BOYS & GIRLS CLUB OF GREATER DALLAS, INC. AND AFFILIATES

CONSOLIDATED FINANCIAL STATEMENTS

YEARS ENDED DECEMBER 31, 2024 AND 2023

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INDEPENDENT AUDITORS' REPORT

Board of Directors
Boys & Girls Club of Greater Dallas, Inc. and Affiliates
Dallas, Texas

Report on the Audit of the Consolidated Financial Statements

Opinion

We have audited the accompanying consolidated financial statements of Boys & Girls Club of Greater Dallas, Inc. and Affiliates, which comprise the consolidated statements of financial position as of December 31, 2024 and 2023, and the related consolidated statements of activities, functional expenses, and cash flows for the years then ended, and the related notes to the consolidated financial statements.

In our opinion, the consolidated financial statements referred to above present fairly, in all material respects, the financial position of Boys & Girls Club of Greater Dallas, Inc. and Affiliates as of December 31, 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 Consolidated Financial Statements section of our report. We are required to be independent of Boys & Girls Club of Greater Dallas, Inc. and Affiliates 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 Consolidated Financial Statements

Management is responsible for the preparation and fair presentation of the consolidated 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 consolidated financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the consolidated financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about Boys & Girls Club of Greater Dallas, Inc. and Affiliates' ability to continue as a going concern for one year after the date the consolidated financial statements are available to be issued.

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Auditors' Responsibilities for the Audit of the Consolidated Financial Statements

Our objectives are to obtain reasonable assurance about whether the consolidated 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 consolidated 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 consolidated 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 consolidated 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 Boys & Girls Club of Greater Dallas, Inc. and Affiliates' 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 consolidated financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about Boys & Girls Club of Greater Dallas, Inc. and Affiliates' 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

CliftonLarsonAllen LLP

Addison, Texas
September 30, 2025

BOYS & GIRLS CLUB OF GREATER DALLAS, INC. AND AFFILIATES
CONSOLIDATED STATEMENTS OF FINANCIAL POSITION
DECEMBER 31, 2024 AND 2023

	2024	2023
ASSETS		
CURRENT ASSETS		
Cash and Cash Equivalents	$ 470,702	2,815,685
Prepaid Expenses	158,729	242,827
In-Kind Lease Receivable	2,182,031	2,639,370
Unconditional Promises to Give and Grants Receivable	1,442,978	1,298,140
Accounts Receivable	37,527	102,356
Total Current Assets	4,291,967	7,098,378
NONCURRENT ASSETS		
Investments	11,225,827	11,205,169
Property and Equipment, Net	3,937,233	2,962,212
Operating Right-of-Use Asset	473,685	146,669
Total Noncurrent Assets	15,636,745	14,314,050
Total Assets	$ 19,928,712	$ 21,412,428
LIABILITIES AND NET ASSETS		
CURRENT LIABILITIES		
Accounts Payable and Accrued Expenses	$ 309,554	$ 379,631
Deferred Revenue	104,000	-
Current Portion Long-Term Debt	-	5,668
Current Lease Liability - Operating	113,248	86,853
Total Current Liabilities	526,802	472,152
NONCURRENT LIABILITIES		
Long-Term Lease Liability - Operating (Less Current Maturities)	370,684	60,615
Total Liabilities	897,486	532,767
NET ASSETS		
Without Donor Restrictions	12,325,563	13,589,629
With Donor Restrictions	6,705,663	7,290,032
Total Net Assets	19,031,226	20,879,661
Total Liabilities and Net Assets	$ 19,928,712	$ 21,412,428

See accompanying Notes to Consolidated Financial Statements.

BOYS & GIRLS CLUB OF GREATER DALLAS, INC. AND AFFILIATES
CONSOLIDATED STATEMENT OF ACTIVITIES
YEAR ENDED DECEMBER 31, 2024

	Without Donor Restrictions	With Donor Restrictions	Total
SUPPORT AND REVENUE			
Contributions:			
O'Hara Trust	$ 306,343	$ 1,205,340	$ 1,511,683
Other Contributions	2,785,901	100,752	2,886,653
Special Events (Net of Direct Expenses of $236,996)	118,501	-	118,501
Investment Income	884,268	355,870	1,240,138
Program Service Fees	853,250	-	853,250
Government Grants	423,318	-	423,318
Contributions of Nonfinancial Assets	705,916	-	705,916
Other Income	170,981	-	170,981
Net Assets Released from Restrictions	2,246,331	(2,246,331)	-
Total Support and Revenue	8,494,809	(584,369)	7,910,440
EXPENSES			
Program Services:			
Character and Leadership Development	2,786,316	-	2,786,316
Education and Career Development	2,960,943	-	2,960,943
Health and Life Skills	2,092,223	-	2,092,223
Total Program Services	7,839,482	-	7,839,482
Support Services:			
Management and General	1,669,352	-	1,669,352
Fundraising	250,041	-	250,041
Total Support Services	1,919,393	-	1,919,393
Total Expenses	9,758,875	-	9,758,875
CHANGE IN NET ASSETS	(1,264,066)	(584,369)	(1,848,435)
Net Assets - Beginning of Year	13,589,629	7,290,032	20,879,661
NET ASSETS - END OF YEAR	$ 12,325,563	$ 6,705,663	$ 19,031,226

See accompanying Notes to Consolidated Financial Statements.

BOYS & GIRLS CLUB OF GREATER DALLAS, INC. AND AFFILIATES
CONSOLIDATED STATEMENT OF ACTIVITIES
YEAR ENDED DECEMBER 31, 2023

	Without Donor Restrictions	With Donor Restrictions	Total
SUPPORT AND REVENUE			
Contributions:			
O'Hara Trust	$ 178,961	$ 1,205,340	$ 1,384,301
Other Contributions	3,504,888	519,634	4,024,522
Special Events (Net of Direct Expenses of $181,806)	209,382	-	209,382
Investment Income	988,367	399,327	1,387,694
Membership Dues	30,340	-	30,340
Program Service Fees	781,707	-	781,707
Government Grants	15,459	-	15,459
Contributions of Nonfinancial Assets	1,015,002	-	1,015,002
Other Income	129,870	-	129,870
Net Assets Released from Restrictions	2,146,829	(2,146,829)	-
Total Support and Revenue	9,000,805	(22,528)	8,978,277
EXPENSES			
Program Services:			
Character and Leadership Development	2,916,371	-	2,916,371
Education and Career Development	3,288,887	-	3,288,887
Health and Life Skills	2,499,415	-	2,499,415
Total Program Services	8,704,673	-	8,704,673
Support Services:			
Management and General	1,437,464	-	1,437,464
Fundraising	274,271	-	274,271
Total Support Services	1,711,735	-	1,711,735
Total Expenses	10,416,408	-	10,416,408
CHANGE IN NET ASSETS	(1,415,603)	(22,528)	(1,438,131)
Net Assets - Beginning of Year	15,005,232	7,312,560	22,317,792
NET ASSETS - END OF YEAR	$ 13,589,629	$ 7,290,032	$ 20,879,661

See accompanying Notes to Consolidated Financial Statements.

BOYS & GIRLS CLUB OF GREATER DALLAS, INC. AND AFFILIATES
CONSOLIDATED STATEMENT OF FUNCTIONAL EXPENSES
YEAR ENDED DECEMBER 31, 2024

	Program Services				Support Services			
	Character and Leadership Development	Education and Career Development	Health and Life Skills	Total Program Services	Management and General	Fundraising	Total Support Services	Total Expenses
EXPENSES								
Personnel Costs:								
Salaries	$ 1,367,841	$ 1,520,979	$ 989,649	$ 3,878,469	$ 609,757	$ 152,135	$ 761,892	$ 4,640,361
Employee Benefits	149,967	166,757	108,505	425,229	66,853	16,680	83,533	508,762
Payroll Taxes	134,151	149,170	97,060	380,381	59,802	14,921	74,723	455,104
Total Personnel Costs	1,651,959	1,836,906	1,195,214	4,684,079	736,412	183,736	920,148	5,604,227
Professional Fees	31,709	25,033	22,808	79,550	471,183	5,563	476,746	556,296
Supplies	85,023	94,251	54,435	233,709	16,713	3,739	20,452	254,161
Telephone	20,066	18,523	22,688	61,277	22,440	2,589	25,029	86,306
Postage	506	481	315	1,302	719	225	944	2,246
Occupancy	751,230	636,538	446,758	1,834,526	100,196	1,872	102,068	1,936,594
Printing	145	134	76	355	7,221	13,650	20,871	21,226
Transportation	20,249	47,970	88,221	156,440	64,621	5,585	70,206	226,646
Training	17,311	15,291	10,674	43,276	11,541	2,885	14,426	57,702
Subscriptions	397	20	112	529	-	4,334	4,334	4,863
Service Club Dues	11,855	11,753	4,844	28,452	3,161	-	3,161	31,613
Awards & Grants	-	105,171	-	105,171	-	-	-	105,171
Equipment Rental and Maintenance	38,066	35,977	151,498	225,541	101,557	25,863	127,420	352,961
Miscellaneous	4,355	6,008	1,137	11,500	113,914	-	113,914	125,414
Event Expenses						236,996	236,996	236,996
Expenses Before Depreciation	2,632,871	2,834,056	1,998,780	7,465,707	1,649,678	487,037	2,136,715	9,602,422
Depreciation	153,445	126,887	93,443	373,775	19,674	-	19,674	393,449
Subtotal	2,786,316	2,960,943	2,092,223	7,839,482	1,669,352	487,037	2,156,389	9,995,871
Less: Expenses Netted Against Revenues on the Statement of Activities:								
Special Event Expenses	-	-	-	-	-	(236,996)	(236,996)	(236,996)
Total Expenses	$ 2,786,316	$ 2,960,943	$ 2,092,223	$ 7,839,482	$ 1,669,352	$ 250,041	$ 1,919,393	$ 9,758,875

See accompanying Notes to Consolidated Financial Statements.

BOYS & GIRLS CLUB OF GREATER DALLAS, INC. AND AFFILIATES
CONSOLIDATED STATEMENT OF FUNCTIONAL EXPENSES
YEAR ENDED DECEMBER 31, 2023

	Program Services				Support Services			
	Character and Leadership Development	Education and Career Development	Health and Life Skills	Total Program Services	Management and General	Fundraising	Total Support Services	Total Expenses
EXPENSES								
Personnel Costs:								
Salaries	$ 1,492,209	$ 1,674,721	$ 1,109,844	$ 4,276,774	$ 697,652	$ 177,947	$ 875,599	$ 5,152,373
Employee Benefits	139,803	156,902	103,980	400,685	65,362	16,672	82,034	482,719
Payroll Taxes	129,277	145,089	96,149	370,515	60,441	15,415	75,856	446,371
Total Personnel Costs	1,761,289	1,976,712	1,309,973	5,047,974	823,455	210,034	1,033,489	6,081,463
Professional Fees	19,756	15,480	14,091	49,327	216,763	3,305	220,068	269,395
Supplies	157,642	179,323	92,899	429,864	22,044	4,935	26,979	456,843
Telephone	19,221	17,743	21,733	58,697	21,494	2,480	23,974	82,671
Postage and Shipping	972	926	608	2,506	1,383	432	1,815	4,321
Occupancy	732,314	702,326	722,716	2,157,356	48,071	2,123	50,194	2,207,550
Printing	735	682	389	1,806	27,349	3,396	30,745	32,551
Local Transportation	22,394	46,842	81,655	150,891	47,628	5,790	53,418	204,309
Conferences and Training	22,868	20,199	14,101	57,168	15,245	3,811	19,056	76,224
Subscriptions	710	35	201	946	-	5,293	5,293	6,239
Membership Dues	4,868	4,825	1,990	11,683	1,298	-	1,298	12,981
Awards and Grants	-	136,618	-	136,618	-	-	-	136,618
Equipment Rental and Maintenance	60,350	57,783	156,242	274,375	93,610	24,305	117,915	392,290
Miscellaneous	12,387	17,135	3,510	33,032	71,241	-	71,241	104,273
Event Expenses	-	-	-	-	-	181,806	181,806	181,806
National Dues	14,948	14,820	6,109	35,877	3,986	-	3,986	39,863
Expenses Before Depreciation	2,830,454	3,191,449	2,426,217	8,448,120	1,393,567	447,710	1,841,277	10,289,397
Depreciation	85,917	97,438	73,198	256,553	43,897	8,367	52,264	308,817
Subtotal	2,916,371	3,288,887	2,499,415	8,704,673	1,437,464	456,077	1,893,541	10,598,214
Less: Expenses Netted Against Revenues on the Statement of Activities:								
Special Event Expenses	-	-	-	-	-	(181,806)	(181,806)	(181,806)
Total Expenses	$ 2,916,371	$ 3,288,887	$ 2,499,415	$ 8,704,673	$ 1,437,464	$ 274,271	$ 1,711,735	$ 10,416,408

See accompanying Notes to Consolidated Financial Statements.

BOYS & GIRLS CLUB OF GREATER DALLAS, INC. AND AFFILIATES
CONSOLIDATED STATEMENTS OF CASH FLOWS
YEARS ENDED DECEMBER 31, 2024 AND 2023

	2024	2023
CASH FLOWS FROM OPERATING ACTIVITIES		
Change in Net Assets	$ (1,848,435)	$ (1,438,131)
Adjustment to Reconcile Change in Net Assets to Net Cash Used by Operating Activities:		
Depreciation	393,449	308,817
Donated Property and Equipment	(48,183)	-
Gain on Sale of Property and Equipment	(48,121)	-
Net Realized and Unrealized (Gain) Loss on Investments	(940,098)	(1,023,890)
Credit Loss	46,841	-
In-Kind Lease Receivable	457,339	457,282
Endowment Contributions for Long-Term Purposes	(68,871)	(171,000)
Net Change in:		
Prepaid Expenses	84,098	(121,071)
Unconditional Promises to Give and Grants Receivable	(144,838)	359,777
Accounts Receivable	17,988	1,076,042
Right-of-Use Asset - Operating	(327,016)	(153,284)
Accounts Payable and Accrued Expenses	(70,077)	123,722
Deferred Revenue	104,000	-
Lease Liability - Operating	336,464	154,083
Net Cash Used by Operating Activities	(2,055,460)	(427,653)
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of Property and Equipment	(1,333,666)	(401,652)
Proceeds from Sale of Property and Equipment	61,500	-
Purchase of Investments	(8,380,465)	(15,745,354)
Proceeds from Sale or Maturities of Investments	9,299,905	17,902,024
Net Cash Provided by Investing Activities	(352,726)	1,755,018
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from Note Payable	748,699	19,814
Payments of Note Payable	(754,367)	(115,946)
Proceeds from Endowment Contributions for Long-Term Purposes	68,871	171,000
Net Cash Used by Investing Activities	63,203	74,868
NET CHANGE IN CASH AND CASH EQUIVALENTS	(2,344,983)	1,402,233
Cash and Cash Equivalents - Beginning of Year	2,815,685	1,413,452
CASH AND CASH EQUIVALENTS - END OF YEAR	$ 470,702	$ 2,815,685
SUPPLEMENTAL DISCLOSURE OF NONCASH INVESTING AND FINANCING ACTIVITIES		
In-Kind Lease Revenue and Expense on Month-to-Month Leases	$ 621,762	$ 941,669
In-Kind Lease Revenue on Long-Term Lease Agreements	$ 34,675	$ 34,733
In-Kind Lease Expense on Long-Term Lease Agreements	$ 492,015	$ 492,015

See accompanying Notes to Consolidated Financial Statements.

NOTE 1 ORGANIZATION

Boys & Girls Club of Greater Dallas, Inc. and Affiliates (the Club) is a Texas nonprofit corporation formed on November 14, 1961. The Club's mission is to enable all young people, especially those who need the Club most, to reach their full potential as productive, caring, responsible citizens. The Club's vision is to provide a world-class Club experience, ensuring that success is within reach for every young person who enters its doors. This means graduating from high school with a plan, demonstrating strong character and citizenship, and living a healthy lifestyle.

The Club, a chartered chapter of the Boys & Girls Clubs of America and a United Way member agency, operates 11 sites across Dallas County, serving approximately 3,600 youth annually, with an average daily attendance of 800.

In recent years, the Club has intensified its focus on the academic challenges facing teens amplified by the lingering effects of the COVID-19 pandemic and the lack of resources in the underserved communities the Club serves. To address these needs, the Club has revitalized its programming to ensure members graduate with the skills and confidence necessary for college and career success. This includes expanded workforce readiness initiatives such as internship opportunities, skill-based learning, and innovative offerings in coding, digital content creation, music production, and podcast development.

These efforts have resulted in stronger demand for services, with the Club continuing to meet the needs of a diverse population, including youth from low-socioeconomic backgrounds and underserved communities.

Boys Clubs of Dallas, Inc. Foundation (BCDF) is a Texas nonprofit corporation formed in 1985 to support the Club. The Chamber-Schoellkopf-Trim Scholarship Foundation (CST) is a Texas nonprofit corporation formed in 1987 to provide educational assistance to participants in the Club's programs. Both BCDF and CST are considered, for financial reporting purposes, to be under the control of the Club's board of directors. The Club, BCDF, and CST are hereinafter collectively referred to as the Club.

Principles of Consolidation

In accordance with accounting principles generally accepted in the United States of America (U.S. GAAP), the financial statements of the Club have been consolidated with the financial statements of the BCDF and CST. All inter-entity balances and transactions have been eliminated.

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of Accounting

The Club prepares its consolidated financial statements on the accrual basis of accounting. Consequently, revenue is recognized when earned and expenses when an obligation is incurred.

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Cash and Cash Equivalents

Cash available for use in current operations is classified as cash and cash equivalents. Cash and cash equivalents designated or restricted for investment is classified as investments.

Concentration of Credit Risk

The Club maintains its cash in a bank deposit account which, at times, may exceed Federal Deposit Insurance Corporation insurance limit of $250,000. The Club has not experienced any losses in such accounts. Management believes that the Company is not exposed to significant credit risk relating to cash because the Company maintains its cash with high credit quality institutions.

In-Kind Lease Receivable

The Club has several leases for space which it utilizes to provide program services. Terms of the lease agreements are at rates considered to be below fair market value. The Club recognizes the fair value of each lease as contribution revenue in the period in which the lease agreement is signed and recognizes the related expense in the period the lease is used. In-kind lease receivable represents the remaining amount to be received under lease agreements currently in effect. The in-kind lease revenue is reported as an in-kind contribution at its present value and as restricted support that increases net assets with donor restrictions.

Unconditional Promises to Give and Grants Receivable

Unconditional promises to give and grants receivable are from foundations, trusts, and individuals, which are primarily located in the Dallas, Texas area. Unconditional promises to give and grants receivable are unsecured and evaluated periodically by management for collectability. There was no allowance for doubtful pledges and grants receivable as of December 31, 2024 and 2023. Amounts that are expected to be collected in future years are recorded at the present value of the amounts expected to be collected.

Accounts Receivable

Accounts receivable consist primarily of club program fees. Accounts receivable are carried at original invoice amount less an estimate made for expected credit losses based on a review of all outstanding amounts. Management believes the composition of receivables at year end is consistent with historical conditions as credit terms and practices and the customer base has not changed significantly. Allowance for expected credit losses was $46,841 and $-0- at December 31, 2024 and 2023, respectively.

The collectability of the Club's accounts receivable is reviewed on an ongoing basis, using historical payment trends, current economic conditions, credit loss expenses, analyses of receivables by payor and aging of receivables, as well as a review of specific accounts. A loss rate is developed for each category. If an account is determined to be uncollectible, it will be applied to the allowance for expected credit losses. In the event of complete nonperformance by the Club's members, the maximum exposure to the Club is the outstanding accounts receivable balance at the date of nonperformance.

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Investments

The Club invests in a variety of investment vehicles. In general, investments are exposed to various risks, such as interest rate, credit and overall market volatility risk. Due to the level of risk associated with certain investments, it is reasonably possible that changes in the values of the investments will occur in the near term and that such changes could materially affect the amounts reported in the consolidated statements of financial position. Investments in debt securities and marketable securities are carried at fair value, based upon quoted market prices or values provided by external investment managers. Unrealized gains and losses are recognized in the period in which they occur.

Property and Equipment

Property and equipment expenditures in excess of $2,500 are capitalized at cost. Donated property and equipment are recorded at estimated fair value on the date of donation. Property and equipment are depreciated using the straight-line method over the estimated useful lives of 3 years for automobiles, 5 to 15 years for furniture, equipment, and building improvements, and 40 years for buildings and leasehold improvements.

The Club reviews its property and equipment periodically to determine potential impairment. If determined that the carrying value exceeds the fair market value, an impairment loss is recognized.

Net Assets

Net assets, revenues, gains, and losses are classified based on the existence or absence of donor-imposed restrictions. Accordingly, net assets of the Club 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. The governing board has designated, from net assets without donor restrictions, net assets for a board-designated endowment.

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.

The Club has elected to present donor-restricted contributions, which are fulfilled in the same time period, within net assets without donor restrictions.

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Contributions

Contributions are recognized as revenue in the period received or unconditionally promised, whichever is earlier, and are classified as net assets without donor restrictions or net assets with donor restrictions depending on the existence or absence of any donor restrictions. The Club reports gifts of cash and other assets as restricted support 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, net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the consolidated statements of activities as “Net Assets Released from Restrictions”.

Conditional promises to give, that is, those with a measurable performance or other barrier and a right of return, are not recognized until the conditions on which they depend have been met. At December 31, 2024 and 2023, the Club has $248,000 and $594,000, respectively, of conditional promises to give.

The Club reports gifts of land, buildings, and equipment as support without restrictions unless explicit donor stipulations specify how the donated asset must be used. Gifts of cash that must be used to acquire long-lived assets are reported as net assets with donor restrictions. Absent explicit donor stipulations regarding how long those long-lived assets must be maintained, the Club reports expirations of donor restrictions when the donated or acquired long-lived assets are placed into service.

Revenue

Revenue streams have various performance obligations and are recognized over time, as described below.

Membership Dues

Membership dues to the Club are recognized as revenue over time, as the performance obligation is accessed to sign up for Club programs.

Program Fees

Program fees for parent-pay programs are recognized over time as weekly programming is delivered. Fees for delivering programming in certain schools in the Dallas Independent School District (DISD) as part of a service contract are recognized over time as programming is delivered.

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Special Event Revenue

Sponsorships are comprised of an exchange element based on the value of benefits provided, and a contribution element for the difference of the total sponsorship paid and the exchange element. The portion of sponsorship revenue that relates to commensurate value the sponsor received in return is recognized as performance obligations are met. Special fundraising event revenue consisted of the following for the years ended December 31:

	2024	2023
Contribution Revenue	$ 196,432	$ 257,542
Exchange Revenue	159,065	133,646
Total Special Fundraising Event Revenue	$ 355,497	$ 391,188

Contributions of Nonfinancial Assets

Donated goods are recognized as revenue at their estimated fair value during the period received. Donated services are recognized as revenue at their estimated fair value, if both of the following criteria are met: the services require special skills and the services are provided by individuals possessing those skills; and the services would typically need to be purchased, if not donated. Although the Club may utilize the services of outside volunteers, the fair value of these services has not been recognized in the accompanying consolidated financial statements since they do not meet the criteria for recognition under U.S. GAAP.

In-Kind Month-to-Month Site Agreements

The Club has entered into agreements with the Dallas Independent School District and Dallas Housing Authority (DHA) to provide afterschool activities. The Club is allowed to use the schools and DHA property at no cost but has not entered into a long-term lease arrangement. As a result, the value of the facilities used in 2024 and 2023 has been calculated based on similar rental rates and included in contributions of nonfinancial assets on the consolidated statements of activities. No in-kind lease receivable has been recognized because of the short-term nature of these agreements.

Functional Allocation of Expenses

The costs of providing the programs and support services are presented on a functional basis in the consolidated statements of activities. The consolidated statements of functional expenses present the allocation of expenses to the programs and support services. These allocations are based upon estimates of facilities usage, activities of personnel, specifically identifiable costs and various other bases.

Fair Value Measurements

The Club follows the provisions of *Fair Value Measurements*, which defines fair value 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 and establishes a framework for measuring fair value. Fair value measurements established a three-level hierarchy for fair value measurements based upon the transparency of inputs to the valuation of the asset or liability as of the measurement date.

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Fair Value Measurements (Continued)

As noted above, *Fair Value Measurements* establishes a three-level valuation hierarchy for disclosure of fair value measurements. The valuation hierarchy is based upon the transparency of inputs to the valuation of an asset or liability as of the measurement date. The three levels are defined as follows:

Level 1 – Inputs are quoted prices (unadjusted) in active markets for identical assets or liabilities.

Level 2 – Inputs other than quoted prices included in Level 1 that are observable for the asset or liability, either directly or indirectly. This includes quoted prices for similar assets or liabilities in active markets, quoted prices for identical or similar assets or liabilities in markets that are not active, inputs other than quoted prices that are observable for the asset or liability, or inputs that are derived principally from or corroborated by observable market data.

Level 3 – Inputs are unobservable for the asset or liability. Unobservable inputs reflect the reporting entity's own assumptions about the assumptions that market participants would use in pricing the asset or liability developed based on the best information available in the circumstances.

A financial instrument's categorization within the valuation hierarchy is based upon the lowest level of input that is significant to the fair value measurement. Valuation techniques used need to maximize the use of observable inputs and minimize the use of unobservable inputs.

Income Tax

The Club is exempt from federal income tax under Section 501(c)(3) of the Internal Revenue Code. The Club adopted the income tax standard for uncertain tax positions. This standard clarifies the accounting for uncertainty in income taxes recognized in an organization's financial statements in accordance with the income tax standard. This standard prescribes recognition and measurement of tax positions taken or expected to be taken on a tax return that are not certain to be realized.

The Club's income tax returns are subject to review and examination by Federal, State, and Local authorities. The Club is not aware of any activities that would jeopardize its tax exempt status. The Club is not aware of any activities that are subject to tax on unrelated business income or excise or other tax.

Use of Estimates and Assumptions

The preparation of consolidated financial statements in conformity with U.S. GAAP 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 consolidated financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Leases

The Club determine if an arrangement is a lease at inception. Operating leases are included in operating lease right-of-use (ROU) assets, other current liabilities, and operating lease liabilities on the consolidated statements of financial position. Finance leases are included in property and equipment, other current liabilities, and other long-term liabilities on the consolidated statements of financial position.

ROU assets represent the Club's right to use an underlying asset for the lease term and lease liabilities represent the Club's obligation to make lease payments arising from the lease. ROU assets and liabilities are recognized at the lease commencement date based on the present value of lease payments over the lease term. As most leases do not provide an implicit rate, the Club uses a risk-free rate based on the information available at commencement date in determining the present value of lease payments. The operating lease ROU asset also includes any lease payments made and excludes lease incentives. The lease terms may include options to extend or terminate the lease when it is reasonably certain that the Club will exercise that option. Lease expense for lease payments is recognized on a straight-line basis over the lease term.

The Club has elected to recognize payments for short-term leases with a lease term of 12 months or less as expense is incurred and these leases are not included as lease liabilities or right-of-use assets on the consolidated statements of financial position. The Club has elected not to separate nonlease components from lease components and instead accounts for each separate lease component and the nonlease component as a single lease component.

The Club's lease agreements do not contain any material residual value guarantees or material restrictive covenants.

In determining the discount rate used to measure the right-of-use asset and lease liability, the Club use rates implicit in the lease, or if not readily available, a risk-free discount rate determined using a period comparable with that of the lease term for computing the present value of lease liabilities.

Reclassifications

Certain reclassifications have been made to the prior year consolidated financial statements to conform to the current year presentation.

NOTE 3 LIQUIDITY AND AVAILABILITY

Financial assets available for general expenditure, that is, without donor or other restrictions limiting their use, within one year of the consolidated statement of financial position date, comprise the following:

	2024	2023
Cash and Cash Equivalents	$ 470,702	$ 2,815,685
Investments	11,225,827	11,205,169
Unconditional Promises to Give and Grants Receivable	1,442,978	1,298,140
Accounts Receivable	37,527	102,356
Board-Designated Endowment Distribution	242,200	229,553
Less: Purpose Restricted Net Assets	(3,080,654)	(3,352,522)
Less: Board Designated Endowment	(6,055,007)	(5,738,829)
Total Assets Available for General Expenditures in the next 12 months	$ 4,283,573	$ 6,559,552

The endowment funds consist of donor-restricted endowments and funds designated by the board as endowments. Income from donor-restricted endowments is restricted for specific purposes, with the exception of the amounts available for general use. Donor-restricted endowment funds are not available for general expenditure.

The board-designated endowment of $6,055,007 is subject to an annual spending rate of 4% (beginning in 2019) as described in Note 17. Although the Club does not intend to spend from this board-designated endowment (other than amounts appropriated for general expenditures), these amounts could be made available if necessary.

Certain revisions have been made of the amount previously reported as assets available for general expenditure in the next 12 months. Total amount of financial assets available for general expenditures in the next 12 months as of December 31, 2023, has been revised to $6,559,552. This revision had no impact on previously reported net assets.

NOTE 4 INVESTMENTS

Investments as defined by asset allocation category consist of the following at December 31:

	2024	2023
Government Bond Funds	$ 1,366,795	$ 31,869
Equity Funds	4,332,858	4,072,889
Fixed Income Funds	1,499,493	140,159
Corporate Bonds	2,187,982	5,330,941
Specialty Funds	380,000	361,544
Alternative Investments	1,458,699	1,267,767
Total Investments	$ 11,225,827	$ 11,205,169

NOTE 4 INVESTMENTS (CONTINUED)

Investments in debt securities and marketable securities are carried at fair value, based upon quoted market prices or values provided by external investment managers. Unrealized gains and losses are recognized in the period in which they occur.

As noted above, within the portfolio certain investments are invested in funds for which value is not determinable on a daily basis and are held by private companies. These are commonly referred to as alternative investments.

Alternative investments may be structured through limited partnerships, limited liability corporations, trusts, or corporations. The estimated fair values of alternative investments may differ significantly from the values that would have been used had a ready market existed for these investments, and these differences could be material.

The alternative investments within the Club's portfolio consist of the Maverick Fund, Ltd., which is a hedge fund. The investment objective of the fund is to preserve and grow capital.

NOTE 5 FAIR VALUE OF FINANCIAL INSTRUMENTS

The following is a description of the valuation methodologies used for assets measured at fair value:

Equity Funds – Valued at the daily closing price as reported by the fund.

Fixed Income and Bond Funds – Valued at the daily closing price as reported by the fund.

Specialty Funds – Valued at the daily closing price as reported by the fund.

Bonds – Valued based on quoted prices in an active market in which similar assets are traded.

Alternative Investments – Valued at the net asset value (NAV) per unit at year-end.

The methods described above may produce fair value estimates that may not be indicative of net realized value or reflective of future fair values. Furthermore, although the Club 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 different fair value measurements at the reporting date.

NOTE 5 FAIR VALUE OF FINANCIAL INSTRUMENTS (CONTINUED)

The following table sets forth by level, within the fair value hierarchy, the Club's investments at estimated fair value as of December 31:

	2024			
	Level 1	Level 2	Level 3	Total
Government Bond Funds	$ 1,366,795	$ -	$ -	$ 1,366,795
Equity Funds	4,332,858	-	-	4,332,858
Fixed Income Funds	1,499,493	-	-	1,499,493
Specialty Funds	380,000	-	-	380,000
Corporate Bonds	-	2,187,982	-	2,187,982
Total	$ 7,579,146	$ 2,187,982	$ -	9,767,128
Alternative Investments - Valued at Net Asset Value				1,458,699
Total Investments				$ 11,225,827

	2023			
	Level 1	Level 2	Level 3	Total
Government Bond Funds	$ 31,869	$ -	$ -	$ 31,869
Equity Funds	4,072,889	-	-	4,072,889
Fixed Income Funds	140,159	-	-	140,159
Specialty Funds	361,544	-	-	361,544
Corporate Bonds	-	5,330,941	-	5,330,941
Total	$ 4,606,461	$ 5,330,941	$ -	9,937,402
Alternative Investments - Valued at Net Asset Value				1,267,767
Total Investments				$ 11,205,169

Net Asset Value

Fair value measurements of investments that calculate net asset value per share (or its equivalent) as of December 31:

	2024			
	Net Asset Value	Unfunded Commitments	Redemption Frequency (if Currently Eligible)	Redemption Notice Period
Alternative Investments	$ 1,458,699	-	Daily	30 - 60 Days

	2023			
	Net Asset Value	Unfunded Commitments	Redemption Frequency (if Currently Eligible)	Redemption Notice Period
Alternative Investments	$ 1,267,767	-	Daily	30 - 60 Days

NOTE 5 FAIR VALUE OF FINANCIAL INSTRUMENTS (CONTINUED)

Alternative Investments is the Maverick Fund, Ltd. (the Company). The Company is registered in the Cayman Islands as an exempt Company. The Company is an open-ended investment Company. The Company invests substantially all of its assets in the Maverick Fund, LDC (the Fund). The investment objective of the fund is to preserve and grow capital by operating as a traditional hedge fund. The Company provides full disclosure consolidated financial statements of the underlying holdings, whereby the Club is able to verify its account balances.

NOTE 6 IN-KIND LEASE RECEIVABLE

In-kind lease receivable is amortized over the life of the lease. Future amounts due are recorded at their net present value utilizing the Club's risk-free rate at the date of inception, ranging from 1.72% to 4.12%. When amortized, the in-kind lease expense is recognized as occupancy expense. The following is an estimated future amortization of the in-kind lease receivable as of December 31, 2024:

Year Ending December 31,	Amount
2025	$ 428,014
2026	297,232
2027	292,160
2028	287,174
2029	282,273
Thereafter	595,178
Total	$ 2,182,031

Total in-kind lease expense was $1,113,777 and $1,433,684 for the years ended December 31, 2024 and 2023, respectively.

NOTE 7 UNCONDITIONAL PROMISES TO GIVE

Unconditional promises to give totaled $1,442,978 and $1,298,140 as of December 31, 2024 and 2023, respectively. Approximately $1,205,000 of unconditional promises to give was from one donor as of December 31, 2024 and 2023. In accordance with donor agreements, all unconditional promises to give are expected to be collected during the next year.

NOTE 8 PROPERTY AND EQUIPMENT

Property and equipment consisted of the following as of December 31:

	2024	2023
Land	$ 345,435	$ 345,435
Buildings and Improvements	8,125,779	7,354,634
Furniture and Equipment	4,081,112	3,600,701
Transportation Equipment	1,036,265	1,032,497
Total Property and Equipment	13,588,591	12,333,267
Less: Accumulated Depreciation and Amortization	(9,651,358)	(9,371,055)
Property and Equipment, Net	$ 3,937,233	$ 2,962,212

Depreciation expense totaled $393,449 and $308,817 for the years ended December 31, 2024 and 2023, respectively.

NOTE 9 LINE OF CREDIT

The Club has a line of credit up to $250,000 with an interest rate at .87% above the prime rate (8.37% at December 31, 2024). The line of credit is secured by the assets of the Club. The outstanding balance on the line of credit was $-0- and $5,668 at December 31, 2024 and 2023, respectively. The line of credit is a business banking line of credit that currently does not have a maturity date.

NOTE 10 NET ASSETS

Net assets consisted of the following as of December 31:

	2024	2023
Without Donor Restrictions:		
Undesignated Net Assets	$ 2,333,323	$ 4,888,588
Board-Designated Endowment	6,055,007	5,738,829
Property and Equipment	3,937,233	2,962,212
Total Without Donor Restrictions	12,325,563	13,589,629
With Donor Restrictions:		
Subject to Expenditure for Specified Purpose:		
Capital	-	287,059
Scholarships	184,851	382,806
Academic Success	-	92,773
Interns	4,783	-
Field Trips	284	-
Total	189,918	762,638
Subject to the Passage of Time:		
In-Kind Lease Receivable	2,182,031	2,639,370
O'Hara Trust	1,205,340	1,205,340
Other Donors	237,638	92,800
Total	3,625,009	3,937,510
Endowments:		
Subject to Appropriation and Expenditure When a Specified Event Occurs:		
Restricted by Donors for:		
Capital Asset Acquisitions	-	5,865
Creative Arts	382,494	271,066
Scholarships	1,387,506	1,192,217
Total	1,770,000	1,469,148
Not Subject to Appropriation or Expenditure:		
Scholarships for Qualifying Members	50,000	50,000
Creative Arts Program	802,500	802,500
Repairs and Maintenance (Maverick Fund)	268,236	268,236
Total	1,120,736	1,120,736
Total With Donor Restrictions	6,705,663	7,290,032
Total Net Assets	$ 19,031,226	$ 20,879,661

NOTE 10 NET ASSETS (CONTINUED)

The following is a summary of net assets released from donor restrictions by incurring expenditures satisfying the restricted purposes or by the passage of time specified by the donor(s) as of December 31:

	2024	2023
Time Restrictions Expired - Operations:		
O'Hara Trust	$ 1,205,340	$ 1,488,039
In-Kind Lease	457,339	457,282
Other Donors	-	77,078
Donor Restrictions Expired - Operations:		
Capital	292,924	35,857
Programs	92,773	39,999
Scholarships	197,955	-
Creative Art Program	-	47,574
Supplies	-	1,000
Total Restrictions Released	$ 2,246,331	$ 2,146,829

NOTE 11 O'HARA TRUST

The Boys & Girls Clubs of America is the beneficiary of a trust created pursuant to the last will and testament of J.B. O'Hara (the Trust). In accordance with the terms of the Trust, its income is to be used for the charitable purpose of maintaining and supporting one or more chapters of the Boys & Girls Clubs of America located in Dallas County, Texas.

The Club, as one of the designee chapters of the Boys & Girls Clubs of America in Dallas County, Texas, receives distributions from the Trust. The O'Hara committee of the Boys & Girls Clubs of America annually authorizes distributions to the Club which are based upon approved fund allocation requests made by the O'Hara committee. Regular contributions received or pledged totaled $1,511,683 and $1,384,301 as of December 31, 2024 and 2023, respectively.

The Trust's net assets are not included in the accompanying consolidated financial statements because the Club is not the ultimate beneficiary of the Trust's assets.

NOTE 12 BOYS & GIRLS CLUBS OF DALLAS, INC. FOUNDATION

In 1985, BGCF was incorporated to benefit Boys & Girls Clubs of Greater Dallas, Inc. As of December 31, 2024 and 2023, the BGCF had net assets of $8,688,726 and $8,070,189 (of which $1,070,736 was restricted in perpetuity), respectively. Boys & Girls Clubs of Greater Dallas, Inc. received contributions from BGCF of $382,494 and $271,066 for the years ended December 31, 2024 and 2023, respectively. These contributions are currently for use in Boys & Girls Clubs of Greater Dallas, Inc.'s Education and Career Development Program – Youth Education and The Arts Program – Creative Arts. Contributions from BGCF are eliminated upon consolidation.

NOTE 12 BOYS & GIRLS CLUBS OF DALLAS, INC. FOUNDATION (CONTINUED)

BGCF received no contributions from the Club for the years ended December 31, 2024 and 2023. BGCF paid the Club $-0-, for the years ended December 31, 2024 and 2023 for administrative functions. The Club has outstanding receivables for administrative functions from BCDF totaling $9,975 as of December 31, 2024 and 2023. Contributions from and payments to the Club are eliminated upon consolidation.

BGCF's net assets without donor restrictions are classified as net assets with donor restrictions in the accompanying consolidated financial statements until the BGCF's board of directors approves disbursements to Boys & Girls Clubs of Greater Dallas, Inc.

NOTE 13 CHAMBERS-SCHOELLKOPF-TRIM SCHOLARSHIP FOUNDATION (CST)

In October 1987, CST was formed to provide education assistance to participants in Boys & Girls Clubs of Greater Dallas, Inc.'s programs. As of December 31, 2024 and 2023, CST's net assets with donor restrictions were $107,395 and $121,938 (of which $50,000 were required to be held in perpetuity), respectively. CST has no net assets without donor restrictions. Boys & Girls Clubs of Greater Dallas, Inc. received contributions from CST of $17,000 and $-0- for the years ended December 31, 2024 and 2023, respectively. CST received no contributions from the Club for the years ended December 31, 2024 and 2023.

CST paid the Club $-0-, for the years ended December 31, 2024 and 2023 for administrative functions. The Club has outstanding receivables from CST related to administrative functions. These receivables totaled $14,759 and $6,883 as of December 31, 2024 and 2023, respectively.

NOTE 14 EMPLOYEE BENEFIT PLAN

The Club has a 401(k) plan for its employees. The plan includes matching contributions by the Club up to 5% of employees' compensation. The Club contributed $69,837 and $72,238 to the plan as of December 31, 2024 and 2023, respectively.

NOTE 15 LEASES

The Club leases office space and equipment for various terms under a long-term, noncancelable lease agreement. The leases expire at various dates ranging from 2027 through 2029. In the normal course of business, it is expected that this lease will be renewed or replaced by a similar lease.

NOTE 15 LEASES (CONTINUED)

The following table provides quantitative information concerning the Club's leases at December 31, 2024 and 2023:

	2024	2023
Lease Costs:		
Operating Lease Costs	$ 146,400	$ 158,752
Other Information:		
Cash Paid for Amounts Included in the Measurement of Lease Liabilities:		
Operating Cash Flow from Operating Leases	$ 145,602	$ 159,555
Right-of-Use Assets Obtained in Exchange for New Operating Lease Liabilities	$ -	$ -
Weighted-Average Remaining Lease Term - Operating Leases	4.2 Years	2.3 Years
Weighted-Average Discount Rate - Operating	1.19%	2.93%

The Club classifies the total undiscounted lease payments that are due in the next 12 months as current. A maturity analysis of annual undiscounted cash flows for lease liabilities as of December 31, 2024, is as follows:

Year Ending December 31,	Operating Leases
2025	$ 118,096
2026	118,096
2027	116,007
2028	100,116
2029	42,228
Total Lease Payments	494,543
Less: Imputed Interest	(10,611)
Present Value of Lease Liabilities	$ 483,932

NOTE 16 CONCENTRATIONS

For the year ended December 31, 2024, approximately 32% of the Club's support and revenue was from one donor. For the year ended December 31, 2023, approximately 55% of the Club's support and revenue was from two donors.

NOTE 17 ENDOWMENT FUNDS

The Club's endowment consists of three individual funds established by donors for a variety of purposes. The endowment also includes funds designated by the board to function as endowments. As required by U.S. GAAP, net assets associated with endowment funds, including funds designated by the board to function as endowments, are classified and reported based on the existence or absence of donor-imposed restrictions.

NOTE 17 ENDOWMENT FUNDS (CONTINUED)

The board of directors of the Club has interpreted the State Prudent Management of Institutional Funds Act (SPMIFA) as requiring the preservation of the fair value of the original gift as of the gift date of the donor-restricted endowment funds absent explicit donor stipulations to the contrary. As a result of this interpretation, the Club retains in perpetuity:

1. The original value of initial gifts donated to the endowment; and
2. The original value of subsequent gifts to the endowment.

Donor-restricted amounts not retained in perpetuity are subject to appropriation for expenditure by the Club in a manner consistent with the standard of prudence prescribed by SPMIFA. In accordance with SPMIFA, the Club considers the following factors in making a determination to appropriate or accumulate donor-restricted endowment funds:

- The duration and preservation of the funds;
- The purposes of the donor-restricted endowment funds;
- General economic conditions;
- The possible effect of inflation and deflation;
- The expected total return from income and the appreciation of investments; and
- Other resources of the Club.

Investment and Spending Policies

The Club has adopted investment and spending policies, approved by the board, for endowment assets that attempt to provide a predictable stream of funding to programs supported by its endowment funds while also maintaining the purchasing power of those endowment assets over the long term. The spending rate shall be 4% for the entire endowment fund based on the market value of the portfolio as of December 31 of that year. Accordingly, the investment process seeks to achieve an after-cost total real rate of return, including investment income as well as capital appreciation, which exceeds the annual distributions with acceptable levels of risk. Endowment assets are invested in a well-diversified asset mix, which includes equity and debt securities, which are intended to result in a consistent inflation-protected rate of return that has sufficient liquidity to make an annual distribution based on the spending policies below, while growing the funds, if possible. Therefore, the Club expects its endowment assets, over time, to produce an average (nontaxable) rate of return of approximately 7% annually. Actual returns in any given year may vary from this amount. Investment risk is measured in terms of the total endowment fund; investment assets and allocation between asset classes and strategies are managed to not expose the fund to unacceptable levels of risk.

NOTE 17 ENDOWMENT FUNDS (CONTINUED)

Endowment net asset composition by type of fund as of December 31 was as follows:

December 31, 2024	Without Donor Restrictions	With Donor Restrictions	Total
Board-Designated Endowment Funds	$ 6,055,007	$ -	$ 6,055,007
Donor-Restricted Endowment Funds:			
Original Donor-Restricted Gift Amount and Amounts Required to be Maintained in Perpetuity by Donor	-	1,120,736	1,120,736
Accumulated Investment Gains	-	1,770,000	1,770,000
Total	$ 6,055,007	$ 2,890,736	$ 8,945,743

December 31, 2023	Without Donor Restrictions	With Donor Restrictions	Total
Board-Designated Endowment Funds	$ 5,738,829	$ -	$ 5,738,829
Donor-Restricted Endowment Funds:			
Original Donor-Restricted Gift Amount and Amounts Required to be Maintained in Perpetuity by Donor	-	1,120,736	1,120,736
Accumulated Investment Gains	-	1,469,148	1,469,148
Total	$ 5,738,829	$ 2,589,884	$ 8,328,713

Changes in endowment net assets for the years ended December 31 are as follows:

December 31, 2024	Without Donor Restrictions	With Donor Restrictions	Total
Endowment Net Assets - Beginning of Year	$ 5,738,829	$ 2,589,884	$ 8,328,713
Investment Return, Net	666,721	355,870	1,022,591
Contributions	-	68,871	68,871
Appropriation of Endowment Assets Pursuant to Donor Restrictions	-	(123,889)	(123,889)
Distribution from Board-Designated Pursuant to Distribution Policy	(350,543)	-	(350,543)
Endowment Net Assets - End of Year	$ 6,055,007	$ 2,890,736	$ 8,945,743

December 31, 2023			
Endowment Net Assets - Beginning of Year	$ 5,212,964	$ 2,320,885	$ 7,533,849
Investment Return, Net	708,776	399,327	1,108,103
Contributions	-	171,000	171,000
Appropriation of Endowment Assets Pursuant to Donor Restrictions	-	(301,328)	(301,328)
Distribution from Board-Designated Pursuant to Distribution Policy	(182,911)	-	(182,911)
Endowment Net Assets - End of Year	$ 5,738,829	$ 2,589,884	$ 8,328,713

NOTE 18 FUNCTIONALIZED EXPENSES

The consolidated financial statements report certain categories of expenses that are attributed to more than one program or supporting function. Therefore, expenses require allocation on a reasonable basis that is consistently applied. All expenses are allocated based on the nature of the account and best estimates of time and effort into 12 different programs, as well as management and general, and fundraising expenses. These 12 programs are then consolidated into the three programs reported on the consolidated statements of functional expenses.

NOTE 19 CONTRACT ASSETS, LIABILITIES, AND REVENUE

The following table shows the Club's revenue disaggregated according to the timing of the transfer of goods or services:

	2024	2023
Membership Dues	$ -	$ 30,340
Program Service Fees	853,250	781,707
Total Revenue Recognized Over Time	$ 853,250	$ 812,047

The following table shows the Club's contract assets at December 31:

	2024	2023	2022
Accounts Receivable-Program Service Fees	$ 15,614	$ -	$ -

There is no contract revenue recognized at a point in time, and the Club does not have any contract liabilities.

NOTE 20 RELATED PARTY TRANSACTIONS

The Club received $72,034 and $209,556 in contributions from board members for the years ended December 31, 2024 and 2023, respectively.

NOTE 21 CONTRIBUTIONS OF NONFINANCIAL ASSETS

Donated goods and services totaled $705,916 and $1,015,002 for the years ended December 31, 2024 and 2023, respectively. All donated goods and services are used by the Club, not monetized, and did not have donor-imposed restrictions associated with them. The Club estimates the fair value of donated goods such as recreation/education equipment, donated space, and other supplies using estimated retail prices of identical or similar products. The Club received the following contributions of goods for the years ended December 31:

	2024	2023
Goods:		
Recreation/education	$ 1,296	$ 31,880
Miscellaneous	-	5,000
Fixed Assets	48,183	-
Field Trips	-	1,720
Donated Space	656,437	976,402
Total Contributed Nonfinancial Assets	$ 705,916	$ 1,015,002

NOTE 22 SUBSEQUENT EVENTS

In preparing these consolidated financial statements, the Club has evaluated events and transactions for potential recognition or disclosure through September 30, 2025, the date the consolidated financial statements were available to be issued.

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