Institute for Jewish Spirituality™

Cultivating Mindfulness. Deepening Connection. Enlivening Jewish Life.

Institute for Jewish Spirituality, Inc.

Financial Statements

(Together with Independent Auditors' Report)

For the Years Ended June 30, 2023 and 2022

INSTITUTE FOR JEWISH SPIRITUALITY, INC.

FINANCIAL STATEMENTS
(Together with Independent Auditors' Report)

FOR THE YEARS ENDED JUNE 30, 2023 AND 2022

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INDEPENDENT AUDITORS' REPORT

The Board of Directors
Institute for Jewish Spirituality, Inc.
New York, NY

Opinion

We have audited the financial statements of the Institute for Jewish Spirituality, Inc. (the "Institute"), which comprise the statements of financial position as of June 30, 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 accompanying financial statements present fairly, in all material respects, the financial position of the Institute as of June 30, 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 ("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 the Institute 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.

Change in Accounting Principle

As discussed in Note 2L to the financial statements, the Institute changed its method of accounting for leases as a result of the adoption of Accounting Standards Codification Topic 842, *Leases,* effective July 1, 2022, under the modified retrospective transition method. Our opinion is not modified with respect to this matter.

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 Institute's ability to continue as a going concern for 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 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.

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In performing an audit in accordance with GAAS, we:

- Exercise professional judgment and maintain professional skepticism throughout the audits.

- 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 audits 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 Institute'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 Institute'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.

Mayer Hoffman McCann CPAs

New York, NY
May 15, 2024

INSTITUTE FOR JEWISH SPIRITUALITY, INC.
STATEMENTS OF FINANCIAL POSITION
AS OF JUNE 30, 2023 AND 2022

	2023	2022
ASSETS		
Cash and cash equivalents (Notes 2C and 11B)	$ 550,369	$ 555,154
Grants and pledges receivable, net (Notes 2D, 2E, 4 and 11A)	1,727,318	1,611,660
Accounts receivable (Notes 2E and 2F)	-	9,394
Investments (Notes 2I and 8)	347,205	305,422
Prepaid expenses and other assets	76,340	75,256
Operating lease right-of-use asset (Notes 2L and 10)	114,486	-
Property and equipment, net (Notes 2G and 5)	102,936	196,493
TOTAL ASSETS	$ 2,918,654	$ 2,753,379
LIABILITIES		
Accounts payable and accrued expenses	$ 371,397	$ 251,062
Deferred revenue (Note 2F)	116,372	70,685
Deferred rent (Note 2H)	-	864
Operating lease liability (Notes 2L and 10)	116,287	-
TOTAL LIABILITIES	604,056	322,611
COMMITMENTS AND CONTINGENCIES (Note 6)		
NET ASSETS (Note 2B)		
Without donor restrictions	272,343	503,507
With donor restrictions (Note 7)	2,042,255	1,927,261
TOTAL NET ASSETS	2,314,598	2,430,768
TOTAL LIABILITIES AND NET ASSETS	$ 2,918,654	$ 2,753,379

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

INSTITUTE FOR JEWISH SPIRITUALITY, INC.
STATEMENTS OF ACTIVITIES
FOR THE YEARS ENDED JUNE 30, 2023 AND 2022

	For the Year Ended June 30, 2023			For the Year Ended June 30, 2022		
	Without Donor Restrictions	With Donor Restrictions	Total 2023	Without Donor Restrictions	With Donor Restrictions	Total 2022
REVENUE AND OTHER SUPPORT						
Contributions and grants (Notes 2D and 11A)	$ 1,450,174	$ 1,391,250	$ 2,841,424	$ 1,561,435	$ 1,687,820	$ 3,249,255
Program service revenue (Note 2F)	980,021	-	980,021	610,910	-	610,910
Investment activity (Note 8)	12,298	-	12,298	30,996		30,996
Other revenue (Note 9)	2,725	-	2,725	454,260	-	454,260
Net assets released from restrictions (Notes 2B and 7)	1,276,256	(1,276,256)	-	798,900	(798,900)	-
TOTAL REVENUE AND OTHER SUPPORT	3,721,474	114,994	3,836,468	3,456,501	888,920	4,345,421
EXPENSES (Note 2J):						
Program Services	2,620,494	-	2,620,494	2,112,745	-	2,112,745
Supporting Services						
Management and General	757,285	-	757,285	391,466	-	391,466
Fundraising	574,859	-	574,859	489,499	-	489,499
Total Supporting Services	1,332,144	-	1,332,144	880,965	-	880,965
TOTAL EXPENSES	3,952,638	-	3,952,638	2,993,710	-	2,993,710
CHANGE IN NET ASSETS	(231,164)	114,994	(116,170)	462,791	888,920	1,351,711
Net Assets - beginning of year	503,507	1,927,261	2,430,768	40,716	1,038,341	1,079,057
NET ASSETS - END OF YEAR	$ 272,343	$ 2,042,255	$ 2,314,598	$ 503,507	$ 1,927,261	$ 2,430,768

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

INSTITUTE FOR JEWISH SPIRITUALITY, INC.
STATEMENTS OF FUNCTIONAL EXPENSES
FOR THE YEARS ENDED JUNE 30, 2023 AND 2022

	For the Year Ended June 30, 2023				For the Year Ended June 30, 2022			
	Program	Management and General	Fundraising	Total 2023	Program	Management and General	Fundraising	Total 2022
Salaries	$ 1,269,154	$ 377,926	$ 383,566	$ 2,030,646	$ 1,100,654	$ 249,017	$ 343,643	$ 1,693,314
Payroll taxes and employee benefits (Note 12)	206,464	61,480	62,398	330,342	160,630	36,342	50,151	247,123
Total Salaries and Related Costs	1,475,618	439,406	445,964	2,360,988	1,261,284	285,359	393,794	1,940,437
Professional fees	619,846	205,517	60,205	885,568	329,218	49,227	27,310	405,755
Occupancy (Notes 2H and 10)	50,111	14,922	15,144	80,177	60,324	13,648	18,834	92,806
Travel and meetings	250,832	55,301	32,109	338,242	233,212	9,331	12,876	255,419
Office expense	81,982	16,727	16,977	115,686	67,050	15,170	20,937	103,157
Insurance, fees and other	48,026	7,777	4,460	60,263	67,578	11,688	15,748	95,014
Miscellaneous	-	644	-	644	-	1,717	-	1,717
Bad debt	-	2,884	-	2,884	-	3,659	-	3,659
Depreciation and amortization (Note 5)	94,079	14,107	-	108,186	94,079	1,667	-	95,746
TOTAL EXPENSES	$ 2,620,494	$ 757,285	$ 574,859	$ 3,952,638	$ 2,112,745	$ 391,466	$ 489,499	$ 2,993,710

INSTITUTE FOR JEWISH SPIRITUALITY, INC.
STATEMENTS OF CASH FLOWS
FOR THE YEARS ENDED JUNE 30, 2023 AND 2022

	2023	2022
CASH FLOWS FROM OPERATING ACTIVITIES:		
Change in net assets	$ (116,170)	$ 1,351,711
Adjustments to reconcile change in net assets to net cash provided by operating activities:		
Forgiveness of Paycheck Protection Program loan	-	(450,889)
Operating lease right-of-use assets amortization	57,312	-
Depreciation and amortization expense	108,186	95,746
Net realized and unrealized gain on investments	(10,959)	(30,624)
Bad debt expense	2,884	3,659
Subtotal	41,253	969,603
Changes in operating assets and liabilities:		
(Increase) decrease in assets:		
Grants and pledges receivable	(115,658)	(862,435)
Accounts receivable	6,510	17,277
Prepaid expenses and other assets	(1,084)	(36,882)
Increase (decrease) in liabilities:		
Accounts payable and accrued expenses	120,335	66,415
Operating lease liability	(55,511)	-
Deferred revenue	45,687	66,285
Deferred rent	(864)	(8,211)
Net Cash Provided by Operating Activities	40,668	212,052
CASH FLOWS FROM INVESTING ACTIVITIES:		
Purchase of property and equipment	(14,629)	(10,000)
Purchases of investments	(31,638)	-
Proceeds from sale of investments	814	30,344
Net Cash Used in Investing Activities	(45,453)	20,344
NET (DECREASE) INCREASE IN CASH AND CASH EQUIVALENTS	(4,785)	232,396
Cash and cash equivalents - beginning of year	555,154	322,758
CASH AND CASH EQUIVALENTS - END OF YEAR	$ 550,369	$ 555,154
Supplemental Disclosure of Cash Flow Information:		
Non-cash financing activity:		
Forgiveness of Paycheck Protection Program loan	$ -	$ 450,889

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

NOTE 1 – ORGANIZATION AND NATURE OF ACTIVITIES

Institute for Jewish Spirituality, Inc. (the "Institute") is a non-profit corporation that was incorporated on May 14, 2003. The Institute for Jewish Spirituality's mission is to develop and teach Jewish spiritual practices so that individuals and communities may experience greater awareness, purpose, and interconnection. The Institute is registered in New York and is exempt from federal income tax under Section 501(c)(3) of the U.S. Internal Revenue Code ("IRC") and from state and local taxes under comparable laws. The Institute's support comes primarily from contributions and grants and program service fees.

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. ***Basis of Accounting –*** The Institute prepares its financial statements using the accrual basis of accounting. The Institute adheres to accounting principles generally accepted in the United States of America ("U.S. GAAP").

B. ***Net Assets –*** Net assets and revenues 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 – represents net assets not subject to donor-imposed stipulations that are available for the general support of the Institute's operations.

   Net Assets With Donor Restrictions – represents gifts of cash and other assets received with donor stipulations that limit the use of donated assets, including requirements to hold assets in perpetuity. When a donor restriction expires or a purpose of the restriction is accomplished or endowment assets are appropriated for expenditures, net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the accompanying statements of activities as net assets released from restrictions.

C. ***Cash and Cash Equivalents –*** Cash equivalents include all highly liquid instruments purchased with maturities of 90 days or less, except for cash equivalents held as part of the Institute's investment portfolio.

D. ***Contributions and Grants –*** Contributions and grants are nonexchange transactions and accounted for under Financial Accounting Standards Board ("FASB") Accounting Standards Codification ("ASC") Topic 958. Contributions and grants are recognized as revenue when barriers within grants are overcome and there is no right of return or release from obligations. Unconditional promises to give are recognized as revenues in the appropriate category of net assets in the period received. Unconditional promises to give that are expected to be collected within one year are recorded at net realizable value. Unconditional promises to give that are expected to be collected in future years are recorded at the present value of their estimated future cash flows, if material. The discounts on those amounts are computed using risk adjusted interest rates applicable to the years in which the promises are received.

E. ***Allowance for Doubtful Accounts –*** The Institute bases its allowance for doubtful accounts on its historical loss experience considering the age of its receivables and other factors. Pledges receivable and accounts receivable are written off against the allowance for doubtful accounts when all reasonable collection efforts have been exhausted. The allowance for doubtful grants and pledges receivable as of June 30, 2023 and 2022 amounted to $0 and $3,200, respectively.

F. ***Program Service Revenue –*** Program service revenue consists of fees for retreats and other programs that are paid by participants. The Institute recognizes this revenue under FASB ASC Topic 606, *Revenue from Contracts with Customers*. Revenue is reported at the amount that reflects the consideration to which the Institute expects to be entitled in exchange for providing the contracted services. Performance obligations are determined based on the nature of the services provided by the Institute in accordance with the agreement. Revenue for performance obligations is recognized at the point in time the services are provided.

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

The Institute's performance obligations are primarily satisfied at a point in time during the fiscal year. The performance obligations for these contracts are completed when the service is completed. The Institute determines the transaction price based on the agreed-upon program fees. Amounts collected before performance obligations are satisfied are reflected as deferred revenue on the accompanying statements of financial position. The beginning and ending contract balances related to program revenue were as follows as of June 30:

	2023	2022	2021
Deferred revenue	$ 116,372	$ 70,685	$ 4,400
	$ 116,372	$ 70,685	$ 4,400

	2023	2022	2021
Accounts receivable	$ -	$ 9,394	$ 26,671
	$ -	$ 9,394	$ 26,671

G. ***Property and Equipment*** **–** The Institute capitalizes property and equipment having a cost of $1,000 or more and a useful life of one year or more. Depreciation and amortization is recognized using the straight-line method over the estimated useful lives of the respective assets.

H. ***Deferred Rent*** **–** The Institute leases real property. For the years ended June 30, 2023 and 2022, the Institute recorded a decrease to rent expense to reflect its straight-lining policy that amounted to $0 and $864, respectively. Prior to the adoption of FASB ASC 842 (see Note 2L), straight-lining of rent expense gives rise to a timing difference that is reflected as deferred rent on the accompanying statements of financial position.

I. ***Investments*** – Investments are carried at fair value. Unrealized and realized gains and losses are reported in the accompanying statements of activities as increases or decreases in net assets without donor restrictions unless there are donor restrictions for the use of investment income. Fair value measurements are based on 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. In order to increase consistency and comparability in fair value measurements, a fair value hierarchy prioritizes observable and unobservable inputs used to measure fair value into three levels, as described in Note 8.

J. ***Functional Allocation of Expenses*** – The costs of providing the various program services and supporting services of the Institute have been summarized on a functional basis in the accompanying statements of activities. Accordingly, certain costs have been allocated among the program services and supporting activities benefited based on estimates made by management. Specific expenses that are readily identifiable to a single program or activity are charged directly to that function. Allocated expenses include salaries, payroll taxes and employee benefits, professional fees, travel and meetings, and office expense, which are allocated based on estimates of time and effort.

K. ***Use of Estimates*** **–** The preparation of financial statements in conformity with U.S. GAAP requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosures of contingencies at the date of the financial statements, and revenues and expenses recognized during the reporting period. Actual results could differ from those estimates.

L. ***Recently Adopted Accounting Standards*** – The Institute adopted FASB Accounting Standards Update ("ASU") 2016-02, *Leases*, (Topic 842) for the year ended June 30, 2023. The ASU requires organizations that lease assets to recognize the present value of the assets and liabilities for the rights and obligations created by those leases. The Institute adopted Topic 842 with July 1, 2022 as the initial date of adoption, which required the recognition of lease assets and liabilities as of that date. As of July 1, 2022, the operating lease right-of-use assets amounted to $171,798 and the operating lease obligation amounted to $171,948. The adoption of Topic 842 had no effect on the change in net assets as previously reported.

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

M. ***Reclassification*** – Certain line items in the June 30, 2022 statement of activities were reclassified to conform to the June 30, 2023 presentation. These changes had no impact on the change in net assets for the year ended June 30, 2022.

NOTE 3 – LIQUIDITY AND AVAILABILITY OF FINANCIAL ASSETS

As part of the Institute's liquidity management strategy, the Institute structures its financial assets to be available as its general expenditures, liabilities and other obligations come due. The Institute's working capital and cash flows have cyclical variations during the year attributable to the cash receipts of grants and contributions from donors.

The Institute's financial assets available within one year of the statements of financial position date for general expenditures are as follows:

	2023	2022
Cash and cash equivalents	$ 550,369	$ 555,154
Grants and pledges receivable, net	1,727,318	1,611,660
Accounts receivable	-	9,394
Investments	347,205	305,422
Less: net assets with donor restrictions	(2,042,255)	(1,927,261)
	$ 582,637	$ 554,369

The Institute also has a line of credit available to meet short-term needs. See Note 6B for information about this line of credit.

NOTE 4 – GRANTS AND PLEDGES RECEIVABLE

Grants and pledges receivable consist of the following as of June 30:

	2023	2022
Collectible in:		
Less than one year	$ 910,500	$ 750,000
One to five years	841,000	880,828
	1,751,500	1,630,828
Less: discount to present value (.05% to 2.8%)	(24,182)	(15,968)
Less: allowance for doubtful accounts	-	(3,200)
	$ 1,727,318	$ 1,611,660

NOTE 5 – PROPERTY AND EQUIPMENT

Property and equipment consisted of the following as of June 30:

	2023	2022	Estimated Useful Lives
Furniture and equipment	$ 14,630	$ 8,638	5 years
Website and software	480,397	480,397	5 years
	495,027	489,035	
Less: accumulated depreciation and amortization	(392,091)	(292,542)	
	$ 102,936	$ 196,493	

NOTE 5 – PROPERTY AND EQUIPMENT (Continued)

Depreciation and amortization expense amounted to $108,186 and $95,746 for the years ended June 30, 2023 and 2022, respectively. Fully-depreciated leasehold improvements of $8,637 were written off during the year ended June 30, 2023.

NOTE 6 – COMMITMENTS AND CONTINGENCIES

A. The Institute believes it had no uncertain tax positions as of June 30, 2023 and 2022, in accordance with FASB ASC Topic 740, "Income Taxes," which provides standards for establishing and classifying any tax provisions for uncertain tax positions.

B. The Institute has a line of credit of $300,000 limit renewable annually. The line is secured by the assets of IJS. Under the terms of the agreement, borrowings have an interest rate of the upper end of Fed Funds, which as of June 30, 2023, is 5.5%+ 0.5%. As of June 30, 2023 and 2022, there was no balance due on the line of credit. There were no borrowings through May 15, 2024.

NOTE 7 – NET ASSETS WITH DONOR RESTRICTIONS

Net assets with donor restrictions consist of the following as of June 30:

	2023	2022
Time Restrictions	$ 1,751,500	$ 1,475,000
Program Access	290,755	452,261
	$ 2,042,255	$ 1,927,261

Net assets of $1,276,256 and $798,900, respectively, were released from restrictions during the years ended June 30, 2023 and 2022, by incurring expenses or by the passage of time.

NOTE 8 – INVESTMENTS

Investments consisted of the following as of June 30:

	2023	2022
Mutual Fund	$ 14,216	$ 305,422
Equity	30,009	-
U.S. Treasury Bills	302,980	-
	$ 347,205	$ 305,422

The fair value hierarchy defines three levels as follows:

Level 1: Valuations based on quoted prices (unadjusted) in an active market that are accessible at the measurement date for identical assets or liabilities. The fair value hierarchy gives the highest priority to Level 1 inputs.

Level 2: Valuations based on observable inputs other than Level 1 prices such as quoted prices for similar assets or liabilities; quoted prices in inactive markets; or model-derived valuations in which all significant inputs are observable or can be derived principally from or corroborated with observable market data.

Level 3: Valuations based on unobservable inputs are used when little or no market data is available. The fair value hierarchy gives the lowest priority to Level 3 inputs. Level 3 valuations incorporate certain assumptions and projections in determining the fair value assigned to such assets or liabilities.

NOTE 8 – INVESTMENTS (Continued)

Financial assets carried at fair value are as follows as of June 30, 2023:

	Level 1	Total
Mutual Fund	$ 14,216	$ 14,216
Equity	30,009	30,099
U.S. Treasury Bills	302,980	302,980
	$ 347,205	$ 347,205

Financial assets carried at fair value are as follows as of June 30, 2022:

	Level 1	Total
Mutual Fund	$ 305,422	$ 305,422

Investment activity consisted of the following for the years ended June 30:

	2023	2022
Net realized and unrealized gain on investments	$ 10,959	$ 30,624
Interest & dividends	1,339	372
	$ 12,298	$ 30,996

NOTE 9 – PAYCHECK PROTECTION PROGRAM LOAN PAYABLE

On March 27, 2020, in response to COVID-19, the federal government passed the Coronavirus Aid, Relief, and Economic Security Act ("CARES Act"). Among many other provisions, to help businesses retain employees, the CARES Act provides relief to qualifying businesses through a program called the Paycheck Protection Program ("PPP"). Participating in the PPP enables the business to obtain a loan from the Small Business Administration ("SBA"). If the proceeds from the loan are used for specified purposes, some or all of the loan can be forgiven.

During the year ended June 30, 2020, the Institute applied for this loan through an SBA-authorized lender. The loan, amounting to $211,875, was approved and received in April 2020. The Institute opted to account for the proceeds as a loan under FASB ASC Topic 470, *Debt,* until the loan was, in part or wholly forgiven and the Institute was "legally released." The Institute received full forgiveness on the loan in July 2021.

In March 2021, the Institute applied for and received a second PPP loan amounting to $236,520. This loan, and accrued interest, was subsequently forgiven in March 2022, and all amounts forgiven were presented as other revenue in the statement of activities.

NOTE 10 – LEASES

The Institute leases a certain facility under a long-term non-cancelable operating lease agreement. As of July 1, 2022, the Institute adopted FASB ASC 842 for its leases. Information provided in the following paragraphs was determined using the accounting principles in effect as of and for the year ended June 30, 2022 (i.e., ASC 840). No comparative information is provided for the amounts reported on statement of financial position as of June 30, 2022 since the Institute used the modified retrospective method of transition that does not require restating the prior period for adoption.

The weighted-average discount rate is based on the risk-free rate. The Institute has elected the option to use the risk-free rate determined by using a period comparable to the lease terms as the discount rate for leases where the implicit rate is not readily determinable.

NOTE 10 – LEASES (Continued)

The Institute has elected the short-term exemption for all leases with a term of 12 months or less for both existing and ongoing operating leases to not recognize the asset and liability for these leases. Lease payments for short-term leases are recognized on a straight-line basis.

The following summarizes the supplemental cash flow information for the year ended June 30, 2023:

Cash paid for amounts included in the measurement of lease liabilities:		
Operating cash flows from operating leases	$	55,661
Noncash financing and investing cash flow (ASC 842 adoption)		
Right-of-use assets obtained in exchange for lease liabilities		
Operating leases	$	171,798

The following summarizes the weighted-average remaining lease term and weighted-average discount rate:

Weighted average remaining operating lease term in years	1.84
Weighted average discount rate	2.84%

As of June 30, 2023 the operating right-of-use assets balance is $114,486 and the lease liability amounts to $116,287, as shown in the accompanying statements of financial position. Future minimum payments for the non-cancelable lease for the next two years ending after June 30, 2023 are as follows:

2024	$	61,617
2025		58,025
Total lease payments		119,642
Less: present value discount		(3,355)
Present value of lease liabilities	$	116,287

For the years ended June 30, 2023 and 2022, operating lease expense amounted to $80,177 and $89,397, respectively. Such amounts are included in the accompanying statements of functional expenses.

NOTE 11 – CONCENTRATIONS

A. As of June 30, 2023 and 2022, grants and pledges receivable from four donors represented approximately 64% and 89%, respectively, of the total grants and pledges receivable. For the years ended June 30, 2023 and 2022, approximately 18% and 34%, respectively, of contribution revenue is from one and two donors, respectively.

B. Cash and equivalents that potentially subject the Institute to a concentration of credit risk include cash accounts with banks that exceed the Federal Deposit Insurance Corporation (“FDIC”) insurance limits. Accounts are insured up to $250,000 per depositor, per insured financial institution. As of June 30, 2023 and 2022, there was approximately $297,000 and $301,000, respectively, of cash equivalents held by one bank that exceeded FDIC limits.

NOTE 12 – PENSION

The Institute maintains a qualified contribution pension plan covering all eligible employees immediately upon hire. The Institute makes a matching contribution of 3% of salary to each participation who makes salary deferrals to the plan. For the years ended June 30, 2023 and 2022, the Institute’s contributions amounted to approximately $28,497 and $12,790, respectively.

NOTE 13 – SUBSEQUENT EVENTS

Management has evaluated, for potential recognition or disclosure, events subsequent to the date of the statement of financial position through May 15, 2024, the date the financial statements were available to be issued.