

International Youth Foundation and Affiliate

Consolidated Financial Statements
and Supplementary Information

December 31, 2023 and 2022

International Youth Foundation and Affiliate

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December 31, 2023 and 2022

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Independent Auditors' Report

To the Board of Directors of
International Youth Foundation and Affiliate

Opinion

We have audited the consolidated financial statements of International Youth Foundation and Affiliate (the Organization), which comprise the consolidated statements of financial position as of December 31, 2023 and 2022, and the related consolidated statements of activities, functional expenses and cash flows for the years then ended, and the related notes to the consolidated financial statements.

In our opinion, the accompanying consolidated financial statements present fairly, in all material respects, the consolidated financial position of the Organization as of December 31, 2023 and 2022, and the changes in their net assets and their cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America (GAAP).

Basis for Opinion

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

Responsibilities of Management for the Consolidated Financial Statements

Management is responsible for the preparation and fair presentation of the consolidated financial statements in accordance with GAAP, and for the design, implementation and maintenance of internal control relevant to the preparation and fair presentation of consolidated financial statements that are free from material misstatement, whether due to fraud or error.

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

Auditors' Responsibilities for the Audit of the Consolidated Financial Statements

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

In performing an audit in accordance with GAAS, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the consolidated financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the consolidated financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Organization'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 consolidated financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the Organization'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.

Supplementary Information

Our audits were conducted for the purpose of forming an opinion on the consolidated financial statements as a whole. The consolidating information on pages 24 to 26 is presented for purposes of additional analysis of the consolidated financial statements rather than to present the financial position and changes in net assets of the individual organizations, and it is not a required part of the consolidated financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the consolidated financial statements. The consolidating information has been subjected to the auditing procedures applied in the audit of the consolidated financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the consolidated financial statements or to the consolidated financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the consolidating information is fairly stated, in all material respects, in relation to the consolidated financial statements as a whole.

Baker Tilly US, LLP

New York, New York
September 24, 2024

International Youth Foundation and Affiliate

Consolidated Statements of Financial Position

December 31, 2023 and 2022

	<u>2023</u>	<u>2022</u>
Assets		
Current Assets		
Cash and cash equivalents	\$ 5,600,984	\$ 6,554,784
Investments	8,591,175	8,104,995
Grants and contributions receivable, net	3,017,284	5,648,994
Promises to give	32,893	88,906
Contracts receivable	1,709,219	2,101,990
Prepaid expenses and other current assets	350,982	479,827
Total current assets	<u>19,302,537</u>	<u>22,979,496</u>
Noncurrent Assets		
Cash and cash equivalents	414,205	327,599
Grants and contributions receivable, net	818,402	1,956,250
Promises to give, net	36,774	131,819
Investments	7,522,129	6,491,525
Property and equipment, net	15,948	22,841
Other assets	68,659	56,668
Lessor initial direct cost	50,844	67,792
Right-of-use assets	1,218,110	1,611,528
Total noncurrent assets	<u>10,145,071</u>	<u>10,666,022</u>
Total assets	<u>\$ 29,447,608</u>	<u>\$ 33,645,518</u>
Liabilities and Net Assets		
Current Liabilities		
Accounts payable and accrued liabilities	\$ 775,343	\$ 504,011
Accrued salaries and related benefits	554,759	716,078
Operating lease liabilities	463,219	463,219
Deferred revenue	82,850	545,154
Grants payable	174,572	697
Total current liabilities	<u>2,050,743</u>	<u>2,229,159</u>
Noncurrent Liabilities		
Operating lease liabilities	966,361	1,406,720
Other liabilities	168,517	156,526
Total liabilities	<u>3,185,621</u>	<u>3,792,405</u>
Commitments and Contingency		
Net Assets		
Without donor restrictions:		
Undesignated	6,205,594	4,286,092
Designated for reserve	5,942,329	5,942,329
Designated for endowment	3,171,774	3,378,255
Total net assets without donor restrictions	<u>15,319,697</u>	<u>13,606,676</u>
With donor restrictions	<u>10,942,290</u>	<u>16,246,437</u>
Total net assets	<u>26,261,987</u>	<u>29,853,113</u>
Total liabilities and net assets	<u>\$ 29,447,608</u>	<u>\$ 33,645,518</u>

See notes to consolidated financial statements

International Youth Foundation and Affiliate

Consolidated Statement of Activities

Year Ended December 31, 2023

	<u>Without Donor Restrictions</u>	<u>With Donor Restrictions</u>	<u>Total</u>
Support and Revenue			
Program support:			
Grants and contributions	\$ 99,714	\$ 10,861,778	\$ 10,961,492
Contracts	1,814,563	-	1,814,563
General support	153,488	-	153,488
Investment income, net of fees	265,426	28,788	294,214
Other	399,432	-	399,432
Net assets released from restrictions	16,514,192	(16,514,192)	-
	<u>19,246,815</u>	<u>(5,623,626)</u>	<u>13,623,189</u>
Expenses			
Program services	15,263,550	-	15,263,550
General and administrative	3,872,932	-	3,872,932
	<u>19,136,482</u>	<u>-</u>	<u>19,136,482</u>
Change in net assets before other items	110,333	(5,623,626)	(5,513,293)
Other Items			
Realized and unrealized gains on investments, net	1,523,557	319,479	1,843,036
Foreign currency translation adjustment gain, net	79,131	-	79,131
	<u>1,713,021</u>	<u>(5,304,147)</u>	<u>(3,591,126)</u>
Net Assets, Beginning	<u>13,606,676</u>	<u>16,246,437</u>	<u>29,853,113</u>
Net Assets, Ending	<u>\$ 15,319,697</u>	<u>\$ 10,942,290</u>	<u>\$ 26,261,987</u>

See notes to consolidated financial statements

International Youth Foundation and Affiliate

Consolidated Statement of Activities

Year Ended December 31, 2022

	<u>Without Donor Restrictions</u>	<u>With Donor Restrictions</u>	<u>Total</u>
Support and Revenue			
Program support:			
Grants and contributions	\$ -	\$ 17,094,899	\$ 17,094,899
Contracts	1,350,185	-	1,350,185
General support	70,664	1,000	71,664
Investment income, net of fees	184,280	26,134	210,414
Sales and fees	23,000	-	23,000
Other	405,831	-	405,831
Net assets released from restrictions	<u>14,881,251</u>	<u>(14,881,251)</u>	<u>-</u>
Total support and revenue	<u>16,915,211</u>	<u>2,240,782</u>	<u>19,155,993</u>
Expenses			
Program services	13,421,243	-	13,421,243
General and administrative	<u>3,298,852</u>	<u>-</u>	<u>3,298,852</u>
Total expenses	<u>16,720,095</u>	<u>-</u>	<u>16,720,095</u>
Change in net assets before other items	195,116	2,240,782	2,435,898
Other Items			
Realized and unrealized loss on investments, net	(2,297,830)	(502,588)	(2,800,418)
Foreign currency translation adjustment loss, net	<u>(29,699)</u>	<u>-</u>	<u>(29,699)</u>
Change in net assets	(2,132,413)	1,738,194	(394,219)
Net Assets, Beginning	<u>15,739,089</u>	<u>14,508,243</u>	<u>30,247,332</u>
Net Assets, Ending	<u>\$ 13,606,676</u>	<u>\$ 16,246,437</u>	<u>\$ 29,853,113</u>

See notes to consolidated financial statements

International Youth Foundation and Affiliate

Consolidated Statement of Functional Expenses
Year Ended December 31, 2023

	<u>Program Services</u>	<u>General and Administrative</u>	<u>Total</u>
Salaries, benefits and payroll taxes	\$ 6,612,555	\$ 2,285,388	\$ 8,897,943
Grants to other organizations	2,775,385	-	2,775,385
Consultants and professional fees	3,708,870	550,243	4,259,113
Travel	517,968	69,942	587,910
Office and supplies expenses	841,019	446,524	1,287,543
Occupancy	311,292	487,542	798,834
Depreciation and other	496,461	33,293	529,754
	<u>\$ 15,263,550</u>	<u>\$ 3,872,932</u>	<u>\$ 19,136,482</u>

See notes to consolidated financial statements

International Youth Foundation and Affiliate

Consolidated Statement of Functional Expenses
Year Ended December 31, 2022

	<u>Program Services</u>	<u>General and Administrative</u>	<u>Total</u>
Salaries, benefits and payroll taxes	\$ 6,794,647	\$ 1,925,416	\$ 8,720,063
Grants to other organizations	1,517,352	-	1,517,352
Consultants and professional fees	3,475,116	533,261	4,008,377
Travel	525,389	86,134	611,523
Office and supplies expenses	667,913	249,085	916,998
Occupancy	99,683	479,836	579,519
Depreciation and other	341,143	25,120	366,263
	<u>\$ 13,421,243</u>	<u>\$ 3,298,852</u>	<u>\$ 16,720,095</u>

See notes to consolidated financial statements

International Youth Foundation and Affiliate

Consolidated Statements of Cash Flows
Years Ended December 31, 2023 and 2022

	<u>2023</u>	<u>2022</u>
Cash Flows From Operating Activities		
Change in net assets	\$ (3,591,126)	\$ (394,219)
Adjustments to reconcile change in net assets to net cash flows from operating activities:		
Depreciation and amortization	23,841	24,287
Realized and unrealized (gain) loss on investments, net	(1,843,036)	2,800,418
Contributions restricted to long-term investment	-	(1,000)
Change in discount on long-term promises to give	(5,071)	149
Change in discount on long-term grants and contributions receivable	(57,283)	(6,424)
Change in deferred rent	-	(296,364)
Net (accretion) decretion of operating lease	(46,941)	258,411
Changes in assets and liabilities:		
Decrease (increase) in:		
Contracts receivable	392,771	(1,874,296)
Grants and contributions receivable	3,826,841	(1,829,741)
Promises to give	156,129	101,099
Prepaid expenses and other current assets	128,845	(202,139)
Lessor initial direct cost	-	(83,328)
Other assets	(11,991)	12,651
Increase (decrease) in:		
Accounts payable an accrued liabilities	271,332	169,302
Accrued salaries and related benefits	(161,319)	232,444
Deferred revenue	(462,304)	388,324
Grants payable	173,875	(36,815)
Other liabilities	11,991	(12,651)
Net cash flows from operating activities	<u>(1,193,446)</u>	<u>(749,892)</u>
Cash Flows From Investing Activities		
Purchase of investments	(5,921,107)	(6,619,470)
Proceeds from sale of investments	6,247,359	6,508,476
Net cash flows from investing activities	<u>326,252</u>	<u>(110,994)</u>
Cash Flows From Financing Activities		
Proceeds from contributions restricted to long-term investment	-	1,000
Net cash flows from financing activities	<u>-</u>	<u>1,000</u>
Net decrease in cash and cash equivalents and restricted cash	(867,194)	(859,886)
Cash and Cash Equivalents and Restricted Cash, Beginning	<u>6,882,383</u>	<u>7,742,269</u>
Cash and Cash Equivalents and Restricted Cash, Ending	<u>\$ 6,015,189</u>	<u>\$ 6,882,383</u>
Reconciliation of Cash and Cash Equivalents and Restricted Cash to the Consolidated Statements of Cash Flows		
Cash and cash equivalents, current	\$ 5,600,984	\$ 6,554,784
Cash and cash equivalents, noncurrent	414,205	327,599
Total cash and cash equivalents and restricted cash	<u>\$ 6,015,189</u>	<u>\$ 6,882,383</u>

See notes to consolidated financial statements

International Youth Foundation and Affiliate

Notes to Consolidated Financial Statements

December 31, 2023 and 2022

1. Nature of Activities and Significant Accounting Policies

Nature of Activities

International Youth Foundation and Affiliate (collectively, IYF) are described as follows:

International Youth Foundation

International Youth Foundation is a nonprofit organization, incorporated in the state of Illinois. Founded in April 1990, International Youth Foundation is an independent, international nongovernmental organization dedicated to improving the conditions and prospects of youth. Working with national and regional organizations, International Youth Foundation works to identify, strengthen and expand existing programs that have proven effective in meeting young people's needs. In addition to supporting existing programs, International Youth Foundation works to increase global awareness of youth issues, strengthen the organizational skills of youth program leaders and increase international philanthropy in support of youth.

International Youth Foundation Inc., S.A.R.L.A.U.

In 2014, International Youth Foundation Incorporated International Youth Foundation Inc., S.A.R.L.A.U. (IYF-MOR), a Limited Liability Company (LLC), in Morocco to support IYF programs and activities in that region. International Youth Foundation is the sole member of the LLC. IYF decided in February 2021 to dissolve IYF-MOR as a subsidiary in Morocco and expects this entity to be dissolved on or before December 2024.

A summary of IYF's significant accounting policies are as follows:

Principles of Consolidation

The accompanying consolidated financial statements include the accounts of IYF and IYF-MOR (collectively, IYF). All significant intercompany transactions have been eliminated in consolidation.

Basis of Accounting

The accompanying consolidated financial statements are presented in accordance with the accrual basis of accounting in accordance with accounting principles generally accepted in the United States of America (GAAP), whereby unconditional support is recognized when received, revenue is recognized when earned and expenses are recognized when incurred.

Basis of Presentation

IYF follows the Nonprofit Topic of the Financial Accounting Standards Board (FASB) Accounting Standards Codification (ASC). Under this topic, IYF is required to report information regarding its financial position and activities according to the following classes of net assets:

Net Assets Without Donor Restrictions - Net assets without donor restrictions are the net assets that are neither restricted in perpetuity, nor purpose or time restricted by donor-imposed stipulations. Board-designated net assets are net assets without donor restrictions designated by the Board of Directors for specific purposes. Board-designated net assets consist of the following:

Reserve

Funds set aside as a reserve against current operating losses or for future programs.

Board-Designated Endowment

In 2007, the Board of Directors designated \$2,000,000 from its reserve funds to establish an endowment. It is the Board of Director's intention to invest the funds in perpetuity, consolidating them with net assets with donor-restricted contributions (see Note 7), to create a sustainable income stream for future years.

International Youth Foundation and Affiliate

Notes to Consolidated Financial Statements

December 31, 2023 and 2022

Net Assets With Donor Restrictions - Net assets with donor restrictions are the net assets that are contributions and endowment investment earnings subject to donor-imposed stipulations. Some donor-imposed restrictions are temporary in nature that either expire by passage of time or can be fulfilled and removed by actions of IYF pursuant to these stipulations. Other donor-imposed restrictions are perpetual in nature, where the donor stipulates that resources be maintained in perpetuity.

Cash and Cash Equivalents

IYF considers investments in money market funds of approximately \$1,218,000 and \$626,000 as of December 31, 2023 and 2022, respectively, to be cash equivalents. Included in the money market funds are approximately \$414,000 and \$328,000 as of December 31, 2023 and 2022, respectively, which represent cash equivalents in the endowment fund which management does not intend to utilize within the next year. These amounts are presented as noncurrent cash and cash equivalents on the consolidated statements of financial position.

At times during the year, IYF maintains cash balances at financial institutions in excess of the federally insured limits by the Federal Deposit Insurance Corporation (FDIC). As of December 31, 2023 and 2022, cash balances totaling approximately \$5,765,000 and \$6,632,000, respectively, exceeded the limit. However, management believes the risk in these institutions to be minimal. As of December 31, 2023 and 2022, cash totaling approximately \$601,000 and \$797,000, respectively, was held in numerous financial institutions outside the United States, which are not insured by the FDIC.

Investments

Investments in equity securities with readily determinable fair values and all investments in debt securities are reflected at fair value. Dividend and interest income, net of investment fees, is included in investment income in the accompanying consolidated statements of activities. Net realized and unrealized gains and losses on investments are excluded from investment income and are presented separately as other items in the consolidated statements of activities.

IYF invests in professionally managed portfolios that contain U.S. Government and municipal bonds, corporate equities, corporate debt securities, mutual funds and private equity investments. Such investments are exposed to various risks, such as market and credit. Due to the level of risk associated with such investments and the level of uncertainty related to changes in the value of such investments, it is at least reasonably possible that changes in risks in the near term could materially affect investment balances and the amounts reported in the consolidated financial statements.

Contracts Receivable

Contracts receivable are carried at the original invoice amount less an estimate made for doubtful receivables based on management's review of outstanding amounts. Receivables are written off when deemed uncollectible. Management has determined all contracts receivable to be fully collectible as of December 31, 2023 and 2022. The following table represents the beginning and end of the years balances as of December 31, 2023 and 2022 for contracts receivable:

Balance January 1, 2022	December 31, 2022	Balance December 31, 2023
\$227,694	\$2,101,990	\$1,709,219

International Youth Foundation and Affiliate

Notes to Consolidated Financial Statements
December 31, 2023 and 2022

Allowance for Credit Losses

IYF recognizes an allowance for credit losses for contracts receivable to present the net amount expected to be collected as of the consolidated statement of financial position date. Such allowance is based on the credit losses expected to arise over the life of the asset which includes consideration of past events and historical loss experience, current events and also future events based on our expectation as of the consolidated statement of financial position date. Receivables are written off when IYF determined that such receivables are deemed uncollectible. IYF pools its receivables based on similar risk characteristics in estimating its expected credit losses. In situations where a receivable does not share the same risk characteristics with other receivables, IYF measures those receivables individually. IYF also continuously evaluates such pooling decisions and adjusts as needed from period to period as risk characteristics change.

IYF utilizes the loss rate method in determining its lifetime expected credit losses on its receivables. This method is used for calculating an estimate of losses based primarily on IYF's historical loss experience. In determining its loss rates, IYF evaluates information related to its historical losses, adjusted for current conditions and further adjusted for the period of time that can be reasonably forecasted. Qualitative and quantitative adjustments related to current conditions and the reasonable and supportable forecast period consider all the following: past due receivables, the customer creditworthiness, changes in the terms of receivables, effect of other external forces such as competition, and legal and regulatory requirements on the level of estimated credit losses in the existing receivables. For receivables that are not expected to be collected within the normal business cycle, IYF considers current and forecasted direction of the economic and business environment. Such forecasted information includes: GDP growth, unemployment rates and interest rates amongst others.

Grants and Contributions Receivable

Grants and contributions receivable are carried at the original or amended grant amount less cash receipts and are further reduced by an estimate made for doubtful receivables based on a review of all outstanding amounts on a quarterly basis and as of year-end. Management determines the allowance for doubtful accounts by identifying troubled accounts and by using the historical experience applied to an aging of accounts. Receivables are written off when deemed uncollectible. Recoveries of receivables previously written off are recorded when received. There was no provision for doubtful accounts, based on management's evaluation of the collection of grants and contributions receivable as of December 31, 2023 and 2022.

Promises to Give

Unconditional promises to give are recognized as support in the period that IYF is notified of the contribution by the donor and acknowledged and identified by the donor. Unconditional promises to give are initially recorded at fair value less an estimate made for doubtful promises based on a review of all outstanding promises on a monthly basis. Promises to give to be collected after one year are discounted at an appropriate discount rate commensurate with the risks involved. Management determines the allowance for doubtful promises to give by using the historical experience applied to an aging of promises. Promises to give are written off when deemed uncollectible. As of December 31, 2023 and 2022, management deemed all promises to give to be fully collectible.

Property and Equipment

Property and equipment with cost in excess of \$5,000 are capitalized and stated at cost less accumulated depreciation. Property and equipment are depreciated on a straight-line basis over the estimated useful lives of the related assets. Leasehold improvements are amortized over the lesser of the estimated useful life of the improvement or remaining life of the lease. The cost of maintenance and repairs is recorded as an expense as incurred.

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Notes to Consolidated Financial Statements
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Valuation of Long-Lived Assets

IYF reviews property and equipment for impairment whenever events or changes in circumstances indicate that the carrying amount of an asset may not be recoverable. Recoverability of the long-lived asset is measured by a comparison of the carrying amount of the asset to future undiscounted net cash flows expected to be generated by the asset. If such assets are considered to be impaired, the impairment to be recognized is measured by the amount by which the carrying amount of the assets exceeds the estimated fair value of the assets. Assets to be disposed of are reported at the lower of the carrying amount or fair value, less costs to sell. As of December 31, 2023 and 2022, there have been no such impairment losses.

Deferred Revenue

Amounts on contracts and conditional awards received prior to the service being performed are recorded as deferred revenue.

Grants Payable

Grants made by IYF are recognized as payables and expenses when the reimbursement request is received from the grantee and that the grant is either unconditional or the conditions have been substantially met.

Revenue Recognition

Contracts With Customers

Contract revenue is considered reciprocal transactions for educational and development services provided to customers. Performance obligations are satisfied over time, which is the service period of the contract. Revenue is recognized as performance obligations are met. Each service is priced separately and conditions and payment terms vary.

Sales and fees include licensing fees for the purchase of IYF's training curriculums. The fee is nonrefundable. Licensing fees are recognized as revenue when IYF provides the curriculum material to the customer. Payment for licensing fees is due upon signing the agreements.

The revenue streams noted above do not include significant financing components as performance obligations are satisfied within a year of receipt of payment. Also, there is no consideration amounts that are variable. Amounts received in advance of services performed, but not yet earned, are recorded as deferred revenue.

Grants and Contributions and General Support

Grants and contributions and general support of cash and other assets are considered nonreciprocal transactions and are recognized as receivables and support when the grant or contribution has been received and all donor-imposed conditions, if any, have been met. Conditional promises to give contain donor-imposed conditions that represent a barrier that must be overcome as well as a right of release from obligation and are recognized when they become unconditional, that is, when the conditions on which they depend are substantially met. Unconditional grants and contributions revenue is classified as support with donor restrictions or without donor restrictions, based upon the existence or lack of donor-imposed restrictions. Donor-restricted support is reported as an increase in net assets with donor restrictions, depending on the nature of the restriction. When a 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.

International Youth Foundation and Affiliate

Notes to Consolidated Financial Statements
December 31, 2023 and 2022

Domestic and international economic downturns can affect the level of revenue for all the revenue streams or can have a positive impact on cash flows in good economic times.

Operating Leases

Right-of-use assets represent IYF's right to use an underlying asset for the lease term, while lease liabilities represent IYF's obligation to make lease payments arising from the lease. Right-of-use assets and lease liabilities are recognized at the commencement date of a lease based on the net present value of lease payments over the lease term.

Certain of IYF's leases include options to renew or terminate the lease. The exercise of lease renewal or early termination options is at IYF's sole discretion. IYF regularly evaluates the renewal and early termination options and when they are reasonably certain of exercise, IYF includes such options in the lease term.

In determining the discount rate used to measure the right-of-use assets and lease liabilities, IYF uses the rate implicit in the lease, or if not readily available, IYF uses a risk-free rate based on U.S. Treasury notes or bond rates for a similar term.

Right-of-use assets are assessed for impairment in accordance with IYF's long-lived asset policy. IYF reassesses lease classification and remeasures right-of-use assets and lease liabilities when a lease is modified and that modification is not accounted for as a separate new lease or upon certain other events that require reassessment in accordance with Topic 842.

IYF made significant assumptions and judgments in applying the requirements of Topic 842. In particular, IYF:

- Evaluated whether a contract contains a lease, by considering factors such as whether IYF obtained substantially all rights to control an identifiable underlying asset and whether the lessor has substantive substitution rights;
- determined whether contracts contain embedded leases;
- evaluated leases with similar commencement dates, lengths of term, renewal options or other contract terms, which therefore meet the definition of a portfolio of leases, whether to apply the portfolio approach to such leases;
- determined for leases that contain a residual value guarantee, whether a payment at the end of the lease term was probable and, accordingly, whether to consider the amount of a residual value guarantee in future lease payments.

Functional Allocation of Expenses

The costs of program and supporting services activities have been summarized on a functional basis in the consolidated statements of activities. The consolidated statements of functional expenses present the natural classification detail of expenses by function. Accordingly, certain costs have been allocated among the programs and supporting services benefited. The expenses that are allocated include salaries, payroll taxes and employee benefits, information technology services, software maintenance and license fees which benefit all projects. These costs have been allocated based on actual time and effort charged to each project and cost center.

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Notes to Consolidated Financial Statements
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Indirect Costs

Indirect costs are charged to U.S. Government grants and nonfederal grants based on an estimate of the final indirect cost rate. Any variance between the estimate and the final negotiated rate is adjusted in the period when finalized. For the years ended December 31, 2023 and 2022, IYF's indirect cost rate was calculated based on total direct costs.

Foreign Currency Translation

The functional currency of IYF is the U.S. dollar. The consolidated financial statements are presented in U.S. dollars. The transactions of IYF's foreign operations are generally maintained in the relevant local currency and so assets and liabilities are translated into U.S. dollars at the consolidated statements of financial position dates at the exchange rate in effect at year-end.

Foreign Currency Transactions

Transaction gains or losses arise from changes in the exchange rates between the functional currency (U.S. dollar) and the currency in which the transaction is denominated. They represent an increase or decrease in: (a) the actual functional currency cash flows realized upon settlement of foreign currency transactions and (b) the expected functional currency cash flows on unsettled foreign currency transactions.

Income Taxes

IYF is generally exempt from federal income taxes under the provisions of Section 501(c)(3) of the Internal Revenue Code (IRC). In addition, IYF qualifies for charitable contribution deductions and has been classified as a public charity. Income, which is not related to exempt purposes, less applicable deductions, is subject to federal and state corporate income taxes. IYF had no unrelated business income for the years ended December 31, 2023 and 2022.

Management has evaluated IYF's tax positions and has concluded that IYF has taken no uncertain tax positions that require adjustment to the consolidated financial statements to comply with the provisions of this guidance.

Use of Estimates

The preparation of consolidated financial statements in conformity with GAAP requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities as of the date of the consolidated financial statements and the reported amounts of revenue and expenses during the reporting period. Accordingly, actual results could differ from those estimates.

Measure of Operations

IYF uses the "change in net assets before other items" as the measure of operations that is related to supporting current and future programs and services. Operating activities include all revenue and expenses related to carrying out IYF's mission. Other items such as realized and unrealized gains (loss) on investments, net and foreign currency translation adjustment gains (loss), net, are excluded from the measure of operations.

International Youth Foundation and Affiliate

Notes to Consolidated Financial Statements
December 31, 2023 and 2022

Adopted Accounting Pronouncement

In June 2016, the FASB issued Accounting Standards Update (ASU) No. 2016-13, *Financial Instruments—Credit Losses (Topic 326)*. ASU No. 2016-13 introduces a new credit loss methodology, Current Expected Credit Losses (CECL), which requires earlier recognition of credit losses, while also providing additional transparency about credit risk. Since its original issuance in 2016, the FASB has issued several updates to the original ASU. The CECL methodology utilizes a lifetime "expected credit loss" measurement objective for the recognition of credit losses at the time the financial asset is originated or acquired. The expected credit losses are adjusted each period for changes in expected lifetime credit losses. The methodology replaces the multiple existing impairment methods in current GAAP, which generally require that a loss be incurred before it is recognized. On January 1, 2023, IYF adopted the ASU No. 2016-13 using the modified retrospective approach. The adoption of ASU No. 2016-13 had no impact on the consolidated financial statements.

2. Liquidity and Availability

IYF's goal is to maintain financial assets to meet 30 days of operating expenses. Excess cash is invested in money market accounts. The following represents IYF's financial assets as of December 31, 2023 and 2022:

	<u>2023</u>	<u>2022</u>
Financial assets:		
Cash and cash equivalents	\$ 6,015,189	\$ 6,882,383
Promises to give	69,667	220,725
Grants and contributions receivable	3,835,686	7,605,244
Contracts receivable	1,709,219	2,101,990
Investments	16,113,304	14,596,520
Total financial assets	<u>27,743,065</u>	<u>31,406,862</u>
Less:		
Amounts set aside for operating reserve	5,942,329	5,942,329
Restrictions by donor with time or purpose restrictions	3,292,673	8,609,829
Quasi-endowment fund, primarily for long-term investing	3,171,774	3,378,255
Donor-restricted endowments	2,240,667	1,985,919
Promises to give to be received greater than one year	36,774	131,819
Grants and contributions receivable to be received greater than one year	818,402	1,956,250
	<u>15,502,619</u>	<u>22,004,401</u>
Financial assets available to meet cash needs for general expenditures within one year	<u>\$ 12,240,446</u>	<u>\$ 9,402,461</u>

IYF's endowment funds consist of donor-restricted endowments and funds designated by the Board as endowment. Income from endowments is utilized for general operating purposes. As described in Note 7, IYF has a spending policy and approximately \$300,000 of appropriation from the endowments will be available in the next 12 months.

International Youth Foundation and Affiliate

Notes to Consolidated Financial Statements
December 31, 2023 and 2022

3. Investments

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

	<u>2023</u>	<u>2022</u>
Equity mutual funds	\$ 9,923,642	\$ 7,557,616
Fixed income mutual funds	2,947,857	2,294,817
Corporate equity securities	1,003,944	2,158,808
U.S. Government bonds and municipal bonds	1,452,694	1,861,563
Corporate bonds and notes	784,197	722,746
Private equity	970	970
	<u>\$ 16,113,304</u>	<u>\$ 14,596,520</u>

4. Grants and Contributions Receivable

Grants and contributions receivable to be collected in more than one year from the date of the donor's commitment are measured using the present value of future cash flows based on a discount rate of 3.25% for each of the years ended December 31, 2023 and 2022. As of December 31, 2023 and 2022, grants and contributions receivable are due as follows:

	<u>2023</u>	<u>2022</u>
Due within one year	\$ 3,017,284	\$ 5,648,994
Due within three years	845,000	2,040,131
	3,862,284	7,689,125
Less discount to present value	(26,598)	(83,881)
Total	<u>\$ 3,835,686</u>	<u>\$ 7,605,244</u>

5. Promises to Give

Promises to give to be collected in more than one year from the date of the donor's commitment are measured using the present value of future cash flows based on a discount rate of 3.25% for each of the years ended December 31, 2023 and 2022. Promises to give as of December 31, 2023 and 2022, consist of the following:

	<u>2023</u>	<u>2022</u>
Promises to give	\$ 70,893	\$ 227,022
Less discount to present value	(1,226)	(6,297)
	<u>\$ 69,667</u>	<u>\$ 220,725</u>

Anticipated collections of outstanding promises to give are as follows:

	<u>2023</u>	<u>2022</u>
Due in less than one year	\$ 32,893	\$ 88,906
Due in one to five years	38,000	138,116
	<u>\$ 70,893</u>	<u>\$ 227,022</u>

International Youth Foundation and Affiliate

Notes to Consolidated Financial Statements
December 31, 2023 and 2022

6. Property and Equipment

Property and equipment consist of the following as of December 31, 2023 and 2022:

	<u>2023</u>	<u>2022</u>
Furniture and equipment	\$ 164,503	\$ 164,503
Leasehold improvements	54,139	54,139
	218,642	218,642
Less depreciation and amortization	(202,694)	(195,801)
	<u>\$ 15,948</u>	<u>\$ 22,841</u>

Depreciation and amortization expense for the years ended December 31, 2023 and 2022 was approximately \$7,000 and \$9,000, respectively.

7. Endowment Net Assets

IYF's endowment consists of donor-restricted endowment funds and funds designated by the Board of Directors to function as endowments. As required by U.S. GAAP, net assets associated with endowment funds, including funds designated by the Board of Directors to function as endowments, are classified and reported based on the existence or absence of donor-imposed restrictions. The Board of Directors has interpreted the Uniform Prudent Management of Institutional Fund Act (UPMIFA) as requiring the preservation of the fair value of the original gift as of the gift date of the donor-restricted endowment funds, absent explicit donor stipulations to the contrary.

As a result of this interpretation, IYF classifies as net assets with perpetual donor restrictions: (a) the original value of gifts donated to the endowment, (b) the original value of subsequent gifts to the endowment and (c) accumulations to the endowment made in accordance with the direction of the applicable donor gift instrument at the time the accumulation is added to the fund.

The remaining portion of the donor-restricted endowment fund is classified as donor-restricted net assets until those amounts are appropriated for expenditure by IYF in a manner consistent with the standard of prudence prescribed by UPMIFA. In accordance with UPMIFA, IYF considers the following factors in making a determination to appropriate or accumulate donor-restricted endowment funds:

- The duration and preservation of the fund
- The purpose of IYF and the donor-restricted endowment fund
- General economic conditions and the possible effect of inflation and deflation
- The expected total return from income and the appreciation of investments
- Investment policies of IYF

International Youth Foundation and Affiliate

Notes to Consolidated Financial Statements
December 31, 2023 and 2022

Endowment net asset composition by type of fund as of December 31, 2023 and 2022, is as follows:

	2023		
	Without Donor Restrictions	With Donor Restrictions	Total
Donor-restricted endowment funds	\$ -	\$ 2,240,667	\$ 2,240,667
Board-designated endowment funds	3,171,774	-	3,171,774
	<u>\$ 3,171,774</u>	<u>\$ 2,240,667</u>	<u>\$ 5,412,441</u>
	2022		
	Without Donor Restrictions	With Donor Restrictions	Total
Donor-restricted endowment funds	\$ -	\$ 1,985,919	\$ 1,985,919
Board-designated endowment funds	3,378,255	-	3,378,255
	<u>\$ 3,378,255</u>	<u>\$ 1,985,919</u>	<u>\$ 5,364,174</u>

Changes in endowment net assets for the years ended December 31, 2023 and 2022, are as follows:

	2023		
	Without Donor Restrictions	With Donor Restrictions	Total
Endowment net assets, beginning of year	\$ 3,378,255	\$ 1,985,919	\$ 5,364,174
Investments earnings	-	348,267	348,267
Amounts appropriated for expenditure	(206,481)	(93,519)	(300,000)
	<u>(206,481)</u>	<u>254,748</u>	<u>48,267</u>
Endowment net assets, end of year	<u>\$ 3,171,774</u>	<u>\$ 2,240,667</u>	<u>\$ 5,412,441</u>
	2022		
	Without Donor Restrictions	With Donor Restrictions	Total
Endowment net assets, beginning of year	\$ 3,586,925	\$ 2,554,714	\$ 6,141,639
Contributions	-	1,000	1,000
Investments losses	-	(476,452)	(476,452)
Amounts appropriated for expenditure	(208,670)	(93,343)	(302,013)
	<u>(208,670)</u>	<u>(568,795)</u>	<u>(777,465)</u>
Endowment net assets, end of year	<u>\$ 3,378,255</u>	<u>\$ 1,985,919</u>	<u>\$ 5,364,174</u>

International Youth Foundation and Affiliate

Notes to Consolidated Financial Statements
December 31, 2023 and 2022

Return Objectives and Risk Parameters

IYF has adopted an investment policy for endowment assets that attempts to provide a predictable stream of funding to programs supported by its endowment, while seeking to maintain the purchasing power of the endowment assets. Endowment assets include those assets of donor-restricted funds that IYF must hold in perpetuity or for a donor specified period, as well as Board-designated funds. Under this policy, as approved by the Board of Directors, the endowment assets are invested in a manner that is long-term oriented and include assets which are not intended for current use. The primary objective is to provide for consistent long-term growth of principal, without undue exposure to risk. Investment performance is measured on a rolling five-year basis. The total return will be expected to exceed the return of a Blended Market Index that represents the target asset allocation. The total return shall exceed the U.S. Consumer Price Index plus 3%. The investment manager shall rank in the top 50% versus the appropriate manager universe with a similar equity exposure and with a similar investment philosophy. Actual returns in any given year may vary from this amount.

Strategies Employed for Achieving Objectives

To satisfy its long-term rate-of-return objectives, IYF relies on a total return strategy, in which investment returns are achieved through both capital appreciation (realized and unrealized) and current yield (interest and dividends). The objectives shall be accomplished utilizing a strategy of fixed income, equities and cash equivalents in a mix, which is conducive to participation in rising markets while allowing for protection in falling markets within prudent risk constraints.

Spending Policy

The current spending policy allows IYF to take an annual distribution of up to 4% of the fair value of the endowment fund, calculated based on the average of the calendar year-end market values of the rolling prior three years.

8. Net Assets With Donor Restrictions

Net assets with donor restrictions are available for the following purposes as of December 31, 2023 and 2022:

	<u>2023</u>	<u>2022</u>
Time and purpose restriction:		
Grants and contributions receivable	\$ 2,632,900	\$ 8,204,806
Purpose restrictions:		
Grants and programs	6,068,723	6,055,712
Donor-restricted endowment fund not yet appropriated	525,388	270,640
	<u>6,594,111</u>	<u>6,326,352</u>
Restricted in perpetuity:		
Endowment funds	1,715,279	1,715,279
	<u>\$ 10,942,290</u>	<u>\$ 16,246,437</u>

International Youth Foundation and Affiliate

Notes to Consolidated Financial Statements

December 31, 2023 and 2022

Net assets were released from donor restrictions through appropriation, expiration of time restrictions and/or by incurring expenses to satisfy the restricted purpose by the donor as follows for the years ended December 31, 2023 and 2022:

	<u>2023</u>	<u>2022</u>
Purpose restrictions accomplished:		
Grants and programs	\$ 16,420,673	\$ 14,787,908
Donor-restricted endowment fund appropriated	93,519	93,343
	<u>\$ 16,514,192</u>	<u>\$ 14,881,251</u>

9. Retirement Plans

Retirement benefits are provided to all employees under a defined contribution plan, the Retirement Savings Plan. All participants have a fully vested interest in the employee contributions made to their accounts. Employer contributions include a variable matching contribution and nonmatching contribution, and a defined safe-harbor nonmatching contribution. IYF has no liability under the plan, other than its annual contribution, which is calculated as a percentage of employees' salaries. Retirement plan expense for the years ended December 31, 2023 and 2022 was approximately \$312,000 and \$358,000, respectively.

Retirement benefits have been provided to certain executives under a 457(b) deferred compensation plan. IYF did not contribute an annual contribution based on a percentage of employees' salaries in excess of IRC limitations for the years ended December 31, 2023 and 2022. As of December 31, 2023 and 2022, the total value of these accounts totaled approximately \$69,000 and \$57,000, respectively, and is reported as other assets and other liabilities on the consolidated statements of financial position.

10. Contingency

IYF participates in federally assisted grant programs, which are subject to a financial and compliance audit by the federal agency or its representatives. As such, there exists a contingent liability for potential questioned costs that may result from such an audit. Management does not anticipate any significant adjustments as a result of such an audit.

11. Fair Value Measurements

The Fair Value Measurement Topic of the FASB ASC defines fair value as the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date and sets out a fair value hierarchy. The fair value hierarchy gives the highest priority to quoted prices in active markets for identical assets or liabilities (Level 1) and the lowest priority to unobservable inputs (Level 3). Inputs are broadly defined as assumptions market participants would use in pricing an asset or liability.

The three levels of the fair value hierarchy are described below:

Level 1 - Quoted market prices in active markets for identical assets or liabilities.

Level 2 - Observable market-based inputs or unobservable inputs corroborated by market data.

Level 3 - Unobservable inputs that are not corroborated by market data.

International Youth Foundation and Affiliate

Notes to Consolidated Financial Statements
December 31, 2023 and 2022

To determine the appropriate levels, IYF performs a detailed analysis of the assets and liabilities that are subject to the Fair Value Measurement Topic. At each reporting period, all assets and liabilities for which the fair value measurement is based on significant unobservable inputs are classified as Level 3. IYF had no Level 3 assets or liabilities as of December 31, 2023 and 2022.

Financial assets recorded in the consolidated statements of financial position are categorized based on the inputs to the valuation technique as follows as of December 31, 2023 and 2022:

Asset Category	2023			Total
	Level 1	Level 2	Level 3	
Investments included in cash and cash equivalents:				
Money market funds	\$ 1,127,987	\$ -	\$ -	\$ 1,127,987
Total cash and cash equivalents	<u>\$ 1,127,987</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,127,987</u>
Investments:				
Equity mutual funds	\$ 9,923,642	\$ -	\$ -	\$ 9,923,642
U.S. Government bonds and municipal bonds	-	1,452,694	-	1,452,694
Corporate bonds and notes	-	784,197	-	784,197
Corporate equity securities	1,003,944	-	-	1,003,944
Fixed income mutual funds	2,947,857	-	-	2,947,857
Classified investments by fair value level	<u>\$ 13,875,443</u>	<u>\$ 2,236,891</u>	<u>\$ -</u>	16,112,334
Total measured at net asset value (a)				<u>970</u>
Total investments				<u>\$ 16,113,304</u>
Asset Category	2022			Total
	Level 1	Level 2	Level 3	
Investments included in cash and cash equivalents:				
Money market funds	\$ 625,789	\$ -	\$ -	\$ 625,789
Total cash and cash equivalents	<u>\$ 625,789</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 625,789</u>
Investments:				
Equity mutual funds	\$ 7,557,616	\$ -	\$ -	\$ 7,557,616
U.S. Government bonds and municipal bonds	-	1,861,563	-	1,861,563
Corporate bonds and notes	-	722,746	-	722,746
Corporate equity securities	2,158,808	-	-	2,158,808
Fixed income mutual funds	2,294,817	-	-	2,294,817
Classified investments by fair value level	<u>\$ 12,011,241</u>	<u>\$ 2,584,309</u>	<u>\$ -</u>	14,595,550
Total measured at net asset value (a)				<u>970</u>
Total investments				<u>\$ 14,596,520</u>

International Youth Foundation and Affiliate

Notes to Consolidated Financial Statements
December 31, 2023 and 2022

- (a) As of December 31, 2023 and 2022, IYF's assets include private equity funds utilizing the net asset value (NAV) per share or its equivalent as a practical expedient to estimate the fair value of these investments. In accordance with ASC Topic 820-10, certain investments that are measured at fair value using the NAV per share (or its equivalent) practical expedient have not been classified in the fair value hierarchy.

The money market, equity securities and mutual funds of IYF are publicly traded and are considered Level 1 items. IYF corporate and government fixed income securities (bonds) are priced based on their stated interest rates and quality ratings. The interest and quality ratings are observable at commonly quoted intervals for the full term of the instruments and are therefore considered Level 2 items.

The following table provides additional information about the investments held at NAV by major category:

Investments	Fair Value as of December 31, 2023	Fair Value as of December 31, 2022	Unfunded Commitments	Redemption Frequency	Redemption Notice Period
Private equity investments	\$ 970	\$ 970	\$ -	None	None

12. Lease

IYF has a noncancellable lease for its office space. IYF does not have any material leasing transactions with related parties.

The following table summarizes the operating lease right-of-use assets and operating lease liabilities as of December 31, 2023 and 2022:

	2023	2022
Operating lease right-of-use assets	\$ 1,218,110	\$ 1,611,528
Operating lease liabilities:		
Current	\$ 463,219	\$ 463,219
Long-term	966,361	1,406,720
Total operating lease liabilities	\$ 1,429,580	\$ 1,869,939

Below is a summary of expenses incurred pertaining to leases for the year ended December 31, 2023 and 2022:

	2023	2022
Operating lease expense	\$ 416,278	\$ 413,967
Total lease expense	\$ 416,278	\$ 413,967

The right-of-use assets and lease liabilities were calculated using a weighted average discount rate of 4.11%. As of December 31, 2023, the weighted average remaining lease term was 3 years.

International Youth Foundation and Affiliate

Notes to Consolidated Financial Statements
December 31, 2023 and 2022

The table below summarizes IYF's scheduled future minimum lease payments for years ending after December 31, 2023:

Years ending December 31,	
2024	\$ 474,799
2025	486,669
2026	<u>498,836</u>
Total lease payments	1,460,304
Less present value discount	<u>30,724</u>
Total lease liabilities	1,429,580
Less current portion	<u>463,219</u>
Long-term lease liabilities	<u>\$ 966,361</u>

The following table includes supplemental cash flow and noncash information related to the leases for the years ended December 31, 2023 and 2022:

	<u>2023</u>	<u>2022</u>
Cash paid for amounts included in the measurement of lease liabilities:		
Operating cash flows from operating leases	\$ 463,219	\$ 451,921

In December 2021, IYF entered into a four-year sublease arrangement for its office space beginning February 2022 through December 2026. IYF incurred \$83,328 in broker commissions as an initial direct cost for obtaining the sublease arrangement. Lessor initial direct costs are recognized ratably over the lease term. Amortization expense for lessor initial direct cost for the years ended December 31, 2023 and 2022, was \$16,948 and \$15,536, respectively. IYF Future minimum sublease rentals to be received in the future under the lease are approximately \$399,000 for each of the years ending December 31, 2024 through December 31, 2026.

13. Conditional Grants

As of December 31, 2023 and 2022, IYF has approximately \$27,920,000 and \$3,069,000, respectively, of revenue to be earned on various conditional grants from various sources of funding, including foundations and corporations. The amount is not recognized in the accompanying consolidated financial statements as such revenue is recognized over the multi-year period of each respective grant agreement, conditional upon management of IYF complying with the respective grant conditions.

14. Subsequent Events

IYF evaluated subsequent events through September 24, 2024, which is the date the consolidated financial statements were available to be issued. Based on that evaluation, IYF has determined that no subsequent events have occurred, which require disclosure in the consolidated financial statements.

International Youth Foundation and Affiliate

Consolidating Statement of Financial Position

December 31, 2023

	<u>IYF</u>	<u>IYF-MOR</u>	<u>Eliminations</u>	<u>Total</u>
Assets				
Current Assets				
Cash and cash equivalents	\$ 5,594,271	\$ 6,713	\$ -	\$ 5,600,984
Investments	8,591,175	-	-	8,591,175
Grants and contributions receivable, net	3,017,284	-	-	3,017,284
Promises to give	32,893	-	-	32,893
Contracts receivable	1,709,219	-	-	1,709,219
Prepaid expenses and other current assets	350,982	-	-	350,982
Intercompany receivables	17,513	-	(17,513)	-
Total current assets	<u>19,313,337</u>	<u>6,713</u>	<u>(17,513)</u>	<u>19,302,537</u>
Noncurrent Assets				
Cash and cash equivalents	414,205	-	-	414,205
Grants and contributions receivable, net	818,402	-	-	818,402
Promises to give, net	36,774	-	-	36,774
Investments	7,527,404	-	(5,275)	7,522,129
Property and equipment, net	15,948	-	-	15,948
Other assets	68,659	-	-	68,659
Lessor initial direct cost	50,844	-	-	50,844
Right-of-use assets	1,218,110	-	-	1,218,110
Total noncurrent assets	<u>10,150,346</u>	<u>-</u>	<u>(5,275)</u>	<u>10,145,071</u>
Total assets	<u>\$ 29,463,683</u>	<u>\$ 6,713</u>	<u>\$ (22,788)</u>	<u>\$ 29,447,608</u>
Liabilities and Net Assets				
Current Liabilities				
Accounts payable and accrued liabilities	\$ 775,343	\$ -	\$ -	\$ 775,343
Accrued salaries and related benefits	554,759	-	-	554,759
Operating lease liabilities	463,219	-	-	463,219
Deferred revenue	82,850	-	-	82,850
Grants payable	174,572	-	-	174,572
Total current liabilities	<u>2,050,743</u>	<u>-</u>	<u>-</u>	<u>2,050,743</u>
Noncurrent Liabilities				
Intercompany payables	-	17,513	(17,513)	-
Operating lease liabilities	966,361	-	-	966,361
Other liabilities	168,517	-	-	168,517
Total liabilities	<u>3,185,621</u>	<u>17,513</u>	<u>(17,513)</u>	<u>3,185,621</u>
Net Assets				
Without donor restrictions	15,335,772	(10,800)	(5,275)	15,319,697
With donor restrictions	10,942,290	-	-	10,942,290
Total net assets	<u>26,278,062</u>	<u>(10,800)</u>	<u>(5,275)</u>	<u>26,261,987</u>
Total liabilities and net assets	<u>\$ 29,463,683</u>	<u>\$ 6,713</u>	<u>\$ (22,788)</u>	<u>\$ 29,447,608</u>

International Youth Foundation and Affiliate

Consolidating Statement of Activities

Year Ended December 31, 2023

	<u>IYF</u>	<u>IYF-MOR</u>	<u>Eliminations</u>	<u>Total</u>
Change in Net Assets Without Donor Restrictions				
Support and revenue:				
Program support:				
Grants and contributions	\$ 99,714	\$ -	\$ -	\$ 99,714
Contracts	1,814,563	-	-	1,814,563
General support	153,488	-	-	153,488
Investment income, net of fees	265,426	-	-	265,426
Other	399,432	-	-	399,432
Total support and revenue without donor restrictions	2,732,623	-	-	2,732,623
Total net assets released from restrictions	16,514,192	-	-	16,514,192
Total revenues and other support without donor restrictions	19,246,815	-	-	19,246,815
Expenses:				
Program services	15,263,550	-	-	15,263,550
General and administrative	3,872,932	-	-	3,872,932
Total expenses	19,136,482	-	-	19,136,482
Change in net assets without donor restrictions and before other items	110,333	-	-	110,333
Other items:				
Realized and unrealized gain on investments, net	1,523,557	-	-	1,523,557
Foreign currency translation adjustment loss, net	79,131	-	-	79,131
Change in net assets without donor restrictions	1,713,021	-	-	1,713,021
Net Assets Without Donor Restrictions, Beginning	<u>13,622,751</u>	<u>(10,800)</u>	<u>(5,275)</u>	<u>13,606,676</u>
Net Assets Without Donor Restrictions, Ending	<u>\$ 15,335,772</u>	<u>\$ (10,800)</u>	<u>\$ (5,275)</u>	<u>\$ 15,319,697</u>

International Youth Foundation and Affiliates

Consolidating Statement of Activities

Year Ended December 31, 2023

	<u>IYF</u>	<u>IYF-MOR</u>	<u>Eliminations</u>	<u>Total</u>
Change in Net Assets With Donor Restrictions				
Support and revenue:				
Program support:				
Grants and contributions	\$ 10,861,778	\$ -	\$ -	\$ 10,861,778
Investment income, net of fees	28,788	-	-	28,788
	<u>10,890,566</u>	<u>-</u>	<u>-</u>	<u>10,890,566</u>
Total support and revenue with donor restrictions	10,890,566	-	-	10,890,566
Total net assets released from restrictions	<u>(16,514,192)</u>	<u>-</u>	<u>-</u>	<u>(16,514,192)</u>
Total revenues and other support with donor restrictions	(5,623,626)	-	-	(5,623,626)
Other items:				
Realized and unrealized gain on investments, net	<u>319,479</u>	<u>-</u>	<u>-</u>	<u>319,479</u>
Change in net assets with donor restrictions	(5,304,147)	-	-	(5,304,147)
Net Assets With Donor Restrictions, Beginning	<u>16,246,437</u>	<u>-</u>	<u>-</u>	<u>16,246,437</u>
Net Assets With Donor Restrictions, Ending	<u>\$ 10,942,290</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 10,942,290</u>
Change in total net assets	\$ (3,591,126)	\$ -	\$ -	\$ (3,591,126)
Total Net Assets, Beginning	<u>29,869,188</u>	<u>(10,800)</u>	<u>(5,275)</u>	<u>29,853,113</u>
Total Net Assets, Ending	<u>\$ 26,278,062</u>	<u>\$ (10,800)</u>	<u>\$ (5,275)</u>	<u>\$ 26,261,987</u>