the usage of employees' time and other resources available.

Income Tax Status

The Fund is a not-for-profit organization that is exempt from income taxes under Section 501(c) (3) of the Internal Revenue Code and therefore has made no provision for federal income taxes in the accompanying financial statements. The Fund is not a private foundation.

Use of Estimates

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 certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

Date of Management's Review

The Fund has evaluated those events and transactions that occurred after the statement of financial position date of June 30, 2024 through November 27, 2024, the date the financial statements were available to be issued, and determined there were no other items to be disclosed.

THE FUND FOR WOMEN AND GIRLS

NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2024

NOTE 2 – FINANCIAL ASSETS AND LIQUIDITY RESOURCES

As of June 30, 2024, financial assets and liquidity resources available within one year for general expenditures such as operating expenses was as follows:

	<u>2024</u>
Financial assets:	
Cash and cash equivalents	\$ 549,425
Promises to give	11,600
Less: donor restricted financial assets	<u>(17,936)</u>
Financial assets available within one year	543,089
Bank line of credit	<u>50,000</u>
Total financial assets and liquidity resources available within one year	<u><u>\$ 593,089</u></u>

At June 30, 2024, the Fund had \$593,089 of financial assets and liquidity resources available within one year of the balance sheet date, to meet cash needs for general expenditures. As part of the Fund’s liquidity management, it has a policy to structure its financial assets to be available as its general expenditures, liabilities and other obligations become due. The Fund invests cash in excess of its requirements in a money market fund. Management evaluates at least annually, any additional investment or designated reserve options for excess liquidity, based on expected operations.

NOTE 3 – CONCENTRATION OF CREDIT RISK FOR CASH HELD IN BANK

The Fund maintains cash and cash equivalent balances at several financial institutions. These balances are insured by the Federal Deposit Insurance Corporation (“FDIC”) up to \$250,000. Also, the Fund maintains a money market account that is insured by the Securities Investor Protection Corporation (SIPC). At times, deposits can be in excess of the insured amount. Uninsured balances were \$291,394 at June 30, 2024.

NOTE 4 – PLEDGES RECEIVABLE

Unconditional promises to give were as follows at June 30, 2024:

	<u>2024</u>
Gross amounts due in less than one year	<u><u>\$ 11,600</u></u>

THE FUND FOR WOMEN AND GIRLS

NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2024

NOTE 5 – INVESTMENTS

Investments stated at fair value consisted of the following at June 30, 2024:

	<u>2024</u>
Mutual Funds	<u>\$ 4,578,633</u>

The following summarizes investment income for the year ended June 30, 2024:

	<u>Without Donor Restrictions</u>	<u>With Donor Restrictions</u>	<u>2024 Total</u>
Interest and dividends	\$ 21,102	\$ 129,222	\$ 150,324
Realized gains (losses)	-	28,678	28,678
Unrealized gains	-	423,715	423,715
Fees	-	(24,166)	(24,166)
Investment income, net	<u>\$ 21,102</u>	<u>\$ 557,449</u>	<u>\$ 578,551</u>

NOTE 6 – FAIR VALUE MEASUREMENT

In accordance with the Fair Value Measurement Topic of the FASB ASC, assets that are measured at fair value are categorized according to a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value, giving highest priority to unadjusted quoted prices in active markets for identical assets or liabilities and the lowest priority to measurements involving significant unobservable inputs. If the inputs used fall within different levels of the hierarchy, the categorization is based upon the lowest level input that is significant to the fair value measurement. The three levels of the fair value hierarchy are as follows:

- Level 1 – Unadjusted quoted market prices for identical assets and liabilities in active markets.
- Level 2 – Unadjusted quoted market prices for similar assets and liabilities in active markets (other than those included in Level 1), which are observable for the asset or liability, either directly or indirectly.
- Level 3 – Significant unobservable inputs for the asset or liability.

The availability of observable inputs can vary from instrument to instrument and is affected by a wide variety of factors, including, for example, the liquidity of markets and other characteristics particular to the transaction. To the extent that valuation is based on models or inputs that are less observable in the market, the determination of fair value requires more judgment.

THE FUND FOR WOMEN AND GIRLS

NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2024

NOTE 6 – FAIR VALUE MEASUREMENT (Cont'd)

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

The following table presents assets that were measured at fair value on a recurring basis at June 30, 2024:

	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total</u>
Mutual funds	<u>\$ 4,578,633</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 4,578,633</u>

NOTE 7 – ENDOWMENT FUNDS

An endowment fund is an established fund of cash, securities, or other assets to provide income for the maintenance of the Fund. The use of the assets of the fund may be permanently restricted, temporarily restricted, or unrestricted. Endowment funds are generally established by donor restricted gifts and bequests to provide a permanent endowment, which is to provide a permanent source of income, or a term endowment, which is to provide income for a specified period.

A board-designated endowment or funds functioning as endowments, which results from an internal designation, is not donor restricted and is classified as unrestricted net assets.

The Fund has adopted an investment policy for all investments to produce a predictable level of funds to meet the Fund's organizational objectives while achieving a maximum total return for the assets. Under this policy, as approved by the Board, the assets are invested in a manner that is intended to produce returns that exceed the spending policy, while assuming a moderate level of investment risk. Actual returns may vary from the intended results.

To satisfy its long-term rate of return objectives, the Fund relies on a total return strategy in which investment returns are achieved through both capital appreciation and yield. The Fund targets a diversified asset allocation that places greater emphasis on equity-based investments to achieve its long-term objectives.

The spending policy calculates the amount of money annually distributed from the endowment fund to support various programs. The spending rate was equal to 5% for the year ended June 30, 2024.

THE FUND FOR WOMEN AND GIRLS

NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2024

NOTE 7 – ENDOWMENT FUNDS (Cont'd)

Endowment net asset composition by type of fund at June 30, 2024 was as follows:

	Without Donor Restrictions	With Donor Restrictions	Total Net Endowment Assets
Donor-restricted endowment funds	<u>\$ -</u>	<u>\$ 4,680,164</u>	<u>\$ 4,680,164</u>

Changes in endowment net assets for the year ended June 30, 2024 were as follows:

	2024
Endowment net assets - June 30, 2023	\$ 4,343,106
Interest and dividends	129,222
Unrealized gain	423,715
Realized gain	28,678
Advisory fees	(24,166)
Income distribution	<u>(220,391)</u>
Endowment net assets - June 30, 2024	<u>\$ 4,680,164</u>

NOTE 8 – LINE OF CREDIT

The Fund has a revolving line of credit agreement with a local financial institution up to a maximum of \$50,000 with interest at the prime rate. The loan is payable on demand and is secured by the assets of the Fund. There was no outstanding balance for the year ended June 30, 2024.

NOTE 9 - NET ASSETS WITH DONOR RESTRICTIONS

Net assets with donor restrictions consisted of the following at June 30, 2024:

	2024
Programs	\$ 17,936
Grantmaking	5,130
Endowment fund	4,680,164
Time restricted promises to give	<u>11,600</u>
	<u>\$ 4,714,830</u>

THE FUND FOR WOMEN AND GIRLS

NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2024

NOTE 9 - NET ASSETS WITH DONOR RESTRICTIONS (Cont'd)

Net assets released from donor restrictions during the year ended June 30, 2024 by meeting the time restrictions or by incurring expenses satisfying the restrictions specified by donors were as follows:

	<u>2024</u>
Programs	<u>\$ 26,594</u>

NOTE 10 – BOARD DESIGNATED NET ASSETS

The governing Board of a nonprofit organization may designate a portion of unrestricted net assets for a specific purpose as a management tool. Those Board designations are not restrictions because the designations may be reversed by the Board, and they do not alter the nature of unrestricted contributions.

The Board of Directors created a policy to setup a Board designated operating fund in the year ended June 30, 2024. The purpose of the Board designation is to ensure the stability of the Organization. The initial amount designated by the Board was \$160,000. All disbursements require Board approval. Amounts remaining designated by the Board at June 30, 2024 were \$140,500.

NOTE 11 – BENEFICIAL INTEREST IN ASSETS HELD AT A COMMUNITY FOUNDATION

Pursuant to an agreement with the Chester County Community Foundation (the “Foundation”), the Fund established endowments at the Foundation and receives distributions annually in accordance with a spending policy. Since the endowments, the investment of the endowments and distributions from the endowments are subject to the Foundation’s ultimate control and discretion, the fair value of the assets in the endowments is not reflected as an asset on the Fund’s statement of financial position. The Fund is allowed to withdraw up to 5% of the fund balance as of June 30 annually.

The distribution from the Foundation is recorded as contributions and was \$48,582 for the year ended June 30, 2024. The fair value of the assets in the Foundation endowment was \$1,050,271 at June 30, 2024.

THE FUND FOR WOMEN AND GIRLS

NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2024

NOTE 12 – REVENUE RECOGNITION

Performance Obligations

Revenue and support received for the Fund's special events are comprised of an exchange element based upon the benefits provided to the participants and a contribution element for the portion of the payment received in excess of the participant benefits. The Fund recognizes exchange revenue from its special events at the point in time to which the event relates. The performance obligation consists of providing participants with access to the event.

The Fund does not have any significant payment terms as payment is received before, during, or shortly after the contract period or at the point in time of the transaction.

Disaggregation of Revenue

The disaggregation of the timing of recognizing revenue from contracts with customers for the year ended June 30, 2024, was as follows:

	<u>Point in Time</u>	<u>Over Time</u>	<u>Total</u>
Special events	<u>\$ 79,097</u>	<u>\$ -</u>	<u>\$ 79,097</u>

NOTE 13 – DONATED SERVICES

The Fund received contributions of the following nonfinancial assets reflected within the statement of activities for the year ended June 30, 2024:

	<u>2024</u>
Donated services	<u>\$ 4,725</u>

All donated services were utilized by the Organization's programs and supporting services. Unless otherwise noted, no donor restrictions existed for contributed nonfinancial assets.

The Organization received donated professional services for Executive Director search efforts during the year ended June 30, 2024. These services were utilized to support all programming efforts and supporting services of the Organization. Donated services are valued at the standard rates charged for those services.

THE FUND FOR WOMEN AND GIRLS

NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2024

NOTE 14 – LEASE COMMITMENTS

The Fund evaluated current contracts to determine which met the criteria of a lease. The operating leases right-of-use (ROU) assets represent the Fund’s right to use underlying assets for the lease term, and the operating lease liabilities represent the Fund’s obligation to make lease payments arising from these leases. The ROU assets and lease liabilities, all of which arise from operating leases, were calculated based on the present value of future lease payments over the lease terms. The Fund has utilized a risk-free rate of 4% to discount future lease payments.

The Fund leases its office facility in West Chester, Pennsylvania under an operating lease agreement that expired August 31, 2022. The lease was renewed for a three year term, expiring August 2026. Monthly payments under the new lease agreement are \$2,237 for the first year, \$2,327 for the second year and \$2,420 for the third year.

Lease expense for the year ended June 30, 2024 for operating leases subject to recognition under ASU No. 2016-2, *Leases (Topic 842)*, was \$36,619.

Future maturities of operating lease liabilities subject to ASU No. 2016-02, *Leases (Topic 842)* are as follows:

<u>For the year ended June 30,</u>		
2025	\$	27,746
2026		28,852
2027		4,840
Total operating lease payments		61,438
Less: present value discount		(2,712)
Total operating lease obligations	\$	58,726

NOTE 15 – RETIREMENT PLAN

The fund maintains a simple IRA plan for the benefit of eligible employees. Under the provision of the plan, the employees may defer from federal income tax a percentage of their compensation, and the Fund makes matching contributions not to exceed 3% of employee compensation. Retirement plan expense for the year ended June 30, 2024 was \$8,592.