YOUTH VOLUNTEER CORPS

FINANCIAL STATEMENTS

YEARS ENDED MARCH 31, 2024 AND 2023

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INDEPENDENT AUDITORS' REPORT

Board of Directors
Youth Volunteer Corps
Kansas City, Missouri

Report on the Audit of the Financial Statements

Opinion

We have audited the accompanying financial statements of Youth Volunteer Corps (a nonprofit organization) (the Organization), which comprises the statements of financial position as of March 31, 2024 and 2023, and the related statements of activities and changes in net assets, functional expenses, and cash flows for the years then ended, and the related notes to the financial statements.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Youth Volunteer Corps as of March 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 Financial Statements section of our report. We are required to be independent of Youth Volunteer Corps 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 Youth Volunteer Corps' ability to continue as a going concern for one year after the date the financial statements are available to be issued.

Auditors' Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with GAAS, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of Youth Volunteer Corps' 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 Youth Volunteer Corps' 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

Kansas City, Missouri
August 21, 2024

YOUTH VOLUNTEER CORPS
STATEMENTS OF FINANCIAL POSITION
MARCH 31, 2024 AND 2023

	2024	2023
ASSETS		
CURRENT ASSETS		
Cash and Cash Equivalents	$ 294,952	$ 521,375
Investments, at Fair Value	722,723	658,387
Accounts Receivable		
Grants	696,667	-
Pledges	-	1,062
In-Kind Pledges, Net	23,612	23,675
Prepaid Expenses	3,283	620
Total Current Assets	1,741,237	1,205,119
PROPERTY AND EQUIPMENT		
Leasehold Improvements	4,450	4,450
Fixtures and Equipment	46,398	46,398
Vehicles	16,349	16,349
Software and Websites	94,014	94,014
Total Property and Equipment	161,211	161,211
Less: Accumulated Depreciation	156,299	145,878
Net Property and Equipment	4,912	15,333
OTHER ASSETS		
Right of Use Asset	213,508	266,973
Trademarks	6,208	6,208
Security Deposit	2,083	2,083
Total Other Assets	221,799	275,264
Total Assets	$ 1,967,948	$ 1,495,716

See accompanying Notes to Financial Statements.

YOUTH VOLUNTEER CORPS
STATEMENTS OF FINANCIAL POSITION (CONTINUED)
MARCH 31, 2024 AND 2023

	2024	2023
LIABILITIES AND NET ASSETS		
CURRENT LIABILITIES		
Accounts Payable	$ 62,115	$ 27,525
Accrued Liabilities	19,364	27,873
Lease Liability - Current Portion	57,264	53,780
Total Current Liabilities	138,743	109,178
LONG-TERM LIABILITIES		
Lease Liability - Net of Current Portion	176,569	233,834
Total Liabilities	315,312	343,012
NET ASSETS		
Without Donor Restrictions		
Undesignated	375,403	354,818
Board-Designated	456,867	417,874
Total Without Donor Restrictions:	832,270	772,692
With Donor Restrictions	820,366	380,012
Total Net Assets	1,652,636	1,152,704
Total Liabilities and Net Assets	$ 1,967,948	$ 1,495,716

See accompanying Notes to Financial Statements.

YOUTH VOLUNTEER CORPS
STATEMENTS OF ACTIVITIES AND CHANGES IN NET ASSETS
YEARS ENDED MARCH 31, 2024 AND 2023

	2024			2023		
	Without Donor Restrictions	With Donor Restrictions	Total	Without Donor Restrictions	With Donor Restrictions	Total
REVENUE						
Contributions						
Individuals	$ 210,215	$ 30,981	$ 241,196	$ 242,932	$ 45,361	$ 288,293
Corporations	113,298	31,247	144,545	37,370	10,422	47,792
Foundations	104,481	1,056,263	1,160,744	26,405	201,650	228,055
Total Contributions	427,994	1,118,491	1,546,485	306,707	257,433	564,140
Grants	-	-	-	-	75,743	75,743
Affiliate Sites	62,992	-	62,992	61,216	-	61,216
Investment Income (Loss)	69,852	-	69,852	(20,209)	-	(20,209)
Change in Value of Beneficial Interest	61,583	-	61,583	(27,510)	-	(27,510)
In-Kind Revenue	88,166	76,754	164,920	49,947	75,963	125,910
Other Revenue	2,499	-	2,499	-	-	-
Net Assets Released From Restriction						
Satisfaction of Purpose Restrictions	753,887	(753,887)	-	623,080	(623,080)	-
Satisfaction of Time Restrictions	1,004	(1,004)	-	2,674	(2,674)	-
Total Revenue	1,467,977	440,354	1,908,331	995,905	(216,615)	779,290
EXPENSES						
Program Services	1,161,639	-	1,161,639	1,028,825	-	1,028,825
Management and General	108,501	-	108,501	105,892	-	105,892
Fundraising	138,259	-	138,259	154,564	-	154,564
Total Expenses	1,408,399	-	1,408,399	1,289,281	-	1,289,281
CHANGE IN NET ASSETS	59,578	440,354	499,932	(293,376)	(216,615)	(509,991)
Net Assets - Beginning Of Year	772,692	380,012	1,152,704	1,081,749	596,627	1,678,376
Restatement From New Accounting Standard	-	-	-	(15,681)	-	(15,681)
Net Assets - Beginning Of Year, as Restated	772,692	380,012	1,152,704	1,066,068	596,627	1,662,695
NET ASSETS - END OF YEAR	$ 832,270	$ 820,366	$ 1,652,636	$ 772,692	$ 380,012	$ 1,152,704

See accompanying Notes to Financial Statements.

YOUTH VOLUNTEER CORPS
STATEMENT OF FUNCTIONAL EXPENSES
YEAR ENDED MARCH 31, 2024

	Program Services	Support Activities		
	Affiliate Development	Management and General	Fundraising	Total Expenses
Salaries and Benefits	$ 623,962	$ 71,092	$ 114,141	$ 809,195
Affiliate Support and Programming	392,364	29	46	392,439
Rent	87,040	10,155	14,563	111,758
Travel	9,059	292	469	9,820
Professional and Consulting	-	23,154	2,437	25,591
Depreciation	10,399	8	14	10,421
Insurance	6,596	770	1,104	8,470
Information Technology	8,977	1,657	2,660	13,294
Telephone and Communication	5,000	104	104	5,208
Office Supplies	844	83	119	1,046
Training and Staff Development	4,521	1,050	1,104	6,675
Miscellaneous	12,877	107	1,498	14,482
Total Expenses by Function	$ 1,161,639	$ 108,501	$ 138,259	$ 1,408,399

See accompanying Notes to Financial Statements.

YOUTH VOLUNTEER CORPS
STATEMENT OF FUNCTIONAL EXPENSES
YEAR ENDED MARCH 31, 2023

	Program Services	Support Activities		
	Affiliate Development	Management and General	Fundraising	Total Expenses
Salaries and Benefits	$ 614,940	$ 68,583	$ 126,892	$ 810,415
Affiliate Support and Programming	269,834	48	77	269,959
Rent	84,793	11,094	17,936	113,823
Travel	10,818	-	-	10,818
Professional and Consulting	-	22,289	4,213	26,502
Depreciation	12,695	545	1,008	14,248
Insurance	6,743	376	608	7,727
Information Technology	10,544	1,194	2,209	13,947
Telephone and Communication	5,212	109	109	5,430
Office Supplies	1,262	139	225	1,626
Training and Staff Development	5,364	558	902	6,824
Miscellaneous	6,620	957	385	7,962
Total Expenses by Function	$ 1,028,825	$ 105,892	$ 154,564	$ 1,289,281

See accompanying Notes to Financial Statements.

YOUTH VOLUNTEER CORPS
STATEMENTS OF CASH FLOWS
YEARS ENDED MARCH 31, 2024 AND 2023

	2024	2023
CASH FLOWS FROM OPERATING ACTIVITIES		
Change in Net Assets	$ 499,932	$ (509,991)
Adjustments to Reconcile Change in Net Assets to Net Cash Provided (Used) by Operating Activities:		
Realized and Unrealized Gains (Losses) on Investments, Net	(53,274)	33,219
Change in Value of Beneficial Interest	(61,583)	27,510
Donated Office Space	63	(597)
Depreciation	10,421	14,248
Effects of Changes in Operating Assets and Liabilities:		
Grants Receivable	(696,667)	510,054
Pledges Receivable	1,062	553
Right of Use Assets	53,465	52,173
Prepaid Expenses	(2,663)	(86)
Accounts Payable	34,590	(44,651)
Accrued Liabilities	(8,509)	(2,024)
Debt Forgiveness	-	-
Deferred Revenue	(53,781)	(47,213)
Grants Payable	-	(18,615)
Net Cash Provided (Used) by Operating Activities	(276,944)	14,580
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchases of Property and Equipment	-	(10,625)
Purchases of Investment Securities	(16,069)	(12,955)
Distributions from Beneficial Interest	22,590	15,060
Proceeds from Sale of Investment Securities	44,000	-
Net Cash Used by Investing Activities	50,521	(8,520)
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	(226,423)	6,060
Cash and Cash Equivalents - Beginning of Year	521,375	515,315
CASH AND CASH EQUIVALENTS - END OF YEAR	$ 294,952	$ 521,375

See accompanying Notes to Financial Statements.

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Organization

Youth Volunteer Corps (the Organization) was incorporated as a Missouri nonprofit corporation in 1991. The Organization was organized to create volunteer opportunities to address community needs and to inspire youth for a lifetime commitment to service. The Organization is primarily funded by contributions from foundations, corporations, and individuals, as well as by government grants.

The Organization is located in over 30 communities across the United States, Canada and Uganda and recruits teams of diverse youth between the ages of 11 and 18 to perform service learning projects in their communities. The projects address unmet needs of the community while promoting a lifetime ethic of service among young people.

The Organization's primary responsibility is to act as an international headquarters and to support its affiliates. The majority of affiliates are sponsored by community or government organizations such as a local YMCA or United Way, and the Organization does not own or control any of these community or government organizations nor are they fiscally dependent upon the Organization or vice versa. A few affiliates are sponsored and controlled directly by the Organization.

Use of Estimates in Preparing Financial Statements

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amounts of revenues, expenses, gains, losses, and other changes in net assets during the reporting period. Significant estimates incorporated into the Organization's financial statements include the estimated useful lives of depreciable assets, the value of in-kind contributions related to discounted rental payments to be received in future periods, and the allocation of costs between functional cost centers. Actual results could differ from those estimates.

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. This category includes board-designated net assets.

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Net Assets (Continued)

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 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. The Organization does not have any perpetually restricted assets for the years ended March 31, 2024 and 2023.

Basis of Accounting

The accounts of the Organization are maintained on the accrual basis of accounting in accordance with principles of fund accounting. Separate accounts are maintained for each fund. However, the accompanying financial statements have been prepared on a basis which shows the financial position and changes in net assets of the Organization in total. Funds with similar characteristics have been combined for financial statement presentation.

Contributions

Contributions received are recorded as with or without donor restrictions depending on the existence or nature of any donor restrictions. When a restriction expires, reclassifications are made from net assets with donor restrictions to net assets without donor restrictions and reported in the statement of activities and changes in net assets as net assets released from restriction.

In-Kind Contributions

In-kind contributions consist of goods and services donated to the Organization. These have been reflected in the financial statements at their estimated fair value at the date of donation.

Office space rent and advertising services are reflected as contributions and grant revenue at their estimated values at date of receipt, based on prices for similar property or services. These are recorded as unrestricted revenue.

The Organization records in-kind support for contributed services if these services (a) create or enhance long-lived assets or (b) require specialized skills, are provided by an individual possessing those skills, and would typically need to be purchased if not provided by donation. Such support could be used in program activities of the Organization as well as in fundraising and administrative activities. The value of services meeting these requirements, to the extent measurable, is reflected in the accompanying financial statements.

The Organization receives a substantial amount of support from nonprofessional volunteer services that do not meet the criteria listed above. These nonprofessional volunteers donate services for fundraising, education, and administration that are not valued or recorded in the statements of activities and changes in net assets.

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Cash and Cash Equivalents

Cash equivalents for the purposes of the statements of cash flows consist of cash in operating bank accounts and certificates of deposit and are recorded at cost.

Investments

Investments include equity mutual funds, which are carried at fair value, with realized and unrealized gains and losses on investments reported as increases or decreases in net assets without donor restriction or net assets with donor restriction based upon donor-imposed restrictions. The Organization invests in various investment securities. Investment securities are exposed to various risks such as interest rate, market, and credit risks. Due to the level of risk associated with certain investment securities, it is at least reasonably possible that changes in the values of investment securities will occur in the near term and that such change could materially affect the amounts reported in the Organization’s financial statements.

Grants Receivable

Grants are recognized when the grant letter is received, absent the presence of conditional provisions, and are classified as net assets with donor restriction if time or purpose restrictions are present. No allowance for doubtful accounts is recorded for grants as of March 31, 2024 and 2023, as management does not believe the required amount of such an allowance would be material to the financial statements.

Pledges Receivable

Pledges are recorded when received and determined to be unconditional. Allowances are provided for amounts estimated to be uncollectible. No allowance for doubtful accounts is recorded for pledges as of March 31, 2024 or 2023, as management does not believe the required amount of such an allowance would be material to the financial statements. Pledges receivable are expected to be collected within one year as of March 31, 2024 and 2023.

Property and Equipment

The Organization’s property and equipment are carried at cost if purchased, and fair value as of the contribution date if contributed. The cost of property and equipment purchased in excess of $3,000 is capitalized. Depreciation is provided for using the straight-line method over the estimated useful lives of the respective assets, which is generally three to seven years. Repair and maintenance costs are charged to expense as incurred.

Leases

The Organization determines if an arrangement is a lease at inception. Operating leases are included in right-of-use (ROU) assets and lease liability. The Organization has no financing leases.

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Leases (Continued)

ROU assets represent the Organization's right to use an underlying asset for the lease term and lease liabilities represent the Organization'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. Lease terms may include options to extend or terminate the lease when it is reasonably certain that the Organization will exercise that option. Lease expense for operating lease payments is recognized on a straight-line basis over the lease term. The Organization has elected to recognize payments for short-term leases with a lease term of 12 months or less as expense as incurred and these leases are not included as lease liabilities or right of use assets on the statements of financial position.

The individual lease contracts do not provide information about the discount rate implicit in the lease. Therefore, the Organization has elected to use a risk-free discount rate determined using a period comparable with that of the lease term for computing the present value of lease liabilities.

Impairment of Long-Lived Assets

The Organization reviews long-lived assets for impairment whenever events or changes in circumstances indicate the carrying amount of an asset may not be recoverable. Recoverability of assets to be held and used is measured by a comparison of the carrying amount of an asset to future undiscounted cash flows expected to be generated by the asset. If such assets are considered to be impaired, the impairment to be recognized is measured by the amount by which the carrying amount of the assets exceeds the fair value of the assets. Assets held for sale are reported at the lower of their carrying amount or fair value less costs to sell.

Income Taxes

The Organization is exempt from income taxes under Section 501(c)(3) of the Internal Revenue Code (IRC) as a nonprofit organization.

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Revenue Recognition

Revenue is recognized when earned. The Organization recognizes contributions when cash, securities, or other assets; an unconditional promise to give; or a notification of a beneficial interest is received. Conditional promises to give – that is, those with a measurable performance or other barrier and a right of return – are not recognized until the conditions on which they depend have been met. Bequests are recognized upon the death of the donor at the amount estimated to be received by the Organization. Exchange transaction revenue from program services are recognized proportionately to when the service is provided or the rights of ownership transfers, thus, monies received before the program begins are classified as deferred revenues.

Functional Expenses

The costs of providing the Organization's program and other support activities have been summarized on a functional basis in the statements of activities and changes in net assets. Certain costs have been allocated between the program and support services benefited as depicted in the accompanying statements of functional expenses. Expenses that can be identified with the program specifically or with support services are assigned directly according to their natural expenditure classification. Other expenses that are common to several functions are allocated based on management's estimate of resources devoted to the program or support services according to formulas developed by management to appropriately reflect costs and efforts expended on each program or support service.

Adoption of New Accounting Standards

Effective April 1, 2023, the Organization adopted Financial Accounting Standards Board (FASB) Accounting Standards Update (ASU) 2016-13, Financial Instruments – Credit Losses (Topic 326): Measurement of Credit Losses on Financial Instruments, as amended, which modifies the measurement of expected credit losses. The Organization adopted this new guidance utilizing the modified retrospective transition method. The adoption of this standard did not have a material impact on the Organization's financial statements.

NOTE 2 LIQUIDITY AND AVAILABILITY

The Organization regularly monitors liquidity required to meet its operating needs and other contractual commitments, while also striving to maximize the investment of its available funds. The Organization has various sources of liquidity at its disposal, including cash and cash equivalents and investments.

In addition to financial assets available to meet general expenditures over the next 12 months, the Organization operates with a balanced budget and anticipates collecting sufficient revenue to cover general expenditures not covered by donor-restricted resources. Refer to the statement of cash flows which identifies the sources and uses of the Organization's cash for fiscal year 2024 and 2023.

NOTE 2 LIQUIDITY AND AVAILABILITY (CONTINUED)

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

	2024	2023
Cash and Cash Equivalents	$ 294,952	$ 521,375
Investments	722,723	658,387
Grants Receivable	696,667	-
Pledges Receivable	-	1,062
Total Financial Assets	1,714,342	1,180,824
Contractual or Donor-Imposed Restrictions		
Cash Restricted to Specific Uses	(100,087)	(355,275)
Grants Restricted to Specific Uses	(696,667)	-
Pledges Restricted to Specific Uses	-	(1,062)
Total Restrictions Imposed	(796,754)	(356,337)
Board Designations		
Beneficial Interests in Community Foundations	(456,867)	(417,874)
Total Board Designations	(456,867)	(417,874)
Financial Assets Available to Meet Cash Needs for Expenditures Within One Year	$ 460,721	$ 406,613

Amounts in the board-designated category could be made available if necessary.

NOTE 3 FAIR VALUE MEASUREMENTS

FASB ASC 820, *Fair Value Measurements and Disclosures,* establishes a framework for measuring fair value. That framework provides a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (Level 1 measurements) and the lowest priority to unobservable inputs (Level 3 measurements). The three levels of the fair value hierarchy are described as follows:

Level 1 – Quoted prices (unadjusted) in active markets for identical assets or liabilities that we can access at the measurement date.

Level 2 – Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly. These include 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, and market-corroborated inputs.

Level 3 – Unobservable inputs for the asset or liability. In these situations, we develop inputs using the best information available in the circumstances.

NOTE 3 FAIR VALUE MEASUREMENTS (CONTINUED)

The asset or liability's fair value measurement level within the fair value hierarchy is based on the lowest level of any input that is significant to the fair value measurement. Valuation techniques used maximize the use of observable inputs and minimize the use of unobservable inputs.

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

Mutual Funds: Valued at the daily closing price as reported by the fund. The mutual funds held by the Organization are deemed to be actively traded (Level 1).

Beneficial Interest in Community Foundations: Value is equal to the principal contributed by the Organization or on its behalf, plus the earnings allocated to it by the Foundation.

The following table presents assets measured at fair value on a recurring basis at March 31:

	2024		
	Level 1	Level 2	Level 3
Mutual Funds	$ 265,856	$ -	$ -
Beneficial Interest in Community Foundations	-	-	456,867
Total	$ 265,856	$ -	$ 456,867

	2023		
	Level 1	Level 2	Level 3
Mutual Funds	$ 240,513	$ -	$ -
Beneficial Interest in Community Foundations	-	-	417,874
Total	$ 240,513	$ -	$ 417,874

The beneficial interest in community foundations had no unfounded commitments, no restrictions on redemption frequency, and no redemption notice period at March 31, 2024.

The following is a reconciliation of the beginning and ending balances of assets and liabilities measured at fair value on a recurring basis using significant unobservable (Level 3) inputs during the years ended March 31, 2024 and 2023:

	2024	2023
Balance - March 31	$ 417,874	$ 460,444
Distributions	(22,590)	(15,060)
Change in Fair Market Value	61,583	(27,510)
Balance - March 31, 2024	$ 456,867	$ 417,874

NOTE 3 FAIR VALUE MEASUREMENTS (CONTINUED)

The following is a summary of market value technique for ending balances of assets and liabilities, measured at fair value on a recurring basis, using significant unobservable (Level 3) inputs during the years ended March 31:

Instrument	Fair Value 2024	Fair Value 2023	Principal Valuation Technique	Unobservable Inputs
Beneficial Interest in Community Foundations	$ 456,867	$ 417,874	Net Asset Valuation	Value of Underlying Asset

NOTE 4 OTHER ASSETS

Other assets consist of the following at March 31:

	2024	2023
Trademarks		
Word Mark	$ 4,163	$ 4,163
Design Mark	2,045	2,045
Office Rent Deposit	2,083	2,083
Total	$ 8,291	$ 8,291

The trademarks are comprised of the associated legal and filings costs as part of the trademark registration process and are considered to have an indefinite life; therefore, no amortization has been recorded as of March 31, 2024 or 2023. Additionally, no impairment has been recorded as of March 31, 2024 or 2023.

NOTE 5 LEASES

The Organization leases office space for various terms under long-term lease agreements. The leases expire at December 31, 2027. In the normal course of business, it is expected that these leases will be renewed or replaced by similar leases.

The following table provides quantitative information concerning the Organization’s leases.

Lease Cost	
Operating Lease Cost	$ 59,875
Total Lease Cost	$ 59,875
Other Information	
Operating Cash Flows from Operating Leases	$ 60,190
Weighted-Average Remaining Lease Term - Operating Leases	3.8 Years
Weighted-Average Discount Rate - Operating Leases	2.48%

NOTE 5 LEASES (CONTINUED)

A maturity analysis of annual undiscounted cash flows for lease liabilities as of March 31, 2024, is as follows:

Year Ending March 31,	Operating Leases
2025	$ 62,296
2026	64,477
2027	66,733
2028	51,352
Undiscounted Cash Flows	244,858
(Less) Imputed Interest	(11,025)
Total Present Value	$ 233,833

NOTE 6 BENEFICIAL INTERESTS IN COMMUNITY FOUNDATION

On January 27, 2014, a donor established the Adele Hall Joy of Serving Fund (the Fund) at the Greater Kansas City Community Foundation (GKCCF). The establishing document called for GKCCF to distribute annual net income from the Fund to the Organization as follows: “25% of the annual net income shall be used for innovative programs and best practices in Kansas City which may be exported nationally and 75% of the annual net income shall be used for expenses of the Organization.”

After the fifteenth anniversary of the date of this establishing document, if the Organization meets certain conditions then it will become the advisor to the Fund and may request distributions of income and principal from the Fund at any time for any charitable purpose in its discretion. If, instead, the Organization ceases to exist then GKCCF can make distributions from the income and principal of the Fund in their discretion to another organization that meets certain requirements outlined in the establishing document.

The establishing document grants GKCCF variance power to modify a restriction or condition on the distribution of funds for any specific charitable purpose or to specified charitable organizations. As a result, the Organization has not recorded the principal of the Fund and only records contribution revenue upon receipt of distributions from the Fund.

The Organization received annual distributions from the Fund in the amount of $112,527 and $116,722 during the years ended March 31, 2024 and 2023, respectively.

On September 29, 2022, a donor established the Battey Family Fund for YVC (the Fund) at the GKCCF. The establishing document called for GKCCF to distribute 5% of the prior year-end fund balance from the Fund to the Organization to be used for unrestricted general operating support.

NOTE 6 BENEFICIAL INTERESTS IN COMMUNITY FOUNDATION (CONTINUED)

The establishing document grants GKCCF variance power to modify a restriction or condition on the distribution of funds for any specific charitable purpose or to specified charitable organizations. As a result, the Organization has not recorded the principal of the Fund and only records contribution revenue upon receipt of distributions from the Fund.

The Organization received annual distributions from the Fund in the amount of $15,000 and $-0- during the years ended March 31, 2024 and 2023, respectively.

NOTE 7 PROGRAM REVENUES

Program revenues are earned primarily through affiliate fees, summer program fees, and sales of materials to affiliates. The Organization receives an annual fee from affiliates in exchange for the program model, training, ongoing support, and resources necessary to run a successful program. These fees are recognized by the Organization over the course of their fiscal year. Additionally, revenue generated from the annual gathering of affiliates is recognized in the fiscal year that the gathering occurs. The Organization does, on occasion, take deposits for items that will be delivered at a future date. In those cases, a liability would be recognized until the future date occurs. At December 31, 2024 and 2023, there were no receivables or unearned revenue related to program revenues.

NOTE 8 CONTRIBUTED GOODS AND SERVICES

In-kind contributions were recorded as follows for the years ended March 31:

	2024	2023
Contributions		
Office Space - Current Year	$ 53,142	$ 52,288
Office Space - Future Years	23,612	23,675
Advertising Services	88,166	49,947
Federal Grants		
Total In-Kind Contributions	$ 164,920	$ 125,910

NOTE 9 NET ASSETS WITH DONOR RESTRICTIONS

Net assets with donor restrictions are available for the following purpose or time periods at March 31:

	2024	2023
Subject to Purpose Restriction		
Don and Jean Sloan Scholarship Fund	$ 2,100	$ 3,100
Adele Hall Joy of Serving Fund	24,555	28,628
Program Expenses	17,113	152,803
Construction Related Service Projects	752,986	170,865
Total Subject to Purpose Restriction	796,754	355,396
Subject to Time Restriction		
Pledges Receivable	-	941
In-Kind Pledges Receivable, Net	23,612	23,675
Total Subject to Time Restriction	23,612	24,616
Total With Donor Restrictions	$ 820,366	$ 380,012

NOTE 10 RELATED PARTY TRANSACTIONS

For the year ended March 31, 2024, approximately 5% of total contributions revenue originated from board members, key management, staff, and their immediate family members. For the year ended March 31, 2023, approximately 5% of total contributions revenue originated from board members, key management, staff, and their immediate family members.

NOTE 11 BOARD-DESIGNATED ENDOWMENT

The Organization’s endowment consists of one fund, established with the Greater Kansas City Community Foundation, to support the sustainability of the Organization’s programs. The endowment was set up by the Organization using funds without donor restriction. The board designated the donation to function as an endowment. As required by accounting principles generally accepted in the United States of America, 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.

<u>Interpretation of Relevant Law</u>

The board of the Organization has interpreted Missouri’s enactment of the Uniform Prudent Management of Institutional Funds Act (UPMIFA) as requiring the preservation of the fair value of the original gift as of the gift date of the board-designated endowment funds, absent explicit donor stipulations to the contrary. Consequently, the Organization classifies board-designated endowed funds as:

- The original value of gifts donated to the endowment, and
- The original value of subsequent gifts to the endowment.

NOTE 11 BOARD-DESIGNATED ENDOWMENT (CONTINUED)

Return Objectives and Risk Parameters

The Organization has adopted investment and spending policies for endowment assets that attempt to provide a predictable stream of funding to the programs supported by the endowments. The endowment assets are invested in a manner to produce results similar to the S&P 500 index while assuming a moderate level of investment risk.

Spending Policy

The spending rate distributed at the beginning of each fiscal year is to be 5% of the prior three-year rolling average of the endowment fund balance as provided by the Greater Kansas City Community Foundation. Withdrawals of greater than 5% require a 75% board vote.

In establishing this policy, the Organization considered the long-term expected returns on its endowment investments. Accordingly, over the long-term, the Organization expects the current spending policy will allow its endowment to retain the original corpus of the gift.

Strategies Employed for Achieving Objectives

The Organization relies on a total return strategy in which investment returns are achieved through capital appreciation and current yield (interest and dividends). The Organization targets a diversified asset allocation to achieve its long-term objectives within prudent risk constraints.

Endowment net assets composition by type of fund as of March 31, 2024 and 2023:

	2024		
	Without Donor Restriction	With Donor Restriction	Total
Board-Designated Endowment Funds	$ 456,867	$ -	$ 456,867
Total Funds	$ 456,867	$ -	$ 456,867

	2023		
	Without Donor Restriction	With Donor Restriction	Total
Board-Designated Endowment Funds	$ 417,874	$ -	$ 417,874
Total Funds	$ 417,874	$ -	$ 417,874

NOTE 11 BOARD-DESIGNATED ENDOWMENT (CONTINUED)

Changes in endowment net assets for the fiscal years ended March 31, 2024 and 2023:

	2024		
	Without Donor Restriction	With Donor Restriction	Total
Net Assets - Beginning of Year	$ 417,874	$ -	$ 417,874
Contributions	-	-	-
Distributions	(22,590)	-	(22,590)
Investment Loss	61,583	-	61,583
Total Funds	$ 456,867	$ -	$ 456,867

	2023		
	Without Donor Restriction	With Donor Restriction	Total
Net Assets - Beginning of Year	$ 460,444	$ -	$ 460,444
Contributions	-	-	-
Distributions	(15,060)	-	(15,060)
Investment Loss	(27,510)	-	(27,510)
Total Funds	$ 417,874	$ -	$ 417,874

NOTE 12 ECONOMIC RISKS

The Organization invests in investment securities. Investment securities are exposed to various risks such as interest rate, market, and credit risks. Due to the level of risk associated with certain investment securities, it is at least reasonably possible that changes in values of investment securities will occur in the near term and that such change could materially affect the amounts reported in the Organization’s financial statements.

NOTE 13 CONCENTRATION OF REVENUE RISK

For the year ended March 31, 2024, one donor contributed approximately 59% of total contribution revenue. For the year ended March 31, 2023, two donors contributed approximately 30% of total contribution revenue.

NOTE 14 SUBSEQUENT EVENTS

Management has evaluated subsequent events through August 21, 2024, the date which the financial statements were available for issue.

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