

The Cornucopia Institute, Inc.

**Independent Auditor's Report
And
Financial Statements
December 31, 2023 and 2022**

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Independent Auditor's Report

To the Board of Directors
The Cornucopia Institute, Inc.

Opinion

We have audited the accompanying financial statements of The Cornucopia Institute, Inc. (the "Organization", "Cornucopia"), a Wisconsin nonprofit Organization, which comprise the statements of financial position as of December 31, 2023 and 2022 and the related statements of activities, functional expenses and cash flows for the years then ended, and the related notes to the financial statements.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of The Cornucopia Institute, Inc. as of December 31, 2023 and 2022 and the changes in its net assets and its cash flows for the years then ended in accordance with accounting Principles generally accepted in the United States of America.

Basis for Opinion

We conducted our audits in accordance with auditing standards generally accepted in the United States of America. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of The Cornucopia Institute, Inc. and to meet our other ethical responsibilities in accordance with the relevant ethical requirements relating to our audits. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about The Cornucopia Institute, Inc.'s ability to continue as a going concern within one year after the date that the financial statements are available to be issued.

Auditor's Responsibilities for the Audit of the Financial Statements

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

In performing an audit in accordance with generally accepted auditing standards, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of The Cornucopia Institute, Inc.'s internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about The Cornucopia Institute, Inc.'s ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit.

Metwally CPA PLLC

Metwally CPA PLLC
Bedford, Texas
October 16, 2024

The Cornucopia Institute, Inc.
Statements of Financial Position
December 31, 2023 and 2022

	2023	2022
ASSETS		
Current Assets		
Cash and cash equivalents	\$ 124,199	\$ 347,042
Grants receivable	70,125	118,387
Investments	547,311	686,665
Prepaid expenses	10,868	4,087
Total Current Assets	752,503	1,156,181
Total Assets	\$ 752,503	\$ 1,156,181
LIABILITIES AND NET ASSETS		
Current Liabilities		
Accounts payable	\$ 54,052	\$ 38,546
Accrued liabilities	36,784	21,741
Total Current Liabilities	90,836	60,288
Total Liabilities	90,836	60,288
Net Assets		
Without donor restrictions	661,667	1,095,893
Total Net Assets	661,667	1,095,893
Total Liabilities And Net Assets	\$ 752,503	\$ 1,156,181

The accompanying notes are an integral part of the financial statements.

The Cornucopia Institute, Inc.
Statements of Activities
Years Ended December 31, 2023 and 2022

	2023	2022
Revenue and Other Support		
Member and private contributions	\$ 405,966	\$ 383,160
Foundation and corporate contributions	517,746	261,479
Other revenue	700	1,000
Total Revenues and Other Supports	924,412	645,639
Functional Expenses		
Program Services		
Education	563,341	306,131
Research and analysis	538,341	306,131
Monitoring and reporting	119,663	68,030
Total Program Services	1,221,344	680,292
Supporting Activities:		
Management and general	101,786	104,744
Fundraising	52,285	43,932
Total Supporting Activities:	154,071	148,676
Total Functional Expenses	1,375,416	828,968
Other Income/ (Expense)		
Unrealized gain / (loss) on investments	325	(1,505)
Dividends and Interest income	16,453	17,708
Total Other Income/ (Expense)	16,778	16,203
Change In Net Assets - Without Donor Restrictions	(434,226)	(167,126)
Net assets, beginning of year - Without Donor Restrictions	1,095,893	1,263,018
Net Assets, End of Year - Without Donor Restrictions	\$ 661,667	\$ 1,095,893

The accompanying notes are an integral part of the financial statements.

The Cornucopia Institute, Inc.
Statement of Functional Expenses
Year Ended December 31, 2023

	Program Services				Supporting Activities		2023
	Education	Research and Analysis	Monitoring and Reporting	Total Program Services	Management and General	Fundraising	
Personnel	\$ 289,460	\$ 289,460	\$ 64,324	\$ 643,244	\$ 28,036	\$ 24,870	\$ 696,150
Printing and mailing house	30,210	30,210	6,713	67,132	1,865	5,595	74,591
Professional fees	-	-	-	-	35,200	-	35,200
Contract and labor management	13,750	13,750	3,055	30,555	-	-	30,555
Information technology	17,974	17,974	3,995	39,942	2,136	1,338	43,413
Telephone and internet	10,295	10,295	2,288	22,878	602	602	24,083
Postage and delivery	15,177	15,177	3,373	33,726	3,022	7,051	43,799
Licenses, permits and fees	-	-	-	-	11,475	8,309	19,783
Database management	5,557	5,557	1,235	12,348	2,646	2,646	17,643
Insurance	-	-	-	-	4,795	-	4,795
Supplies	-	-	-	-	1,804	-	1,804
Graphics and video	949	949	211	2,109	-	-	2,109
Meetings and conferences	2,621	2,621	582	5,825	59	-	5,887
Travel and entertainment	7,262	7,262	1,640	16,165	5,388	1,874	23,427
Legacy expenses	144,893	144,893	32,199	321,985	-	-	321,985
Advertising and promotions	25,000	-	-	25,000	360	-	25,360
Miscellaneous expense	193	193	48	435	4,398	-	4,832
Total Expenses	\$ 563,341	\$ 538,341	\$ 119,663	\$ 1,221,344	\$ 101,786	\$ 52,285	\$ 1,375,416

The accompanying notes are an integral part of the financial statements.

The Cornucopia Institute, Inc.
Statement of Functional Expenses
Year Ended December 31, 2022

	Program Services				Supporting Activities		2022
	Education	Research and Analysis	Monitoring and Reporting	Total Program Services	Management and General	Fundraising	
Personnel	\$ 223,596	\$ 223,596	\$ 49,688	\$ 496,879	\$ 21,657	\$ 19,211	\$ 537,748
Printing and mailing house	25,497	25,497	5,666	56,659	1,574	4,722	62,955
Professional fees	-	-	-	-	43,441	-	43,441
Contract and labor management	16,179	16,179	3,595	35,953	-	-	35,953
Information technology	11,906	11,906	2,646	26,457	1,415	886	28,757
Telephone and internet	9,102	9,102	2,023	20,227	532	532	21,292
Postage and delivery	13,153	13,153	2,923	29,228	2,619	6,111	37,959
Licenses, permits and fees	-	-	-	-	14,928	10,810	25,737
Database management	2,417	2,417	537	5,372	1,151	1,151	7,674
Insurance	-	-	-	-	4,046	-	4,046
Supplies	-	-	-	-	1,790	-	1,790
Graphics and video	903	903	201	2,007	-	-	2,007
Meetings and conferences	797	797	177	1,772	18	-	1,790
Travel and entertainment	2,137	2,137	475	4,750	1,527	509	6,786
Miscellaneous expense	444	444	99	988	10,046	-	11,032
Total Expenses	\$ 306,131	\$ 306,131	\$ 68,030	\$ 680,292	\$ 104,744	\$ 43,932	\$ 828,968

The accompanying notes are an integral part of the financial statements.

The Cornucopia Institute, Inc.
Statements of Cash Flows
Years Ended December 31, 2023 and 2022

	2023	2022
Operating Activities:		
Change in net assets	\$ (434,226)	\$ (167,126)
Adjustments to reconcile change in net assets to net cash provided by operations:		
Net realized and unrealized loss (gain) on investments	(325)	1,505
Change in operating assets and liabilities:		
Accounts receivable	48,262	(96,545)
Employee retention tax credit income receivable	-	194,148
Prepaid expenses	(6,780)	(1,304)
Accounts payable and accrued liabilities	30,548	12,848
Net Cash Provided by (Used In) Operating Activities	(362,520)	(56,474)
Investing Activities:		
Purchase of investments	(280,000)	-
Proceeds from selling of investments	419,678	72,145
Net Cash Flows Provided by (Used In) Investing Activities	139,678	72,145
Financing Activities		
Net Cash Flows Provided By (Used In) Financing Activities	-	-
Net Change In Cash And Cash Equivalent During The Year	(222,842)	15,671
Cash and cash equivalent - beginning of the year	347,042	331,371
Cash And Cash Equivalent - End of The Year	\$ 124,199	\$ 347,042

The accompanying notes are an integral part of the financial statements.

The Cornucopia Institute, Inc.
Notes to the Financial Statements
December 31, 2023 and 2022

1. ORGANIZATION AND NATURE OF OPERATIONS

The Cornucopia Institute, Inc. (the “Organization”, “Cornucopia”) is a non-profit organization that engages in educational activities supporting the ecological principles and economic wisdom underlying sustainable and organic agriculture. Through research and investigations on agricultural issues, Cornucopia provides needed information to consumers, family farmers, regulators and the media. The significant accounting policies followed are described below to enhance the usefulness of the financial statements to the reader.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

This summary of significant accounting policies is presented to assist the reader in understanding and evaluating the Organization’s financial statements. The financial statements and notes are representations of the Organization’s management, which is responsible for their integrity and objectivity. These accounting policies conform to generally accepted accounting principles and have been consistently applied in the preparation of financial statements.

A. Basis of Accounting

The Organization’s financial statements have been prepared using accrual basis accounting in accordance with generally accepted accounting principles (US GAAP), which requires the reporting of financial information regarding its activities and financial position according to separate classes of net assets based on the existence or absence of donor restrictions.

Net assets without donor restrictions - resources management and the governing Board has sole discretion to expend for any purpose towards its mission.

Net assets with donor restrictions - subject to donor-imposed stipulations that restrict the use of resources to specific purposes or future periods.

B. Cash and Cash Equivalents

Cash and Cash Equivalents consist of cash and highly liquid financial instruments with original maturities of three months or less, which are neither held for nor restricted by donors for long-term purposes. The Organization's cash balance consists of deposit accounts held at an FDIC-insured bank.

C. Promises to Give

Unconditional promises to give are recognized as support or gains in the period received and as assets, decreases of liabilities, or expenses depending on the form of the benefits received. Conditional promises to give are recognized only when the conditions on which they depend are substantially met and the promises become unconditional. Uncollectible promises are written off after management makes reasonable collection efforts and determines the promises will not be collected.

D. Grants Receivable

Grants receivable are stated at the amount management expects to be collected from outstanding balances. As of December 31, 2023 and 2022, management has determined, based on historical experience, that all amounts are fully collectible and no allowance for doubtful accounts is necessary.

E. Investments

Short-term investments are certificates of deposit held at FDIC-insured commercial banks that have original maturities of greater than three months and do not meet the definition of debt securities. Certificates of deposit are valued at amortized cost which approximates fair value.

The organization reports investments in marketable equity securities with readily determinable fair values at their fair value in the statements of financial position. Realized and unrealized gains and losses are included in the change in net assets in the accompanying statements of activities. Investments are reported at cost, if purchased, or at fair value, if donated. Thereafter, investments are reported at their fair values in the statements of financial position, and changes in fair value are reported as investment return in the statements of activities. Investment return/(loss) is reported net in the statement of activities and consists of realized and unrealized gains and losses, less external and direct internal investment expenses. Interest and dividends and investment return are reflected in the statements of activities as income without donor restrictions or income with donor restrictions based upon the existence and nature of any donor restrictions. Interest and dividends and investment return that are restricted by the donor are reported as increases in net assets without donor restrictions if the restrictions expire in the reporting period in which the interest and dividends and investment return are recognized. Purchases and sales of securities are reflected on a trade-date basis. Gains and losses on sales of securities are based on average cost and are recorded in the statements of activities in the period in which the securities are sold. Interest is recorded when earned. Dividends are accrued as of the ex-dividend date.

F. Fair value measurements

Fair value is defined as the price that would be received to sell an asset in the principal or most advantageous market for the asset in an orderly transaction between market participants on the measurement date. Fair value should be based on the assumptions market participants would use when pricing an asset. US GAAP establishes a fair value hierarchy that prioritizes investments based on those assumptions. The fair value hierarchy gives the highest priority to quoted prices in active markets (observable inputs) and the lowest priority to an entity's assumptions (unobservable inputs). The Organization groups assets at fair value in three levels, based on the markets in which the assets are traded, and the reliability of the assumptions used to determine fair value. These levels are:

Level 1 Unadjusted quoted market prices for identical, unrestricted assets or liabilities, without adjustment in active markets as of the measurement date.

Level 2 Other observable inputs, either directly or indirectly, including:

Quoted prices in markets that are not considered to be active for identical or similar assets or liabilities, quoted prices in active markets of similar assets or liabilities, and inputs other than quoted prices that are observable or can be corroborated by observable market data.

Level 3 Unobservable inputs that cannot be corroborated by observable market data.

G. Prepaid Expenses

Expenditures paid in advance for expenses to be incurred in the following accounting period are recognized as prepaid expenses.

H. Accounts Payable and Accrued Expenses

Accounts payable consists of expenses invoiced by vendors that are outstanding at the end of the accounting period. Accrued expenses are payroll liabilities and operating expenses incurred during the accounting period but not payable until the following fiscal year.

I. 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-) imposed restrictions. The governing board has designated, from net assets without donor restrictions, net assets for an operating reserve and 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 those resources be maintained in perpetuity. We report contributions restricted by donors as increases in net assets with donor restrictions if they are received with donor stipulations that limit the use of the donated assets. When a donor restriction expires, that is, when a stipulated time restriction ends, or purpose restriction is accomplished, 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 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.

J. Donated Services

Donated services are recognized as contributions if the services (a) create or enhance nonfinancial assets or (b) require specialized skills, are performed by people with those skills, and would otherwise be purchased by Cornucopia. Volunteers also provide various services throughout the year that are not recognized as contributions in the financial statements since the recognition criteria are not met.

K. Functional Expenses Allocation

The financial statements report certain categories of expenses that are attributable to more than one program service or supporting activity. Therefore, these expenses require allocation on a reasonable basis that is consistently applied. The expenses that are allocated include personnel, contract and labor management, information technology, printing and mailing house, telephone and internet, and depreciation, which are allocated on the basis of estimates of time and effort. Certain costs have been allocated among the major program services and supporting activities benefited. Cornucopia's major programs are as follows:

Education – Cornucopia educates supporters and the general public on issues impacting the integrity of organic agriculture and food, sustainable and local food, and direct marketing via newsletters, website, webinars, research reports, speaking engagements, and collaborative efforts with organizations and organic businesses.

Research and Analysis – With an eye toward human, animal, and environmental health, Cornucopia conducts in-

depth research and analysis of organic agriculture and the organic industry, focusing on the production of and markets for eggs, dairy, poultry, beef, grain, and popular products, such as snack bars and plant-based beverages.

Monitoring and Reporting – Cornucopia monitors and provides formal comments on the regulatory processes surrounding the organic standards and actions of the National Organic Standards Board and National Organic Program; monitors accredited certifier compliance to the organic standards; and tracks developments in genetically modified foods and other impacts on organic food producers.

Management and General – Includes the functions necessary to maintain an equitable employment program; ensure an adequate working environment; provide coordination and articulation of Cornucopia's program strategy; secure proper administrative functioning of the board of directors; maintain competent legal services for program administration; and manage the financial and budgetary responsibilities of Cornucopia.

Fundraising – Provides the structure necessary to encourage and secure private financial contributions from individuals, foundations, cooperatives, and corporations.

L. Contributions, Gifts and Grants

As required by the FASB Accounting Standards Codification™ ASC 958, contributions are required to be recorded as receivables and revenues and the Organization is required to distinguish between contributions received for each net asset category in accordance with donor-imposed restrictions. Contributions may include gifts of cash, securities, collection items or promises to give.

Contributions, including unconditional promises to give, are recognized as revenues in the period received. Conditional promises to give—that is, those with a measurable performance or other barrier and right of return—are not recognized until the conditions on which they depend have been met. Contributions of assets other than cash are reported at their estimated fair value. Contributions to be received after one year are discounted at an appropriate discount rate commensurate with the risk involved, when such amounts are considered material. Support that is restricted by the donor is reported as an increase in net assets with donor restrictions until the restriction expires, at which time the assets are reclassified to net assets without donor restrictions. Contributions are considered available for unrestricted use unless specifically restricted by the donor.

M. Income Taxes

The Organization is exempt from federal income tax under IRC Section 501(c)(3). For the fiscal year ended December 31, 2023, there were no activities that require recognition or disclosure in the financial statements of material uncertain income tax liabilities.

N. Estimates

Management uses estimates and assumptions in preparing financial statements. Those estimates and assumptions affect the reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities, and the reported revenues and expenses. Actual results could differ from those estimates.

O. Concentrations of Credit Risk

The Organization's cash deposits and certificates of deposit have been placed with high credit financial institutions insured by the Federal Deposit Insurance Corporation (FDIC) up to \$250,000 at each bank. During the years ended December 31, 2023 and 2022, the total balance at a financial institution may exceed insured limits. The organization has not experienced, nor does it anticipate, any losses with respect to its deposit accounts.

P. Advertising Costs

The Organization expenses the costs of general advertising, promotion, and marketing programs at the time the costs are incurred.

Q. Recent Accounting Guidance

The Organization has adopted ASU No. 2018-08, Not-For-Profit Entities (Topic 958) Clarifying the Scope and Accounting Guidance for Contributions Received and Contributions Made. The new guidance helps distinguish if grants and contracts with resource providers are exchange transactions or contributions. Once a transaction is deemed to be a contribution, the ASU also provides guidance to help determine when a contribution is conditional and evaluates the possibility that a condition will not be met is remote. Unconditional contributions are recognized immediately and classified as either net assets with or without donor restrictions, while conditional contributions received are accounted for as a liability until the barriers to entitlement are overcome, at which point the transaction is recognized as unconditional and classified as either net assets with or without restrictions. The adoption of this standard for the year ended December 31, 2023 did not result in a change to the accounting for the Organization's revenue. Management believes the standard improves the usefulness and understandability of the Organization's financial reporting.

FASB ASU No. 2016-02 – Leases (Topic 842) is effective for the calendar year 2022. The standard requires lessees to recognize right-of-use assets and liabilities for most leases with terms longer than twelve months. The Organization has evaluated the impact of this standard on its financial statements and determined that it doesn't have any leases that meet the requirement to recognize a right-of-use asset and liability because the Organization doesn't have any long-term leases.

R. Reclassification

Certain reclassifications have been made to the 2022 financial statements in order to conform to the 2023 presentation. There were no changes to previously issued financial statements as a result of the reclassifications.

3. EMPLOYEE RETENTION TAX CREDIT

The Organization determined that it may be eligible for the Employee Retention Tax Credit as authorized under the Consolidated Appropriations Act for applicable quarters in 2021. Cornucopia has applied for this credit as a measure to mitigate the impact of the COVID-19 pandemic. An amount of \$194,148 of Employee Retention Tax Credit income was recorded for 2021, and the same amount was recorded as a receivable at December 31, 2021. This amount was received in 2022 and therefore no Employee Retention Tax Credit is owed as of December 31, 2023.

4. LIQUIDITY AND FUND AVAILABILITY

Cornucopia’s board of directors has designated net assets without donor restrictions in the Legacy Fund, to support long-term operations of Cornucopia. The following table reflects Cornucopia’s financial assets as of the dates of the statements of financial position reduced by amounts that are not available to meet cash needs for general expenditures within one year of the dates of the statements of financial position because of donor-imposed restrictions. As part of the Organization’s liquidity management, it has the policy to structure its financial assets to be available as its general expenditures, liabilities, and other obligations become due. The following is a quantitative disclosure that describes financial assets that are available within one year of December 31, 2023 and 2022, to fund general expenditures and other obligations as they become due: A summary of the total insured and uninsured cash balances as of December 31, 2023, and 2022 are as follows:

	2023	2022
Cash and cash equivalents	\$ 124,199	\$ 347,042
Investments	547,311	686,665
Grants receivable	70,125	118,387
Total financial assets	741,635	1,152,094
Less those unavailable for general expenditures:		
Due to board-designated Legacy Fund	(726,015)	(1,048,000)
Financial assets available to meet cash needs for general expenditures within one year	\$ 15,620	\$ 104,094

Financial assets not available for general expenditures included \$726,015 and \$1,048,000 respectively on December 31, 2023 and 2022 set aside to support long-term operations of Cornucopia. However, these board designated fund can be made available if necessary by board action. Cornucopia is substantially supported by contributions with and without donor restrictions. Because a donor’s restriction requires resources to be used in a particular manner or in a future period, Cornucopia must maintain sufficient resources to meet those responsibilities to its donors. Thus, financial assets may not be available for general expenditure within one year. As part of Cornucopia’s liquidity management, it has a policy to structure its financial assets to be available as its general expenditures, liabilities, and other obligations come due.

Bank accounts are insured by the Federal Deposit Insurance Corporation (FDIC) up to \$250,000. On December 31, 2023 and 2022, the Organization’s cash balances didn’t exceed the FDIC insurance limits as follows:

As of December 31, 2023 and 2022 the Organization’s cash balance didn't exceed the (FDIC) insurance limit.

5. GRANTS RECEIVABLE

Grants Receivable on December 31, 2023 and 2022 consist of the following:

	2023	2022
Grants Receivable	\$ 70,125	\$ 118,387
	\$ 70,125	\$ 118,387

6. INVESTMENTS

Investments as of December 31, 2023 and 2022, consisted of the following:

	<u>2023</u>	<u>2022</u>
Marketable securities	\$ 6,305	\$ 5,980
Certificate of deposits	541,006	680,685
	<u>\$ 547,311</u>	<u>\$ 686,665</u>

7. FAIR VALUE MEASUREMENTS

Fair value of Investments measured on a recurring basis, on December 31, 2023 and 2022 were as follows:

	<u>FAIR VALUE MEASUREMENTS 2023</u>			<u>Total</u>
	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	
Marketable securities	\$ 6,305	\$ -	\$ -	\$ 6,305
Certificate of deposits	541,006	-	-	541,006
	<u>\$ 547,311</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 547,311</u>
	<u>FAIR VALUE MEASUREMENTS 2022</u>			
	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total</u>
Marketable securities	\$ 5,980	\$ -	\$ -	\$ 5,980
Certificate of deposits	680,685	-	-	680,685
	<u>\$ 686,665</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 686,665</u>

Investments in marketable securities with readily determinable fair values and all investments in debt securities are reported at their fair values in the statements of financial position. Fair value was based on an unadjusted quoted price for identical assets in the active market as of the date of the financial statements. Unrealized gains and losses are included in the accompanying statements of activities.

8. DESIGNATION AND RESTRICTIONS OF NET ASSETS:

As of December 31, 2023 and 2022, net assets consisted of the following balances:

	<u>2023</u>	<u>2022</u>
Net Assets With Donor Restrictions	\$ -	\$ -
Net Assets Without Donor Restrictions	661,667	1,095,893
Total	<u>\$ 661,667</u>	<u>\$ 1,095,893</u>

9. ADVERTISING EXPENSES

Advertising and promotion costs for the years ended December 31, 2023 and 2022 were \$25,360 and \$748, respectively. These costs were expensed as incurred.

10. SUBSEQUENT EVENTS

Management has evaluated subsequent events through October 16, 2024, which is the date the financial statements were available to be issued. The Organization did not have any material recognizable subsequent events that would require adjustment to, or disclosure in, the financial statements.