

**SPECIAL EDUCATION FOUNDATION**

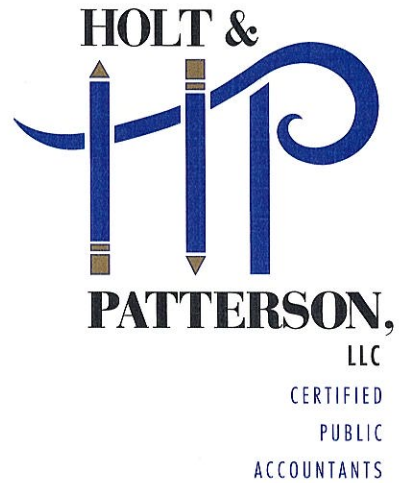
**FINANCIAL STATEMENTS**  
**AND**  
**INDEPENDENT AUDITOR'S REPORT**

**YEARS ENDED JUNE 30, 2024 AND 2023**

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## Independent Auditor's Report

To the Board of Directors of  
Special Education Foundation

### Report on the Audit of the Financial Statements

#### *Opinion*

We have audited the accompanying financial statements of Special Education Foundation, (a not-for-profit organization), which comprise the statements of financial position as of June 30, 2024 and 2023, 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 Special Education Foundation, as of June 30, 2024 and 2023, and the changes in its net assets and its cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

#### *Basis for Opinion*

We conducted our audits in accordance with auditing standards generally accepted in the United States of America (GAAS). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of Special Education Foundation 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, 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 Special Education Foundation's ability to continue as a going concern for one year after the date that the financial statements are issued.

### ***Auditor's Responsibilities for the Audit of the Financial Statements***

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

In performing an audit in accordance with GAAS, we:

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



Holt & Patterson, LLC  
Chesterfield, MO

January 16, 2025

**SPECIAL EDUCATION FOUNDATION**  
**STATEMENTS OF FINANCIAL POSITION**  
**JUNE 30, 2024 AND 2023**

	<u>2024</u>	<u>2023</u>
<b>Assets</b>		
Current Assets		
Cash and cash equivalents	\$ 257,907	\$ 366,795
Investments, at fair value	565,605	525,898
Pledges receivable	<u>14,740</u>	<u>21,990</u>
Total Assets	<u><u>\$ 838,252</u></u>	<u><u>\$ 914,683</u></u>
<b>Liabilities and Net Assets</b>		
Current Liabilities		
Accounts payable	\$ 71,200	\$ 9,102
Deferred revenue	91,020	68,235
Refundable advances	<u>85,659</u>	<u>120,843</u>
Total Liabilities	247,879	198,180
Net Assets		
With donor restrictions:		
Purpose restricted	<u>89,831</u>	<u>48,925</u>
Total net assets with donor restrictions	89,831	48,925
Without donor restrictions:		
Board-designated	-	2,519
Undesignated	<u>500,542</u>	<u>665,059</u>
Total net assets with donor restrictions	<u>500,542</u>	<u>667,578</u>
Total Net Assets	<u>590,373</u>	<u>716,503</u>
Total Liabilities and Net Assets	<u><u>\$ 838,252</u></u>	<u><u>\$ 914,683</u></u>

**SPECIAL EDUCATION FOUNDATION**  
**STATEMENT OF ACTIVITIES**  
**FOR THE YEAR ENDED JUNE 30, 2024**

	Without Donor Restrictions	With Donor Restrictions	Total
Revenue, Support, and Gains:			
Fundraising events	\$ 386,296	\$ -	\$ 386,296
Less: Costs of direct benefits to donors	(60,450)	-	(60,450)
Net revenue from fundraising events	325,846	-	325,846
Contributions	48,754	-	48,754
Grants	21,855	91,986	113,841
Investment return, net	65,802	1,049	66,851
Net assets released from restrictions:			
Satisfaction of time and usage restrictions	52,129	(52,129)	-
Total Revenues, Support, and Gains	514,386	40,906	555,292
Expenses:			
Program Services	344,857	-	344,857
Supporting Activities:			
Management and general	130,979	-	130,979
Fundraising	205,586	-	205,586
Total Supporting Activities	336,565	-	336,565
Total Expenses	681,422	-	681,422
Change in Net Assets	(167,036)	40,906	(126,130)
Net Assets, Beginning of Year	667,578	48,925	716,503
Net Assets, End of Year	\$ 500,542	\$ 89,831	\$ 590,373

**SPECIAL EDUCATION FOUNDATION**  
**STATEMENT OF ACTIVITIES**  
**FOR THE YEAR ENDED JUNE 30, 2023**

	Without Donor Restrictions	With Donor Restrictions	Total
Revenue, Support, and Gains:			
Fundraising events	\$ 453,885	\$ -	\$ 453,885
Less: Costs of direct benefits to donors	(58,200)	-	(58,200)
Net revenue from fundraising events	395,685	-	395,685
Contributions	63,051	-	63,051
Grants	14,729	171,388	186,117
Investment return, net	78,862	2,506	81,368
Net assets released from restrictions:			
Satisfaction of time and usage restrictions	175,263	(175,263)	-
Total Revenues, Support, and Gains	727,590	(1,369)	726,221
Expenses:			
Program Services	338,913	-	338,913
Supporting Activities:			
Management and general	117,756	-	117,756
Fundraising	140,434	-	140,434
Total Supporting Activities	258,190	-	258,190
Total Expenses	597,103	-	597,103
Change in Net Assets	130,487	(1,369)	129,118
Net Assets, Beginning of Year	537,091	50,294	587,385
Net Assets, End of Year	\$ 667,578	\$ 48,925	\$ 716,503

**SPECIAL EDUCATION FOUNDATION  
STATEMENT OF FUNCTIONAL EXPENSES  
FOR THE YEAR ENDED JUNE 30, 2024**

	<b>Total Program Services</b>	<b>Supporting Activities</b>			<b>Total Expenses</b>
		<b>Management and General</b>	<b>Fundraising</b>	<b>Total</b>	
Salaries and wages	\$ 77,605	\$ 61,305	\$ 99,140	\$ 160,445	\$ 238,050
Payroll taxes	5,937	4,542	7,584	12,126	18,063
Employee benefits	12,569	8,260	13,214	21,474	34,043
Payroll expenses	96,111	74,107	119,938	194,045	290,156
Adaptive equipment	20,902	-	-	-	20,902
Arts in the Classroom	2,725	-	-	-	2,725
Autism Independence	4,540	-	-	-	4,540
Bank fees	-	423	4,973	5,396	5,396
Classroom innovation and critical needs	73,653	-	-	-	73,653
Fundraising events expenses	-	-	70,138	70,138	70,138
Grant writing	20,000	-	-	-	20,000
Hearing aids	23,831	-	-	-	23,831
Insurance	-	5,154	-	5,154	5,154
Leadership academy	20,774	-	-	-	20,774
Lease expenses	3,600	4,800	3,600	8,400	12,000
Market outreach	-	13,121	-	13,121	13,121
Meetings and subscriptions	54	2,300	41	2,341	2,395
Office expenses	76	1,814	539	2,353	2,429
Other expenses	-	50	-	50	50
Printing	221	2,156	1,513	3,669	3,890
Professional fees	-	15,145	-	15,145	15,145
Professional development and training	113	2,871	277	3,148	3,261
Scholarships and camperships	64,261	-	-	-	64,261
Technology	12,575	6,512	4,266	10,778	23,353
Travel	1,421	2,526	301	2,827	4,248
Total Expenses	<u>\$ 344,857</u>	<u>\$ 130,979</u>	<u>\$ 205,586</u>	<u>\$ 336,565</u>	<u>\$ 681,422</u>

See Independent Auditor's Report and Notes to Financial Statements



**SPECIAL EDUCATION FOUNDATION  
STATEMENT OF FUNCTIONAL EXPENSES  
FOR THE YEAR ENDED JUNE 30, 2023**

	Total Program Services	Supporting Activities			Total	Expenses
		Management and General	Fundraising	Total		
Salaries and wages	\$ 61,975	\$ 51,481	\$ 56,959	\$ 108,440	\$	170,415
Payroll taxes	3,475	3,825	4,359	8,184		11,659
Employee benefits	5,835	3,805	5,189	8,994		14,829
Payroll expenses	71,285	59,111	66,507	125,618		196,903
Adaptive equipment	50,046	-	-	-		50,046
Arts in the classroom	475	-	-	-		475
Bank fees	9	231	6,108	6,339		6,348
Classroom innovation and critical needs	72,483	-	-	-		72,483
Fundraising events expenses	-	-	49,738	49,738		49,738
Grant writing	20,000	-	-	-		20,000
Hearing aids	22,033	-	-	-		22,033
Insurance	-	5,346	-	5,346		5,346
Leadership program	10,091	-	-	-		10,091
Lease expenses	4,650	6,200	4,650	10,850		15,500
Market outreach	9,732	12,641	7,406	20,047		29,779
Meetings and subscriptions	-	1,886	688	2,574		2,574
Office expenses	155	821	339	1,160		1,315
Other expenses	-	374	-	374		374
Printing	2,102	688	797	1,485		3,587
Professional fees	-	17,838	-	17,838		17,838
Scholarships and camperships	67,876	-	-	-		67,876
Technology	-	4,174	4,020	8,194		8,194
Temporary help	7,500	7,500	-	7,500		15,000
Travel	476	946	181	1,127		1,603
Total Expenses	<u>\$ 338,913</u>	<u>\$ 117,756</u>	<u>\$ 140,434</u>	<u>\$ 258,190</u>	<u>\$</u>	<u>597,103</u>

See Independent Auditor's Report and Notes to Financial Statements

**SPECIAL EDUCATION FOUNDATION**  
**STATEMENTS OF CASH FLOWS**  
**FOR THE YEARS ENDED JUNE 30, 2024 AND 2023**

	<u><b>2024</b></u>	<u><b>2023</b></u>
Cash Flows From Operating Activities		
Change in net assets	\$ (126,130)	\$ 129,118
Adjustments to reconcile changes in net assets to net cash provided by (used in) operating activities:		
Realized (gain) loss from investments	(35,314)	31,129
Unrealized (gain) loss from investments	(30,183)	(104,057)
(Increase) decrease in operating assets:		
Pledges receivable	(7,250)	21,990
Prepaid expenses	-	3,000
(Decrease) increase in operating liabilities:		
Accounts payable	62,098	6,638
Deferred revenue	22,785	(30,100)
Refundable advances	(35,184)	120,843
Net cash flows from operating activities	<u>(149,178)</u>	<u>178,561</u>
Cash Flows From Investing Activities		
Purchase of investments	(388,277)	(631,806)
Sales of investments	428,567	669,702
Net cash flows from investing activities	<u>40,290</u>	<u>37,896</u>
Net change in cash and cash equivalents	(108,888)	216,457
Cash and cash equivalents, beginning of year	<u>366,795</u>	<u>150,338</u>
Cash and cash equivalents, end of year	<u><u>\$ 257,907</u></u>	<u><u>\$ 366,795</u></u>

**SPECIAL EDUCATION FOUNDATION  
NOTES TO FINANCIAL STATEMENTS  
FOR THE YEARS ENDED JUNE 30, 2024 AND 2023**

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**1. NATURE OF OPERATIONS AND BASIS OF PRESENTATION**

**Organization**

Special Education Foundation (the "Foundation") is a not-for-profit organization whose mission is to assist students with disabilities to achieve success in their endeavors beyond the classroom. The Foundation's primary activities consist primarily of scholarships, camperships, mini grants for special education teachers, specialized assistive devices, and leadership programs.

**Basis of Presentation**

The accompanying financial *statements* have been prepared in accordance with the provisions of the Financial Accounting Standards Board ("FASB"), Accounting Standards Codification (the "FASB ASC"), which is the source of authoritative, non-governmental accounting principles generally accepted in the United States of America ("GAAP"). All references to authoritative accounting guidance contained in our disclosures are based on the general accounting topics within the FASB ASC.

Net assets and revenues, expenses, gains, and losses are classified based on the existence or absence of donor-imposed restrictions. Accordingly, net assets of the Foundation and changes therein are classified into two categories of net assets, as applicable, and reported as follows:

Net assets without donor restrictions – Net assets that are not subject to donor-imposed stipulations. Board designated funds are established by the Board of Directors and represent unrestricted net assets that have been set aside for various purposes.

Net asset with donor restrictions – Net assets subject to donor-imposed stipulations that may be met by actions of the Foundation and/or the passage of time, and/or net assets subject to donor-imposed stipulations required to be maintained permanently by the Foundation. The income earned on any related investments may be subject to donor-imposed stipulations.

**2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

**Use of Estimates**

The preparation of financial statements in conformity with GAAP requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

**Cash and Cash Equivalents**

The Foundation considers all short-term investments with an original maturity of three months or less at the time of purchase to be cash and cash equivalents.

**Investments**

The Foundation carries investments at fair value with unrealized holding gains and losses included in earnings. Realized gains and losses are included in earnings and are derived using the specific identification method for determining the cost of securities sold. Dividend and interest income are recognized when earned.

**SPECIAL EDUCATION FOUNDATION  
NOTES TO FINANCIAL STATEMENTS  
FOR THE YEARS ENDED JUNE 30, 2024 AND 2023**

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**Fair Value Measurements**

The Foundation follows guidance issued by the FASB on fair value measurements, which establishes a framework for measuring fair value, clarifies the definition of fair value within that framework, and expands disclosures about the use of fair value measurements. This guidance applies whenever fair value is the applicable measurement. The three general valuation techniques used to measure fair value are the market approach, cost approach, and income approach.

Carrying amounts of certain financial instruments such as cash and cash equivalents, accounts receivable, prepaid expenses, and accounts payable approximate fair value due to their short maturity or because the terms are similar to market terms. There have been no changes in the methodologies used at June 30, 2024.

**Pledges Receivable**

Pledges receivable consist of commitments by individuals of contributions and sponsorships for special events.

**Allowance for Credit Losses**

In June 2016, the FASB issued guidance (ASC 326) which significantly changed how entities measure credit losses for most financial assets and certain other instruments that are not measured at fair value through net income. The most significant change in this standard is a shift from the incurred loss model to the expected loss model. Under the standard, disclosures are required to provide users of the financial statements with useful information in analyzing an entity's exposure to credit risk and the measurement of credit losses. Financial assets held by the Foundation that are subject to the guidance in ASC 326 are pledges receivable. The Foundation adopted the standard effective July 1, 2023. The impact of the adoption was not considered material to the financial statements as a whole and primarily resulted in new / enhanced disclosures only.

**Property and Equipment**

Property and equipment acquisitions with a life of three years or greater and a cost in excess of \$1,000 are capitalized and recorded at cost, while maintenance and repairs are expensed as incurred. Donated assets are recorded at fair value at the date of donation. Such donations are reported as increases in unrestricted net assets unless the donor has restricted the donated asset to a specific purpose or period of time. When assets are sold or otherwise disposed of, the related cost and accumulated depreciation are removed from the accounts. Any gain or loss arising from such disposition is included as income or expense in the year of disposition.

Depreciation is computed using the straight-line method over the estimated useful lives of the assets. Leasehold improvements are amortized over the shorter of the life of the related asset or the term of the lease.

The estimated lives for computing depreciation and amortization on property and equipment are:

Classification	Years
Office Equipment	5 - 7

**Long-Lived Asset Impairment**

The Foundation evaluates the recoverability of the carrying value of long-lived assets whenever events or circumstances indicate the carrying amount may not be recoverable. If a long-lived asset is tested for recoverability and the undiscounted estimated future cash flows expected to result from the use and eventual disposition of the asset are less than the carrying amount of the asset, the asset cost is adjusted to fair value and an impairment loss is recognized as the amount by which the carrying amount of a long-lived asset exceeds its fair value. No asset impairment was recognized during the years ended June 30, 2024.

**SPECIAL EDUCATION FOUNDATION  
NOTES TO FINANCIAL STATEMENTS  
FOR THE YEARS ENDED JUNE 30, 2024 AND 2023**

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**Refundable Advances**

Refundable advances are contributions received which include conditions which, at year-end, have not been met.

**Support and Revenue**

Contributions, including unconditional promises to give, are recorded as received. All contributions are available for unrestricted use unless specifically restricted by the donor. When a restriction expires, net assets with donor restrictions 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 are recognized when the conditions on which they depend are substantially met. Donor restricted contributions in which the restrictions are met within the same year as received are reported as unrestricted contributions in the accompanying financial statements.

Donations of property and equipment are recorded as support at their estimated fair value at the date of donation. There was no donated equipment for the year ended June 30, 2024.

**Donated Services**

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

**Functional Expense Allocation**

The Foundation allocates expenses on a functional basis among various programs and supporting activities. Expenses that can be identified with a specific program and supporting activity are allocated directly according to their natural expenditure classifications. Other expenses that are common to several functions are allocated by various statistical bases. The expenses that are common to several functions include the following allocation methods:

<u>Expense</u>	<u>Method of Allocation</u>
Salaries and payroll taxes	Time and effort
Fundraising costs	Time and effort
Professional fees	Time and effort

**Revenue Recognition**

Contributions, including unconditional promises to give, are recorded as received. All contributions are available for unrestricted use unless specifically restricted by the donor. When a restriction expires, the net assets with donor restriction is reclassified to a net asset without donor restriction and reported in the statement of activities as net assets released from restrictions. Conditional promises to give are recognized when the conditions on which they depend are substantially met.

**SPECIAL EDUCATION FOUNDATION  
NOTES TO FINANCIAL STATEMENTS  
FOR THE YEARS ENDED JUNE 30, 2024 AND 2023**

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Revenues are generally recognized when earned and realized or realizable, when persuasive evidence of an arrangement exists, delivery has occurred, or services have been rendered, the price is fixed and determinable, and collectability is reasonably assured. The core principle of ASU 2014-09, *Revenue from Contracts with Customers (ASC 606)*, is that an entity should recognize revenue when it transfers promised goods or services to customers in an amount that reflects the consideration to which the entity expects to be entitled in exchange for those goods or services. ASU 2014-09 prescribes a five-step process to accomplish this core principle, including:

- (1) Identification of the contract with the customer;
- (2) Identification of the performance obligation(s) under the contract;
- (3) Determination of transaction price;
- (4) Allocation of the transaction price to the identified performance obligation(s); and
- (5) Recognition of revenue as (or when) an entity satisfied the identified performance obligation(s).

*Fundraising events*

Revenues are recognized on the gross amount received. The event occurs in the year in which the revenue is recognized. Therefore, any performance obligation associated with the event (event occurrence) has occurred prior to or as of year-end and the revenue is recognizable.

*Contributions / Grants*

Gifts received without donor stipulations are reported as revenue and net assets without donor restrictions. Gifts received with a donor stipulation that limits their use are reported as revenue and net assets with donor restrictions. When a donor-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 statement of activities as net assets released from restrictions. Contributions that are originally restricted by the donor and for which the restriction is met in the same time period are recorded as revenue and net assets without donor restriction. Conditional promises are not recognized until they become unconditional, that is when the conditions on which they depend are substantially met.

**Income Taxes**

The Foundation is exempt from federal income taxes under Section 501(c)(3) of the Internal Revenue Code (the "Code"), except on net income derived from unrelated business activities as defined in the Code. Accordingly, the Foundation files as a tax-exempt organization and no provision for income taxes has been included in the accompanying financial statements.

The Foundation follows guidance issued by the FASB on accounting for income taxes and has evaluated its tax positions, expiring statutes of limitations, audits, proposed settlements, changes in tax law and new authoritative rulings, and believes that no provision for income taxes is necessary to cover any uncertain tax positions. The Foundation's returns for tax years 2021 and later remain subject to examination by taxing authorities.

**SPECIAL EDUCATION FOUNDATION  
NOTES TO FINANCIAL STATEMENTS  
FOR THE YEARS ENDED JUNE 30, 2024 AND 2023**

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**3. LIQUIDITY AND AVAILABILITY OF FINANCIAL ASSETS**

The Foundation's financial assets available within one year of the balance sheet date for general expenditure as of June 30, is as follows:

	2024	2023
Cash and cash equivalents	\$ 257,907	\$ 366,795
Investments	565,605	525,898
Pledges receivable	14,740	21,990
Financial Assets Available to Meet Cash Needs for General Expenditures Within One Year Total financial assets	<u>\$ 838,252</u>	<u>\$ 914,683</u>

The Foundation's goal is generally to maintain financial assets to meet 90 days of operating expenses (approximately \$175,000). As part of its liquidity plan, excess cash is held in the Foundation's checking account as needed. If cash on hand is not able to meet current obligations, the Foundation's investments, which are in mutual funds and are available for sale at any time, will be sold to cover any shortfall.

**4. FAIR VALUE MEASUREMENTS**

The framework for measuring fair value establishes a fair value hierarchy which prioritizes the inputs to valuation techniques used to measure fair value into Levels 1, 2, and 3. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (Level 1) and the lowest priority to unobservable inputs (Level 3). The three levels of the fair value hierarchy are described as follows:

- Level 1 Inputs to the valuation methodology are unadjusted quoted prices for identical instruments in active markets.
- Level 2 Inputs to the valuation methodology to include quoted prices for similar instruments in active markets, quoted prices for identical or similar instruments in inactive markets, inputs other than quoted prices that are observable for the instrument, or inputs that are derived principally from or corroborated by observable market data by correlation or other means.
- Level 3 Inputs to the valuation methodology are unobservable and significant to the fair value measurement.

The instruments' 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.

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

- Level 1 Instruments consist of equity stocks, mutual funds / exchange traded funds (ETFs), and U.S. Treasury bills. These securities are valued at the closing price reported on the active market where the individual securities are traded.

**SPECIAL EDUCATION FOUNDATION**  
**NOTES TO FINANCIAL STATEMENTS**  
**FOR THE YEARS ENDED JUNE 30, 2024 AND 2023**

The following table presents the fair value measurements of instruments recognized in the accompanying statements of financial position measured at fair value on a recurring basis and the level within the fair value hierarchy in which the fair value measurements are categorized as of June 30, are as follows:

2024				
	Total	Fair Value Measurements		
		Level 1	Level 2	Level 3
Investments				
Equity Stocks	\$ 265,288	\$ 265,288	\$ -	\$ -
Mutual Funds / ETFs	181,464	181,464	-	-
U.S. Treasury bills	118,853	118,853	-	-
Total	<u>\$ 565,605</u>	<u>\$ 565,605</u>	<u>\$ -</u>	<u>\$ -</u>

2023				
	Total	Fair Value Measurements		
		Level 1	Level 2	Level 3
Investments				
Equity Stocks	\$ 403,361	\$ 403,361	\$ -	\$ -
Mutual Funds / ETFs	122,537	122,537	-	-
Total	<u>\$ 525,898</u>	<u>\$ 525,898</u>	<u>\$ -</u>	<u>\$ -</u>

**5. INVESTMENTS**

A summary of the cost and fair value of the Foundation's investments as of June 30, are as follows:

2024			
	Amortized Cost	Unrealized Gains	Fair Value
Equity Stocks	\$ 194,076	\$ 71,212	\$ 265,288
Mutual Funds / ETFs	166,868	14,596	181,464
U.S. Treasury bills	114,231	4,622	118,853
	<u>\$ 475,175</u>	<u>\$ 90,430</u>	<u>\$ 565,605</u>

2023			
	Amortized Cost	Unrealized Gains	Fair Value
Equity Stocks	\$ 346,091	\$ 57,270	\$ 403,361
Mutual Funds / ETFs	119,560	2,977	122,537
	<u>\$ 465,651</u>	<u>\$ 60,247</u>	<u>\$ 525,898</u>



**SPECIAL EDUCATION FOUNDATION  
NOTES TO FINANCIAL STATEMENTS  
FOR THE YEARS ENDED JUNE 30, 2024 AND 2023**

**6. NET ASSETS WITH DONOR RESTRICTIONS**

Net assets with donor restrictions are available for the following purposes:

	June 30, 2024 and 2023	
	2024	2023
Adaptive equipment	\$ -	\$ 2,131
Arts in the classroom	3,471	-
Autism independence	11,078	-
Classroom innovation grants	39,733	-
Critical needs	-	2,770
Leadership academy	-	9,525
Program	34,889	33,839
Other	660	660
	<u>\$ 89,831</u>	<u>\$ 48,925</u>

Changes in net assets with donor restrictions consist of the following:

	For the Year Ended June 30, 2024			
	Balance June 30, 2023	Additions	Releases	Balance June 30, 2024
Subject to expenditure for specific purpose:				
Adaptive equipment	\$ 2,131	\$ 155	\$ 2,286	\$ -
Arts in the classroom	-	6,196	2,725	3,471
Autism independence	-	15,618	4,540	11,078
Classroom innovation grants	-	39,733	-	39,733
Critical needs	2,770	11,132	13,902	-
Leadership academy	-	52	9,576	-
Program	33,839	1,049	-	34,889
Scholarships	-	19,100	19,100	-
Other	660	-	-	660
Total	<u>\$ 48,925</u>	<u>\$ 93,035</u>	<u>\$ 52,129</u>	<u>\$ 89,831</u>

	For the Year Ended June 30, 2023			
	Balance June 30, 2022	Additions	Releases	Balance June 30, 2023
Subject to expenditure for specific purpose:				
Adaptive equipment	\$ 11,204	\$ 63,021	\$ 72,094	\$ 2,131
Classroom innovation grants	-	46,949	46,949	-
Critical needs	7,096	13,172	17,498	2,770
Leadership academy	-	25,747	16,222	9,525
Program	31,334	2,505	-	33,839
Scholarships	-	22,500	22,500	-
Other	660	-	-	660
Total	<u>\$ 50,294</u>	<u>\$ 173,894</u>	<u>\$ 175,263</u>	<u>\$ 48,925</u>

**SPECIAL EDUCATION FOUNDATION  
NOTES TO FINANCIAL STATEMENTS  
FOR THE YEARS ENDED JUNE 30, 2024 AND 2023**

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**7. RISKS AND UNCERTAINTIES**

**Concentration of Credit Risk**

*Bank Accounts*

Financial instruments, which potentially subject the Foundation to concentrations of credit risk, consist principally of cash and cash equivalents and investments. The Foundation maintains its cash primarily with one financial institution. Deposits at this bank are insured by the Federal Deposit Insurance Corporation ("FDIC") up to \$250,000. At times during the year, the Foundation may have had deposits in excess of FDIC insurance limits. The Foundation incurred no losses during the year on balances held in excess of the limit.

*Investments*

The Foundation maintains its investments primarily with one brokerage firm. Securities held at this firm are insured by the Securities Investor Protection Corporation ("SIPC") up to \$500,000. At times during the year, the Foundation may have had deposits in excess of SIPC insurance limits. The Foundation incurred no losses during the year on balances held in excess of the limit.

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

**8. SUBSEQUENT EVENTS**

Management has evaluated subsequent events through January 16, 2025, the date the financial statements were issued. No subsequent events necessitating financial statement recognition or disclosure was noted.