

**FRIENDS WORLD COMMITTEE FOR CONSULTATION,
SECTION OF THE AMERICAS
April 30, 2024
Financial Statements
With Independent Auditor's Report**

Friends World Committee for Consultation, Section of the Americas
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April 30, 2024

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INDEPENDENT AUDITOR'S REPORT

To the Executive Committee of
Friends World Committee for Consultation, Section of the Americas:

Opinion

We have audited the accompanying financial statements of Friends World Committee for Consultation, Section of the Americas (the "Organization", or "FWCC"), which comprise the statement of financial position as of April 30, 2024, and the related statements of activities, functional expenses and cash flows for the year then ended, and the related notes to the financial statements.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Friends World Committee for Consultation, Section of the Americas, and the changes in its net assets and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

We conducted our audit 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 the Organization and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Responsibilities of Management for the Financial Statements

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

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

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations or the override of internal control. Misstatements 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 auditing standards generally accepted in the United States of America, 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 Friends World Committee for Consultation, Section of the Americas' 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 Friends World Committee for Consultation, Section of the Americas' 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.

Withum Smith & Brown, PC

November 12, 2024

Friends World Committee for Consultation, Section of the Americas
Statement of Financial Position
April 30, 2024

Assets

Cash and cash equivalents	\$ 1,323,356
Contributions receivable, net	448,573
Prepaid expenses and other assets	7,758
Other receivable	12,622
Investments	1,300,407
Right-of-use asset, net	38,883
Beneficial interest in charitable remainder trusts	89,400
Beneficial interest in perpetual trusts	726,318
Property and equipment, net	<u>33,333</u>
 Total assets	 <u>\$ 3,980,650</u>

Liabilities and Net Assets

Liabilities

Accounts payable and accrued expenses	\$ 38,763
Contributions payable to the World Office	76,248
Operating lease liability	39,380
Funds held for others	<u>54,300</u>
Total liabilities	<u>208,691</u>

Net assets

Operating	1,173,953
Board designated	<u>430,255</u>
Total without donor restrictions	1,604,208
With donor restrictions	<u>2,167,751</u>
Total net assets	<u>3,771,959</u>
 Total liabilities and net assets	 <u>\$ 3,980,650</u>

The Notes to Financial Statements are an integral part of this statement.

Friends World Committee for Consultation, Section of the Americas
Statement of Activities
Year Ended April 30, 2024

	<u>Without Donor Restrictions</u>	<u>With Donor Restrictions</u>	<u>Total</u>
Revenue and support			
Support from meetings and members	\$ 1,356,732	\$ 536,194	\$ 1,892,926
Events and other income	500	-	500
Income distributions from investments and from beneficial interest in perpetual trusts	41,472	43,558	85,030
Net assets released from restrictions	<u>228,161</u>	<u>(228,161)</u>	<u>-</u>
Total revenue and support	<u>1,626,865</u>	<u>351,591</u>	<u>1,978,456</u>
Expenses			
Program services			
Section programs	348,344	-	348,344
Supporting services			
Management and general	137,372	-	137,372
Fundraising	<u>97,806</u>	<u>-</u>	<u>97,806</u>
Total expenses	<u>583,522</u>	<u>-</u>	<u>583,522</u>
Change in net assets before other changes	<u>1,043,343</u>	<u>351,591</u>	<u>1,394,934</u>
Other changes			
Net realized and unrealized gain on investments	28,821	29,795	58,616
Change in value of beneficial interest in charitable remainder trusts	-	5,600	5,600
Change in value of beneficial interest in perpetual trusts	<u>-</u>	<u>38,612</u>	<u>38,612</u>
Total other changes	<u>28,821</u>	<u>74,007</u>	<u>102,828</u>
Change in net assets	1,072,164	425,598	1,497,762
Net assets			
Beginning of year	<u>532,044</u>	<u>1,742,153</u>	<u>2,274,197</u>
End of year	<u>\$ 1,604,208</u>	<u>\$ 2,167,751</u>	<u>\$ 3,771,959</u>

The Notes to Financial Statements are an integral part of this statement.

Friends World Committee for Consultation, Section of the Americas
Statement of Functional Expenses
Year Ended April 30, 2024

	<u>Program Services</u>	<u>Management and General</u>	<u>Fundraising</u>	<u>Total</u>
Salaries and fringe benefits	\$ 148,969	\$ 65,644	\$ 78,169	\$ 292,782
Contracted services	25,560	30,847	978	57,385
Event costs	2,179	342	-	2,521
Grants and contributions				-
World Office	58,382	-	-	58,382
Other	80,916	-	-	80,916
Office expenses	15,236	5,710	1,665	22,611
Rent	6,726	3,654	3,843	14,223
Telephone	1,343	480	585	2,408
Travel	7,383	19,364	12,566	39,313
Miscellaneous	1,650	11,331	-	12,981
	<u>\$ 348,344</u>	<u>\$ 137,372</u>	<u>\$ 97,806</u>	<u>\$ 583,522</u>

The Notes to Financial Statements are an integral part of this statement.

Friends World Committee for Consultation, Section of the Americas
Statement of Cash Flows
Year Ended April 30, 2024

Operating activities

Change in net assets	\$ 1,497,762
Adjustments to reconcile change in net assets to net cash provided by operating activities	
Net realized and unrealized gain on investments	(58,616)
Change in value of split interest agreements	(44,212)
Amortization of right-of-use asset	11,385
Depreciation	6,762
Change in	
Contributions receivable, net	(32,832)
Other receivable	(1,217)
Prepaid expenses and other assets	2,630
Change in	
Accounts payable and accrued expenses	(2,201)
Contributions payable to the World Office	9,540
Operating lease liability	(10,888)
Net cash provided by operating activities	<u>1,378,113</u>

Investing activities

Purchases of investments	(289,454)
Proceeds from sale of investments	69,730
Purchases of property and equipment	<u>(39,999)</u>
Net cash used in investing activities	<u>(259,723)</u>

Net change in cash and cash equivalents 1,118,390

Cash and cash equivalents

Beginning of year	<u>204,966</u>
End of year	<u><u>\$ 1,323,356</u></u>

Supplemental disclosure of cash flow information

Non-cash investing and financing activities	
Initial recognition of lease liability related to right-of-use asset	<u><u>\$ 50,268</u></u>

The Notes to Financial Statements are an integral part of this statement.

Friends World Committee for Consultation, Section of the Americas
Notes to Financial Statements
April 30, 2024

1. NATURE OF OPERATIONS

Friends World Committee for Consultation, Section of the Americas (the "Organization" or "FWCC"), a nonprofit organization, was formed in 1937 to encourage fellowship among all the branches of the Religious Society of Friends. In the Americas, the Quaker community extends from the Arctic to the Andes, spanning a rich diversity of regional cultures, beliefs and styles of worship. FWCC offers programs that unite friends across the hemisphere through Spirit-led fellowship.

2. SIGNIFICANT ACCOUNTING POLICIES

Basis of Accounting

The accompanying financial statements have been prepared on the accrual basis of accounting in accordance with accounting principles generally accepted in the United States of America ("GAAP"). Accordingly, revenues are recognized when earned and expenses are recognized when incurred.

Financial Statement Presentation

FWCC reports information regarding its financial position and activities according to the following classes of net assets:

Net Assets without donor restrictions: Net assets that are not subject to donor-imposed restrictions.

Net Assets with donor restrictions: Net assets that are subject to donor-imposed restrictions that will be satisfied by actions of FWCC and/or the passage of time. When a restriction is satisfied, 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.

Also included in this category are net assets subject to donor-imposed restrictions that require the net assets to be maintained indefinitely while permitting FWCC to expend the income generated in accordance with the provisions of the contribution.

Estimates

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

Fair Value Measurements of Assets and Liabilities

GAAP defines fair value as the price that would be received to sell an asset or paid to transfer a liability (i.e., the "exit price") in an orderly transaction between market participants at the measurement date. GAAP establishes a fair value hierarchy for inputs used in measuring fair value that maximizes the use of observable inputs and minimizes the use of unobservable inputs by requiring that the most observable inputs be used when available. Observable inputs are those that market participants would use in pricing the asset or liability based on market data obtained from sources independent of FWCC. Unobservable inputs reflect FWCC's assumptions about the inputs market participants would use in pricing the asset or liability developed based on the best information available in the circumstances. The fair value hierarchy is categorized into three levels based on the inputs as follows:

Level 1 - Valuations based on quoted prices in active markets for identical assets or liabilities that FWCC has the ability to access. Since valuations are based on quoted prices that are readily and regularly available in an active market, valuation of these assets and liabilities does not entail a significant degree of judgment.

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Level 2 - Valuations based on quoted prices in markets that are not active or for which all significant inputs are observable, either directly or indirectly.

Level 3 - Valuations based on inputs that are unobservable, that is, inputs that reflect FWCC's own assumptions.

Cash and Cash Equivalents

Cash equivalents consist of short-term, highly liquid investments, which have original maturities of three months or less when purchased and are insured by the Federal Deposit Insurance Corporation ("FDIC") subject to applicable limitations.

Contributions Receivable

Unconditional promises to give are recorded at their net realizable value. If such promises to give are due in more than one year, they are discounted to the present value of their estimated future cash flows using a discount rate commensurate with the risk involved. Amortization of the discount is included in contribution revenue.

An allowance for uncollectible unconditional promises to give is provided based upon management's judgment including such factors as prior collection history and type of contribution. No allowance is deemed necessary as of April 30, 2024. Conditional promises to give are not included as revenue until the conditions are substantially met. There were no conditional promises to give as of April 30, 2024.

Investments and Investment Income

FWCC invests in a professionally managed portfolio that contains various types of securities (See Note 3). 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 the near term would materially affect investment balances and the amounts reported in the financial statements.

Beneficial Interest in Charitable Remainder Trusts

The beneficial interest in charitable remainder trusts is reported at the fair value of the related assets less the present value of the payments expected to be made to other beneficiaries.

Beneficial Interest in Perpetual Trusts

The beneficial interest in perpetual trusts is reported at fair market value and is equal to FWCC's share of the assets in the trusts.

Support from Meetings and Members

Support from meetings and members received is recorded as net assets without donor restrictions or with donor restrictions depending on the absence or existence and nature of any donor restrictions. Donor-restricted support from meetings and members whose restrictions are satisfied in the same period are reported as net assets without donor restrictions.

Unconditional support from meetings and members is recognized as revenue when the related promise to give is received. Conditional support from meetings and members is recognized as revenue when the conditions are satisfied.

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Income Tax Status

FWCC is exempt from federal income tax under Section 501(c)(3) of the Internal Revenue Code.

GAAP requires entities to evaluate, measure, recognize and disclose any uncertain income tax positions taken on their tax returns. GAAP prescribes a minimum recognition threshold that a tax position is required to meet in order to be recognized in the financial statements. FWCC believes that it had no uncertain tax positions as defined in GAAP.

Functional Allocation of Expenses

The costs of providing various program and supporting services have been presented on a functional basis in the statements of activities and functional expenses. Expenses directly attributable to a specific functional area are reported as expenses of that functional area. Expenses not directly attributable to a specific functional area are allocated. Significant expenses that are allocated include salaries and fringe benefits which are allocated based on estimates of time and effort.

Leases

The Organization categorizes leases with contractual terms longer than twelve months as either operating or finance. Finance leases are generally those leases that allow the Organization to substantially utilize or pay for the entire asset over its estimated life. All other leases are categorized as operating leases. Leases with contractual terms of 12 months or less are not recorded on the statement of financial position. The Organization had no finance leases during 2024.

Certain lease contracts may include obligations to pay for other services, such as operations, property taxes, and maintenance. For leases of property, the Organization accounts for these other services as a component of the lease. For all other leases, the services are accounted for separately and the Organization allocates payments to the lease and other services components based on estimated stand-alone prices.

Lease liabilities are recognized at the present value of the fixed lease payments, reduced by any incentives, using a discount rate based on the risk-free rate at time of lease execution or adoption. Right of use assets are recognized based on the initial present value of the fixed lease payments, reduced by any incentives and any direct costs from executing the leases. Lease assets are tested for impairment in the same manner as long-lived assets used in operations.

Options to extend lease terms, terminate leases before the contractual expiration date, or purchase the leased assets, are evaluated for their likelihood of exercise. If it is reasonably certain that the option will be exercised, the option is considered in determining the classification and measurement of the lease.

Costs associated with operating lease assets are recognized on a straight-line basis within operating expenses over the term of the lease.

Accounting Pronouncement Adopted in the Current Year

On May 1, 2022, the Organization adopted Accounting Standards Codification Topic 842, *Leases*, (“ASC 842”), which supersedes Accounting Standards Codification Topic 840, *Leases*, (“ASC 840”), using the modified retrospective approach. Comparative prior periods were not adjusted upon adoption, as the Organization utilized the practical expedient available under the guidance. Further, the Organization elected to implement the package of practical expedients, whereby the Organization did not (i) reassess existing contracts for embedded leases, (ii) reassess existing lease agreements for finance or operating classification, or (iii) reassess existing lease agreements in consideration of initial direct costs. The implementation of this standard did not have a material impact to the statements of activities or cash flows.

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Upon adoption, the Organization recognized \$50,268 in right-of-use (“ROU”) assets, and lease liability. There was no cumulative effect of applying the new standard and accordingly there was no adjustment to net assets upon adoption.

Measurement of Credit Losses on Financial Instruments

In June 2016, the FASB issued Accounting Standards Update (“ASU”) 2016-13, *Measurement of Credit Losses on Financial Instruments*, which requires credit losses on most financial assets measured at amortized cost and certain other instruments to be measured using an expected credit loss model, referred to as the current expected credit loss (“CECL”) model. Under this model, entities are required to estimate credit losses over the entire contractual term of the instrument. The Organization adopted the provisions of ASU 2016-13 effective May 1, 2023. The adoption of the standard did not have a material to its financial statements.

3. CONTRIBUTIONS RECEIVABLE

Contributions receivable is due as follows as of April 30, 2024:

Receivable in less than one year	\$ 254,450
Receivable in two to five years	202,954
Less unamortized discount	<u>(8,831)</u>
Total	<u>\$ 448,573</u>

4. INVESTMENTS

Investments at April 30, 2024, consisted of the following:

Units in The Quaker Growth and Income Fund of Friends Fiduciary Corporation	
Quaker Growth and Income Fund	\$ 921,121
Short-Term Investment Fund	<u>379,286</u>
Total	<u>\$ 1,300,407</u>

The Quaker Growth and Income Fund and the Short Term Investment Fund are co-mingled investment funds sponsored by Friends Fiduciary Corporation (“Friends Fiduciary”). Friends Fiduciary is a Quaker nonprofit corporation which qualifies as a tax-exempt organization under Section 501(c)(3) of the Internal Revenue Code. Friends Fiduciary’s mission is to provide investment and trusteeship services for Friends’ meetings, schools and other nonprofit, tax-exempt organizations.

The Quaker Growth and Income Fund’s investment objective is to provide long-term total returns by investing its assets in a balanced portfolio of common stocks and fixed income investments. The Short-Term Investment Fund’s investment objective is to provide consistent, low volatility performance with an emphasis on high credit quality, low risk and liquidity.

5. BENEFICIAL INTEREST IN CHARITABLE REMAINDER TRUSTS

FWCC has been named as the remaining beneficiary of several irrevocable charitable remainder trusts. The agreements provide for the lead beneficiaries to receive annual distributions until their death, and that, upon their death, FWCC is to receive the remainder. The amounts of the remainder and payments to be made to the lead beneficiaries are estimated and have been reduced to present value. FWCC has recorded a liability for one charitable remainder trust for payments due to a related party upon distribution of the trust which is shown as funds due to others on the statement of financial position as April 30, 2024.

Friends World Committee for Consultation, Section of the Americas
Notes to Financial Statements
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6. BENEFICIAL INTEREST IN PERPETUAL TRUSTS

FWCC is the income beneficiary of two perpetual trusts. Friends Fiduciary serves as trustee of these trusts. The principal portions of the trusts are restricted in perpetuity and the income distributions are both unrestricted and restricted for various programs (See Note 9).

7. NET ASSETS WITHOUT DONOR RESTRICTIONS - BOARD DESIGNATED

Net assets without donor restrictions are board designated for the following purposes as of April 30, 2024, and were as follows:

Elkinton Fund	\$ 109,921
Founders Fund	158,370
Susan Bax Fund-support for women in ministry	75,422
Committee travel Fund	53,922
Green Fund	32,597
Mertic Fund	<u>23</u>
Total	<u>\$ 430,255</u>

8. NET ASSETS WITH DONOR RESTRICTIONS

Net assets with donor restrictions consist of the following at April 30, 2024:

Net assets with donor restrictions	
Personnel support	\$ 7,875
Scholarly explorations of Christian mysticism	186,234
Travel	252,142
Capital campaign	846,129
Latin American projects	57,348
Time restrictions	<u>41,696</u>
	<u>1,391,424</u>

Net assets with donor restrictions restricted in perpetuity

A. Ward Applegate Visitation Fund	50,009
Anna G. Elkinton Trust	722,431
Laura & Augustus Cadwallader Fund	<u>3,887</u>
	<u>776,327</u>
Total net assets with donor restrictions	<u>\$ 2,167,751</u>

Friends World Committee for Consultation, Section of the Americas
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Net assets with donor restrictions were released from restrictions by incurring expenses satisfying their restricted purpose and by the passage of time as follows during the year ended April 30, 2024:

Personnel support	\$ 9,317
Scholarly explorations of Christian mysticism	4,398
Travel	46,339
Capital campaign	148,807
Latin American projects	12,000
Time restrictions	<u>7,300</u>
	<u>\$ 228,161</u>

Net assets to be maintained indefinitely consist of an endowment fund and beneficial interest in perpetual trusts. Income from the A. Ward Applegate Visitation Fund is restricted for visitation and travel to overseas yearly meetings. Income from the Anna G. Elkinton Trust is restricted for travel and scholarships. Income from the Laura & Augustus Cadwallader Fund is unrestricted.

9. ENDOWMENT FUND

An accounting standard was issued which provides guidance on the net asset classification of donor-restricted endowment funds for a nonprofit organization that is subject to an enacted version of the Uniform Prudent Management of Institutional Funds Act ("UPMIFA"). FWCC is not subject to this guidance since Pennsylvania has not enacted a version of UPMIFA. The standard also requires additional disclosures about an organization's endowment funds (both donor-restricted endowment funds and board-designated endowment funds) whether or not the organization is subject to UPMIFA.

In accordance with Pennsylvania statutes, FWCC has adopted investment and spending policies for its endowment assets that attempt to provide a predictable stream of funding to programs supported by its endowment while seeking to maintain the purchasing power of these endowment assets over the long-term. FWCC's spending and investment policies work together to achieve this objective. The investment policy establishes an achievable return objective through diversification of asset classes.

The spending policy calculates the amount of money annually distributed from the permanently restricted endowment fund to support various programs. The current spending policy is to distribute an amount equal to interest and dividends up to 4.0% of a moving three-year average of the fair value of the endowment fund.

Changes in the endowment assets for the year ended April 30, 2024, is as follows:

Endowment assets, beginning of the year	\$ 47,472
Realized and unrealized gains	<u>2,537</u>
Endowment assets, end of the year	<u>\$ 50,009</u>

Friends World Committee for Consultation, Section of the Americas
Notes to Financial Statements
April 30, 2024

10. CONTRIBUTIONS PAYABLE TO THE WORLD OFFICE

FWCC contributes 25% of its unrestricted support from meetings and members from the previous fiscal year to the World Office so it can carry out FWCC's mission on a global scale. Prior to fiscal year 2019, FWCC was calculating this liability on an annual basis based on the previous year's unrestricted support.

In 2019, FWCC began calculating this monthly based on current support. It is recorded as an unconditional promise to give as soon as it is calculated. The amount owed is \$76,248 and is expected to be in paid in the fiscal year 2025.

11. RETIREMENT PLAN

FWCC participates in a defined benefit retirement plan, Friends Pension Plan, with other unrelated tax-exempt Quaker organizations. FWCC's contribution to the plan was \$14,676 for the year ended April 30, 2024. FWCC's relative position in this plan is not readily determinable.

FWCC also participates in a 403(b) defined contribution pension plan with other unrelated tax-exempt Quaker organizations covering all eligible employees. FWCC makes discretionary matching contributions for eligible employees. Employer contributions to the plan during the year ended April 30, 2024, were \$6,289.

12. LEASE COMMITMENTS

FWCC leases its office space from another unrelated tax-exempt Quaker organization under an agreement that expires on June 30, 2027. Because the rate implicit in the lease is generally not available, the Organization utilizes the risk-free rate as the discount rate. At April 30, 2024, the Organization's weighted average discount rate was 3.64%. The weighted average remaining life of the operating lease was 3.17 years at April 30, 2024.

As of April 30, 2024, the operating right-of-use asset was \$38,883, and the operating lease liability was \$39,380. The operating lease cost, and other lease expense during the year ended April 30, 2024, was \$12,997 and is included as rent expense in the accompanying statement of functional expenses. Operating cash flows relating to the operating lease was \$12,500 for the year ended April 30, 2024.

The following is a maturity analysis of the annual undiscounted cash flows of the operating lease liability as of the years ending April 30:

2025	\$ 12,812
2026	13,134
2027	13,458
2028	<u>2,252</u>
Total operating lease payments	41,656
Less: Imputed interest	<u>(2,276)</u>
Total operating lease liabilities	<u>\$ 39,380</u>

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Notes to Financial Statements
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13. ASSETS AND LIABILITIES MEASURED AT FAIR VALUE ON A RECURRING BASIS

The following is a summary of assets and liabilities measured at fair value on a recurring basis and the valuation inputs used to value them:

Description	Balance April 30, 2024	Quoted Prices in Active Markets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)
Investments (a)	\$ 1,300,407	\$ -	\$ -	\$ -
Beneficial interest in charitable remainder trusts	89,400	-	-	89,400
Beneficial interest in perpetual trusts	<u>726,318</u>	<u>-</u>	<u>-</u>	<u>726,318</u>
Total assets	<u>\$ 2,116,125</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 815,718</u>

(a) Investments that are measured at fair value using the net asset value practical expedient have not been classified in the fair value hierarchy. These investments have been included in this table to permit reconciliation to the amounts presented in the statement of financial position.

The following table sets forth the change in the fair value of the beneficial interest in perpetual trusts measured using significant unobservable inputs as of April 30, 2024:

Fair value balance, beginning of the year	\$ 771,506
Change in value of beneficial interest in perpetual trusts	<u>44,212</u>
	<u>\$ 815,718</u>

Contribution receivable, contributions payable to the World Office and funds held for others are recorded on a non-recurring basis based upon Level 2 inputs.

14. LIQUIDITY AND AVAILABILITY OF RESOURCES

The following reflects FWCC's financial assets as of the statement of financial position date, which have been reduced by financial assets not available within one year.

Cash and cash equivalents	\$ 1,323,356
Contributions receivable, net	448,573
Investments	<u>1,300,407</u>
Total financial assets available for within one year	3,072,336
Less: Amounts unavailable for general expenditures within one year	
Board designated	(430,255)
Restricted by donor for specific purposes or periods	(1,391,424)
Restricted by donor to be maintained indefinitely	<u>(50,009)</u>
Total financial assets available to management for general expenditures within one year	<u>\$ 1,200,648</u>

Friends World Committee for Consultation, Section of the Americas
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Liquidity Management

As part of FWCC's liquidity management, it invests cash in excess of daily requirements in short-term investments, typically the Short-Term Investment Fund of Friends Fiduciary Corporation. At any time, the board of directors can designate the board restricted assets to be used for operations.

15. RISKS AND UNCERTAINTIES

The Organization has significant cash balances at financial institutions which throughout the year may regularly exceed the federally insured limit of \$250,000. Any loss incurred or a lack of access to such funds could have a significant adverse impact on the Organization's financial condition, results of operations, and cash flows.

16. SUBSEQUENT EVENTS

Management has evaluated subsequent events through November 12, 2024, the date on which the financial statements were available to be issued. No material subsequent events have occurred since April 30, 2024, that require recognition or disclosure in the financial statements.