NOVOGRADAC & COMPANY LLP®

Kristi Yamaguchi's Always Dream

Financial Statements with Report of Independent Auditors
June 30, 2025 and 2024

Report of Independent Auditors

To the Board of Directors of
Kristi Yamaguchi's Always Dream:

Opinion

We have audited the accompanying financial statements of Kristi Yamaguchi's Always Dream (a nonprofit organization), which comprise the statements of financial position as of June 30, 2025 and 2024, 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 Kristi Yamaguchi's Always Dream as of June 30, 2025 and 2024, 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 Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of Kristi Yamaguchi's Always Dream 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 these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes 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 Kristi Yamaguchi's Always Dream's ability to continue as a going concern within one year after the date that 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 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 Kristi Yamaguchi's Always Dream'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 Kristi Yamaguchi's Always Dream's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control related matters that we identified during the audit.

Novogradac & Company LLP

San Francisco, California
January 8, 2026

KRISTI YAMAGUCHI'S ALWAYS DREAM
STATEMENTS OF FINANCIAL POSITION
JUNE 30, 2025 AND 2024

	2025	2024
ASSETS		
Cash and cash equivalents	$ 766,849	$ 607,638
Investments	2,229,395	1,837,512
Beneficial interest	694,107	730,627
Promises to give, net	268,832	329,959
Purchased school supplies	108,102	32,605
Prepaids and deposits	320,222	388,355
Total assets	$ 4,387,507	$ 3,926,696
LIABILITIES AND NET ASSETS		
Accounts payable and accrued expenses	$ 82,397	$ 47,922
Deferred revenue	16,600	87,450
Total liabilities	98,997	135,372
NET ASSETS		
Without donor restrictions		
Board designated reserve and growth fund	1,382,952	1,382,952
Available for operations	1,407,218	1,180,085
Total net assets without donor restrictions	2,790,170	2,563,037
With donor restrictions	1,498,340	1,228,287
Total net assets	4,288,510	3,791,324
Total liabilities and net assets	$ 4,387,507	$ 3,926,696

KRISTI YAMAGUCHI'S ALWAYS DREAM
STATEMENTS OF ACTIVITIES AND CHANGES IN NET ASSETS
FOR THE YEARS ENDED JUNE 30, 2025 AND 2024

	2025			2024		
	Without Donor Restrictions	With Donor Restrictions	Total	Without Donor Restrictions	With Donor Restrictions	Total
REVENUE AND OTHER SUPPORT, EXCLUDING FUNDRAISING EVENTS						
Grants and contributions	$ 912,672	$ 793,403	$ 1,706,075	$ 828,826	$ 512,604	$ 1,341,430
School district services	542,350	-	542,350	297,700	-	297,700
Interest and dividends, net of investment fees	53,656	-	53,656	49,191	-	49,191
Realized (loss) gain on investment	8,473	-	8,473	(491)	-	(491)
Unrealized gain on investment	111,667	-	111,667	137,636	-	137,636
Other income	1,068	-	1,068	6,171	-	6,171
Contributed services and in-kind contributions	179,206	-	179,206	203,945	-	203,945
Net assets released from restrictions	523,350	(523,350)	-	137,720	(137,720)	-
Total revenue and other support, excluding fundraising events	2,332,442	270,053	2,602,495	1,660,698	374,884	2,035,582
EXPENDITURES						
Program services expense						
Program services - in-kind	70,292	-	70,292	105,753	-	105,753
Program services - general	1,532,978	-	1,532,978	1,195,194	-	1,195,194
Total program expenses	1,603,270	-	1,603,270	1,300,947	-	1,300,947
Supporting services expenses						
Management	290,793	-	290,793	207,816	-	207,816
Fundraising	486,341	-	486,341	429,924	-	429,924
Total supporting services expenses	777,134	-	777,134	637,740	-	637,740
Total expenditures, excluding fundraising events	2,380,404	-	2,380,404	1,938,687	-	1,938,687
Change in net assets before fundraising events	(47,962)	270,053	222,091	(277,989)	374,884	96,895
Revenue from fundraising events	738,962	-	738,962	720,609	-	720,609
Expenditures from fundraising events	(463,867)	-	(463,867)	(392,249)	-	(392,249)
Change in net assets from fundraising events	275,095	-	275,095	328,360	-	328,360
CHANGE IN NET ASSETS	227,133	270,053	497,186	50,371	374,884	425,255
NET ASSETS AT BEGINNING OF YEAR	2,563,037	1,228,287	3,791,324	2,512,666	853,403	3,366,069
NET ASSETS AT END OF YEAR	$ 2,790,170	$ 1,498,340	$ 4,288,510	$ 2,563,037	$ 1,228,287	$ 3,791,324

KRISTI YAMAGUCHI'S ALWAYS DREAM

STATEMENTS OF FUNCTIONAL EXPENSES

FOR THE YEARS ENDED JUNE 30, 2025 AND 2024

	2025				2024			
EXPENDITURES	Program Services	Management	Fundraising	Total	Program Services	Management	Fundraising	Total
General expenses								
Program expenses	$ 469,886	$ -	$ -	$ 469,886	$ 281,818	$ -	$ -	$ 281,818
Grants	27,725	-	-	27,725	29,648	-	-	29,648
	497,611	-	-	497,611	311,466	-	-	311,466
Contributed services in-kind	70,292	-	108,914	179,206	105,753	-	98,192	203,945
General and administrative	68,787	28,207	64,385	161,379	49,819	20,192	53,881	123,892
Fundraising	-	-	257,133	257,133	-	-	214,183	214,183
Wages and services	920,042	144,556	467,260	1,531,858	747,668	68,027	402,821	1,218,516
Legal and professional	15,782	110,648	31,845	158,275	47,300	114,946	30,091	192,337
Travel and meetings	19,442	2,604	16,088	38,134	18,113	4,030	19,308	41,451
Insurance	11,314	1,346	4,583	17,243	8,475	621	3,697	12,793
Taxes	-	3,432	-	3,432	12,353	-	-	12,353
	1,105,659	290,793	950,208	2,346,660	989,481	207,816	822,173	2,019,470
Total expenditures	$ 1,603,270	$ 290,793	$ 950,208	$ 2,844,271	$ 1,300,947	$ 207,816	$ 822,173	$ 2,330,936
Less: Expenses included with revenues on the statement of activities								
Fundraising events expenses	-	-	(463,867)	(463,867)	-	-	(392,249)	(392,249)
Total expenses included in the expense section on the statement of activities	$ 1,603,270	$ 290,793	$ 486,341	$ 2,380,404	$ 1,300,947	$ 207,816	$ 429,924	$ 1,938,687

KRISTI YAMAGUCHI'S ALWAYS DREAM

STATEMENTS OF CASH FLOWS

FOR THE YEARS ENDED JUNE 30, 2025 AND 2024

	2025	2024
CASH FLOWS FROM OPERATING ACTIVITIES		
Change in net assets	$ 497,186	$ 425,255
Adjustments to reconcile change in net assets to		
net cash provided by (used in) operating activities:		
Unrealized gain on investments, net	(111,667)	(137,636)
Unrealized gain on beneficial interest	(63,480)	(92,645)
(Increase) decrease in assets:		
Beneficial interest	100,000	75,000
Promises to give	61,127	(241,159)
Purchased school supplies	(75,497)	(1,000)
Prepaids and deposits	68,133	(355,087)
Increase (decrease) in liabilities:		
Accounts payable and accrued expenses	34,475	(9,286)
Deferred revenue	(70,850)	54,250
Net cash provided by (used in) operating activities	439,427	(282,308)
CASH FLOWS FROM INVESTING ACTIVITIES		
Net (purchase of) proceeds from investments	(280,216)	256,942
Net cash (used in) provided by investing activities	(280,216)	256,942
Net change in cash and cash equivalents	159,211	(25,366)
Cash and cash equivalents at beginning of year	607,638	633,004
Cash and cash equivalents at end of year	$ 766,849	$ 607,638

1. Organization

Kristi Yamaguchi's Always Dream (the "Organization"), formerly known as the Always Dream Foundation, is a Nevada not-for-profit organization formed in 1996. The mission of the Organization is to ensure that students from low-income households have access to high-quality books in the home environment and extensive family engagement support. The Organization's "Always Reading" program focuses on engaging families of pre-kindergarten, transitional kindergarten, and kindergarten students to read with their child at home. The program provides each student with an e-tablet, curated digital children's library, and hard copy books. Families are supported by a "Book Coach" who provides training, education, and accountability to encourage families to read regularly with their children.

2. Summary of significant accounting policies

Basis of accounting
The Organization prepares its financial statements on the accrual basis of accounting consistent with accounting principles generally accepted in the United States of America.

Basis of presentation
The Organization is required to report information regarding its financial position and activities according to the following net asset classifications:

Net assets without donor restrictions: Net assets that are not subject to donor-imposed restrictions and may be expended for any purpose in performing the primary objectives of the Organization. These net assets may be used at the discretion of the Organization's management and the board of directors.

Board designated reserve and growth fund: represents a reserve established by the Board of Directors to create long-term stability for the furtherance of the Organization's program and growth objectives.

Available for operations: represents unrestricted funds available for operating activities, including at least 6 months of operating expenses.

Net assets with donor restrictions: Net assets subject to stipulations imposed by donors and grantors. Some donor restrictions are temporary in nature, which will be met by actions of the Organization or by the passage of time. Other donor restrictions are perpetual in nature, whereby the donor has stipulated the funds be maintained in perpetuity.

Donor restricted contributions are reported as increases in net assets with donor restrictions. When a restriction expires, net assets are reclassified from net assets with donor restrictions to net assets without donor restrictions in the statement of activities.

Estimates
The preparation of financial statements in accordance with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the amounts reported in the financial statements and accompanying notes. Actual results could differ from those estimates.

2. Summary of significant accounting policies (continued)

Cash and cash equivalents
Cash and cash equivalents include all cash balances on deposit with financial institutions and highly liquid investments with a maturity of ninety days or fewer at the date of acquisition.

Concentration of credit risk
The Organization maintains its cash in bank deposit accounts which, at times, may exceed federally insured limits. The Organization has not experienced any losses in such accounts. The Organization believes it is not exposed to any significant credit risk on cash and cash equivalents.

The Organization's beneficial interest of $694,107 and $730,627 as of June 30, 2025 and 2024, respectively, is from a single donor. There is a risk that the donor may not fulfill its promise to give and that the majority of the receivable would be uncollectible.

Promises to give
Contributions are recognized when the donor makes a promise to give to the Organization that is, in substance, unconditional. These are recorded at fair value and revalued annually.

Management closely monitors outstanding balances and provides for probable uncollectible amounts through a charge to earnings and a credit to a valuation allowance based on its assessment of the current status of individual accounts. Balances that remain outstanding after management has used reasonable collection efforts are generally written off through a charge to the valuation allowance and a credit to promises to give. As of June 30, 2025 and 2024, the balance of the allowance for doubtful accounts was $0.

Beneficial interest in trust
The Organization is the beneficiary of an irrevocable trust. Upon establishment of the trust and ownership assigned to the Organization during the year ended December 31, 2017, the Organization's interest was recorded as a contribution at its net present value based on the fair value of the trust. Subsequent to the receipt of such trusts, the Organization's interest in the trust is adjusted to the market value with a corresponding offset to unrealized gain or loss. The fair value of the trust assets at June 30, 2025 and 2024 was $694,107 and $730,627, respectively.

Realized gains or losses on the sale of marketable securities are calculated using the average cost method. Unrealized gains and losses represent the change in the fair market value of the individual investments for the year or since the acquisition date if acquired during the year.

Investments
Investment purchases and sales are accounted for on a trade-date basis. Realized gains and losses are calculated based upon the underlying cost of individual lots. Interest income is recorded when earned and dividends are recorded on the ex-dividend date.

Investments are made according to the finance policy adopted by the Organization's Board of Directors. The guidelines provide for investment in equities, fixed income, and other securities with performance measured against appropriate indices. Outside advisors are utilized by the Organization for the purpose of providing investment and consulting advice.

2. Summary of significant accounting policies (continued)

Investments (continued)
Investment securities, in general, are exposed to various risks, such as interest rate, credit, and overall market volatility. Due to the level of risk associated with certain long-term investments, it is reasonably possible that changes in the values of these investments will occur in the near term and that such changes could materially affect the amounts reported in the statement of financial position.

Investments in marketable securities are at fair value. Unrealized gains and losses are measured based on the closing trading price of securities as of June 30, 2025 and 2024. Realized gains and losses on partial sales of securities with more than one purchase lot are calculated on the first-in, first-out method.

Fair value measurements
The Organization applies the accounting provisions related to fair value measurements. These provisions define 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, establish a hierarchy that prioritizes the information used in developing fair value estimates and require disclosure of fair value measurements by level within the fair value hierarchy. The hierarchy gives the highest priority to quoted prices in active markets (Level 1 measurements) and the lowest priority to unobservable data (Level 3 measurements), such as the reporting entity’s own data. These provisions also provide valuation techniques, such as the market approach (comparable market prices), the income approach (present value of future income or cash flows) and the cost approach (cost to replace the service capacity of an asset or replacement cost).

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. The three levels of valuation hierarchy are defined as follows:

Level 1: Observable inputs such as quoted prices (unadjusted) for identical assets or liabilities in active markets.

Level 2: Inputs other than quoted prices for similar assets and liabilities in active markets, and inputs that are observable for the asset or liability, either directly or indirectly, for substantially the full term of the financial instrument.

Level 3: Unobservable inputs that reflect the Organization’s own assumptions.

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 maximize the use of relevant observable inputs and minimize the use of unobservable inputs.

2. Summary of significant accounting policies (continued)

Fair value measurements (continued)
The carrying amounts for financial instruments consisting of cash and cash equivalents, accounts payable and accrued liabilities, approximate fair value due to their short maturities. Marketable securities and investments are stated at their fair values.

The following is a description of the valuation methodologies used for fair value measurement of investments:

Mutual Funds: Valued at the daily closing price as reported by the fund. Mutual funds held by the Organization are open-end mutual funds that are registered with the U.S. Securities and Exchange Commission. The mutual funds held by the Organization are deemed to be actively traded.

Beneficial Interest: Valued at market value of the trust assets held pursuant to the ownership assigned to the Organization, based on unobservable inputs and the organization's own assumptions.

The methods described above may generate a fair value calculation that may not be indicative of net realizable value or future fair values. While the Organization believes the valuation methodologies used are appropriate, the use of different methodologies or assumptions in calculating fair value could result in different amounts.

The following table presents the Organization's assets and liabilities that are measured and recognized at fair value on a recurring basis classified under the appropriate level of the fair value hierarchy as of June 30, 2025:

	Level 1	Level 2	Level 3	Fair Value Measurements
Without donor restrictions				
Mutual funds	$ 1,893,832	$ -	$ -	$ 1,893,832
Government bonds	141,442	-	-	141,442
Corporate bonds	96,759	-	-	96,759
Total - unrestricted	2,132,033	-	-	2,132,033
With donor restrictions				
Mutual funds	97,362	-	-	97,362
Total - restricted	97,362	-	-	97,362
Total – all investments	2,229,395	-	-	2,229,395
Beneficial interest	-	-	694,107	694,107
Total	$ 2,229,395	$ -	$ 694,107	$ 2,923,502

2. Summary of significant accounting policies (continued)

Fair value measurements (continued)
The following table presents the Organization's assets and liabilities that are measured and recognized at fair value on a recurring basis classified under the appropriate level of the fair value hierarchy as of June 30, 2024:

	Level 1	Level 2	Level 3	Fair Value Measurements
Without donor restrictions				
Mutual funds	$ 1,549,594	$ -	$ -	$ 1,549,594
Government bonds	132,153	-	-	132,153
Corporate bonds	65,889	-	-	65,889
Total - unrestricted	1,747,636	-	-	1,747,636
With donor restrictions				
Mutual funds	89,876	-	-	89,876
Total - restricted	89,876	-	-	89,876
Total – all investments	1,837,512	-	-	1,837,512
Beneficial interest	-	-	730,627	730,627
Total	$ 1,837,512	$ -	$ 730,627	$ 2,568,139

The Organization does not have any liabilities that are required to be measured at fair value as of June 30, 2025 and 2024. In addition, there were no transfers between any levels during the years ended June 30, 2025 and 2024.

The following table presents additional information about Level 3 assets measured at fair value for the years ended June 30, 2025 and 2024:

	2025	2024
Cash released from beneficial interest	$100,000	$75,000
Unrealized gain (loss) on beneficial interest, net	$63,480	$92,645

Deferred event revenue
Deferred event revenue is comprised mainly of unearned revenue related to events not yet held for which the Organization has received sponsorship payments in advance and earns revenue when the Organization holds the event. Deferred event revenue is included in liabilities on the statement of financial position.

Impairment of long-lived assets
The Organization reviews its long-lived assets for impairment whenever events or changes in circumstances indicate that the carrying value of the asset may not be recoverable. Recoverability is measured by a comparison of the carrying amount of the asset to the future net undiscounted cash flows expected to be generated and any estimated proceeds from the eventual disposition. If the long-lived assets are considered to be impaired, the impairment to be recognized is measured at the amount by which the carrying amount of the asset exceeds the fair value as determined from an appraisal, discounted cash flow analysis, or other valuation technique. There were no impairment losses recognized during the years ended June 30, 2025 and 2024.

2. Summary of significant accounting policies (continued)

Purchased school supplies
Purchased school supplies are primarily comprised of books and tablets to be donated to or used in literacy programs and are stated at cost on a first in/first out basis.

Income taxes
The Organization is exempt from Federal and California state income taxes under Section 501(c)(3) of the Internal Revenue Code and related California code section. An organization exempt from taxes pursuant to these code sections is taxed only on unrelated business income. The Organization does not have unrelated business income for the years ended June 30, 2025 and 2024 and, accordingly, no provision for income taxes has been reflected in the financial statements.

The Organization follows the accounting standard that establishes for all entities, including not-for-profit entities, a threshold for financial statement recognition of positions taken in filing tax returns (including whether an entity is taxable in a particular jurisdiction) and requires certain expanded tax disclosures. Management has evaluated the tax positions of the Organization and concluded that the Organization has taken no uncertain tax positions that require adjustments to and/or disclosures in the financial statements.

Revenue recognition
Contributions and grants are recognized when cash, securities or other assets, an unconditional promise to give, grants, or notification of a beneficial interest, are received and are recorded as net assets without donor restrictions or net assets with donor restrictions, depending on the existence and/or nature of any donor restrictions. Contributions and grants that are restricted by the donor are reported as an increase in net assets without donor restrictions if the restriction expires in the reporting period in which the support is recognized. All other donor-restricted contributions and grants are reported as an increase in net assets with donor restrictions and when the restriction expires (that is, when a stipulated time restriction ends or purpose restriction is accomplished), are reclassified to net assets without donor restrictions and reported in the statement of activities as net assets released from restrictions. Conditional promises to give, that is, those with a measurable performance or other barriers, and a right of return, are not recognized until the conditions on which they depend have been substantially met. School district services revenue is comprised of unearned revenue related to events not yet held for which the Organization has received sponsorship payments in advance and earns revenue when the Organization holds the event.

Contributed services and in-kind contributions
Contributions of services are recognized if the services received create nonfinancial assets or require specialized skills, are provided by individuals possessing those skills and would typically need to be purchased if not provided by donation.

A number of volunteers have donated their time to advance the program objectives. No amounts have been recognized in the accompanying financial statements for donated services from the Board of Directors and its legal counsel since no objective basis is available for the value of such services or was provided to the Organization.

2. Summary of significant accounting policies (continued)

Contributed services and in-kind contributions (continued)
Program expenses in-kind are as follows for the years ended June 30, 2025 and 2024:

	2025	2024
Events		
Auction	$ 100,228	$ 93,992
Food	-	4,200
Travel	-	7,500
Technology	-	10,000
Entertainment	8,686	-
Total	108,914	115,692
Literacy program		
School supplies	70,292	80,274
Rent	-	7,979
	$ 179,206	$ 203,945

Functional expenses
The costs of sponsoring the various programs and other activities are summarized on a functional basis in the statement of functional expenses. Accordingly, costs have been allocated among the programs and supporting services benefited. Expenses are allocated between program services, management and fundraising using the following methodologies:

Expense	Method of Allocation
Program expenses	Direct
Grants	Direct
Contributed services in-kind	Direct
General and administrative	Direct and full time equivalent
Fundraising	Direct
Wages and services	Time/effort assessment, direct and full time equivalent
Legal and professional	Direct and full time equivalent
Travel and meetings	Direct
Insurance	Full time equivalent
Taxes	Direct

Leases
The Organization entered into a lease for its office. Pursuant to the guidance for accounting for leases, the Organization accounts for the lease as an operating lease (see Note 7).

The Organization determines if an arrangement is a lease at inception. An arrangement is a lease if the arrangement conveys a right to direct the use of and to obtain substantially all of the economic benefits from the use of an asset for a period of time in exchange for consideration.

2. Summary of significant accounting policies (continued)

Leases (continued)
The lease terms may include options to extend or terminate the lease when it is reasonably certain that the Organization will exercise that option. The lease agreement does not contain any material residual value guarantees or material restrictive covenants. Lease expense for lease payments is recognized on a straight-line basis over the lease term.

With respect to office leases, FASB ASC 842 did not have a material impact on the financial statements.

Subsequent events
Subsequent events have been evaluated through January 8, 2026, which is the date the financial statements were available to be issued, and there are no subsequent events requiring disclosure.

3. Liquidity and availability of financial assets

The Organization's financial assets available within one year of the statement of financial position date for general expenditures are:

	2025	2024
Total assets at year-end:	$ 4,387,507	$ 3,926,696
Less: Nonfinancial assets		
Purchased school supplies	108,102	32,605
Prepaid expenses and deposits	320,222	388,355
Financial assets	3,959,183	3,505,736
Less: Those unavailable for general expenditure within one year due to		
Time restrictions	1,423,340	1,153,287
Donor restrictions	75,000	75,000
Financial assets available to meet general expenditures over the next twelve months	$ 2,460,843	$ 2,277,449

The Organization's goal is generally to maintain financial assets to meet 90 days of operating expenses. As part of its liquidity plan, excess cash is invested in short-term investments, including money market accounts and certificates of deposit.

4. Related party transactions

The Organization received donations from its board members totaling $240,750 and $211,776 during the years ended June 30, 2025 and 2024, respectively:

	2025	2024
Kristi Yamaguchi (director, chairperson)	$ 31,565	$ 31,845
Mark McCaffrey (director, president)	50,000	12,100
Nadyne Orona (director)	56,570	49,171
Kristen Correll (director)	12,600	22,000
Kara Okamoto (director)	17,860	21,580
Jeffrey Ting (director)	38,854	27,210
Other donations	33,301	47,870
Total received donations	$ 240,750	$ 211,776

5. Investments

Investments are comprised of the following as of June 30, 2025 and 2024:

	2025	2024
ETPs, mutual funds, exchange-traded closed-end funds and interval funds	$ 1,991,194	$ 1,639,470
Corporate Bonds	96,759	65,889
Government Bonds	141,442	132,153
Total investments	$ 2,229,395	$ 1,837,512

The following schedule summarizes the investment return and its classification in the statement of activities for the years ended June 30, 2025 and 2024:

	2025	2024
Unrealized gain	$ 111,667	$ 137,636
Interest and dividends	64,444	60,596
Total fees	(10,788)	(11,405)
Capital gain (loss), net	8,473	(491)
Total investment income	$ 173,796	$ 186,336

6. Promises to give, net

Promises to give, net consist of the following as of June 30, 2025 and 2024:

	2025	2024
Total promises to give, due in less than one year	$ 268,832	$ 329,959
Less: allowance for bad debt	-	-
Promises to give, net due in less than one year	$ 268,832	$ 329,959

6. Promises to give, net (continued)

In 2017, the Organization was named the beneficiary of an irrevocable trust. Funds from the trust are anticipated to be distributed following a distribution guideline, where the amount of each distribution will be a fraction of the balance remaining in the fund, equal to the reciprocal of the number of years remaining until a specified anniversary, which was initially presumed to be the 10th or 15th anniversary, or one in between. As of June 30, 2025 and 2024, the balance due from the trust in more than five years was $694,107 and $730,627, respectively.

7. Lease commitments

In 2018, the Organization extended its office lease to begin on August 1, 2018 for an additional term of three years, through July 31, 2021. Annual rent is subject to CPI increases, with a minimum rent increase of 3% and a maximum increase of 8%. On April 27, 2021, the lease was further extended for an additional term of three years, through July 31, 2024. On June 27, 2024, the lease was further extended for an additional term of three years, through July 31, 2027.

On April 12, 2023, the Organization entered into an office lease with 1150 South King Street LLC. The term of the lease commenced on May 1, 2023, and the lease initially matured on April 30, 2024, and was extended to April 30, 2026. There is no base rent during the term of the lease.

Rent expense was $32,718 and $32,582 for the years ended June 30, 2025 and 2024, respectively, and is included in general and administrative on the statement of functional expenses.

Future minimum base lease payments under are as follows:

2026	$ 22,463
2027	23,137
	$ 45,600

8. Net assets with donor restrictions

Net assets with donor restrictions consist of the following as of June 30, 2025 and 2024:

	2025	2024
Restricted by donor, in perpetuity	$ 75,000	$ 75,000
Time restrictions	1,423,340	1,153,287
Total net assets with donor restrictions	$ 1,498,340	$ 1,228,287