

THE ALASKA CENTER FOR THE  
BLIND AND VISUALLY IMPAIRED

Financial Statements

(With Independent Auditor's Report Thereon)

Years Ended June 30, 2024 and 2023

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## **Independent Auditor's Report**

Members of the Board of Directors  
The Alaska Center for the Blind and Visually Impaired  
Anchorage, Alaska

### **Opinion**

We have audited the accompanying financial statements of The Alaska Center for the Blind and Visually Impaired (the Center) (a nonprofit 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 financial statements referred to above present fairly, in all material respects, the financial position of the Center 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. 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 Center 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 the financial statements in accordance with accounting principles generally accepted in the United States of America, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the Center's ability to continue as a going concern within 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 generally accepted auditing standards, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Center's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the Center'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.

*Altman, Rogers & Co.*

Anchorage, Alaska  
November 14, 2024

THE ALASKA CENTER FOR THE BLIND AND VISUALLY IMPAIRED

Statements of Financial Position

June 30, 2024 and 2023

ASSETS	<u>2024</u>	<u>2023</u>
Current assets:		
Cash and cash equivalents	\$ 491,783	585,140
Accounts receivable	16,894	65,951
Grants receivable	41,980	28,998
Inventory	1,685	1,708
Prepaid items	6,351	7,073
Assets held for sale	10,000	10,000
CURRENT ASSETS	<u>568,693</u>	<u>698,870</u>
Non-current assets:		
Property and equipment, net of depreciation	302,289	336,310
Beneficial interest in assets held by the Alaska Community Foundation	42,568	38,335
NON-CURRENT ASSETS	<u>344,857</u>	<u>374,645</u>
	<u>\$ 913,550</u>	<u>1,073,515</u>
LIABILITIES AND NET ASSETS		
Current liabilities:		
Accounts payable	3,450	6,339
Accrued payroll and payroll liabilities	13,045	14,130
Accrued leave	27,179	25,111
Refundable advances	40,708	44,846
TOTAL LIABILITIES	<u>84,382</u>	<u>90,426</u>
Net assets:		
Without donor restrictions:		
Undesignated	419,599	555,996
Designated for property and equipment	302,289	336,310
Designated for endowment	42,568	38,335
	<u>764,456</u>	<u>930,641</u>
With donor restrictions	64,712	52,448
TOTAL NET ASSETS	<u>829,168</u>	<u>983,089</u>
	<u>\$ 913,550</u>	<u>1,073,515</u>

See accompanying notes to financial statements.

THE ALASKA CENTER FOR THE BLIND AND VISUALLY IMPAIRED

Statements of Activities

Years Ended June 30, 2024 and 2023

	<u>2024</u>	<u>2023</u>
NET ASSETS WITHOUT DONOR RESTRICTIONS		
Operating activities:		
Support:		
Individuals	\$ 47,414	55,027
Foundations	97,138	93,357
Corporations	33,462	39,610
Government	366,890	213,459
Contributed non-financial assets	-	400
Net assets released from restrictions	18,171	18,040
TOTAL SUPPORT	<u>563,075</u>	<u>419,893</u>
Revenues:		
Fees and services	68,423	211,531
Aids and appliances	34,671	56,910
Gaming, net	37,751	11,153
Other	33,258	21,903
TOTAL REVENUE	<u>174,103</u>	<u>301,497</u>
TOTAL SUPPORT AND REVENUE	<u>737,178</u>	<u>721,390</u>
Expenses:		
Program services:		
Blind and visually impaired services	687,566	611,347
Support services:		
Management and general	144,551	153,607
Fundraising	80,356	72,687
Total support services	<u>224,907</u>	<u>226,294</u>
TOTAL EXPENSES	<u>912,473</u>	<u>837,641</u>
Change in net assets without donor restrictions from operating activities	(175,295)	(116,251)
Non-operating activities:		
Investment income, net of fees	5,926	3,194
Restricted earnings (loss) on endowment, net	3,184	1,646
Change in net assets without donor restrictions from non-operating activities	<u>9,110</u>	<u>4,840</u>
Change in net assets without donor restrictions	<u>(166,185)</u>	<u>(111,411)</u>
NET ASSETS WITH DONOR RESTRICTIONS		
Support:		
Individuals	30,435	34,660
Net assets released from restrictions	<u>(18,171)</u>	<u>(18,040)</u>
Change in net assets with donor restrictions	<u>12,264</u>	<u>16,620</u>
CHANGE IN NET ASSETS	(153,921)	(94,791)
NET ASSETS, Beginning of year	<u>983,089</u>	<u>1,077,880</u>
NET ASSETS, End of year	<u>\$ 829,168</u>	<u>983,089</u>

See accompanying notes to financial statements.

THE ALASKA CENTER FOR THE BLIND AND VISUALLY IMPAIRED

Statements of Functional Expenses

Years Ended June 30, 2024 and 2023

	2024				2023					
	Program Services Blind and Visually Impaired Services	Support Services		Total Program and Support Services	Program Services Blind and Visually Impaired Services	Support Services		Total Program and Support Services	Total Program and Support Services	
		Management and General	Fundraising			Management and General	Fundraising			
EXPENSES										
Salaries and benefits	\$ 449,918	115,059	56,628	171,687	621,605	402,378	112,802	51,949	164,751	567,129
Office supplies	2,195	561	276	837	3,032	2,140	600	276	876	3,016
Program supplies	5,993	-	-	-	5,993	8,865	-	-	-	8,865
Postage	312	80	39	119	431	304	85	39	124	428
Travel	33,963	-	-	-	33,963	13,311	1,748	-	1,748	15,059
Equipment maintenance	4,199	1,074	529	1,603	5,802	3,834	1,075	495	1,570	5,404
Equipment / software	33,347	1,560	768	2,328	35,675	27,541	417	552	969	28,510
Aides and appliances	36,431	-	-	-	36,431	54,316	-	-	-	54,316
Low vision aids	37,698	-	-	-	37,698	21,810	-	-	-	21,810
Facility maintenance	6,323	1,617	796	2,413	8,736	8,565	2,401	1,106	3,507	12,072
Staff recruitment and training	987	237	116	353	1,340	193	774	-	774	967
Board meetings	-	337	-	337	337	-	-	-	-	-
Marketing	4,870	157	78	235	5,105	3,804	2,088	-	2,088	5,892
Gaming permit	-	419	-	419	419	-	100	-	100	100
Events / projects	-	-	12,624	12,624	12,624	-	-	10,035	10,035	10,035
Professional fees - legal / accounting	11,799	3,017	1,485	4,502	16,301	11,053	3,098	1,427	4,525	15,578
Professional fees - other	2,390	-	-	-	2,390	-	4,250	-	4,250	4,250
Membership fees	-	2,100	-	2,100	2,100	-	2,000	-	2,000	2,000
Taxes	-	470	-	470	470	-	907	-	907	907
Insurance	13,664	4,207	1,544	5,751	19,415	10,742	6,941	1,323	8,264	19,006
Telephone	6,726	1,720	847	2,567	9,293	6,754	1,894	872	2,766	9,520
Utilities	7,283	1,862	917	2,779	10,062	7,578	2,124	978	3,102	10,680
Interest and bank charges	-	2,538	-	2,538	2,538	-	2,409	-	2,409	2,409
Depreciation	29,468	7,536	3,709	11,245	40,713	28,159	7,894	3,635	11,529	39,688
<b>TOTAL EXPENSES</b>	<b>\$ 687,566</b>	<b>144,551</b>	<b>80,356</b>	<b>224,907</b>	<b>912,473</b>	<b>611,347</b>	<b>153,607</b>	<b>72,687</b>	<b>226,294</b>	<b>837,641</b>

See accompanying notes to financial statements.



THE ALASKA CENTER FOR THE BLIND AND VISUALLY IMPAIRED

Statements of Cash Flows

Years Ended June 30, 2024 and 2023

	<u>2024</u>	<u>2023</u>
CASH FLOWS FROM OPERATING ACTIVITIES:		
Change in net assets	\$ (153,921)	(94,791)
Adjustments to reconcile change in net assets to net cash provided by operations:		
Depreciation	40,713	39,688
(Gain) loss on investments	(4,233)	(2,567)
(Increase) decrease in net assets:		
Accounts receivable	49,057	11,290
Grants receivable	(12,982)	(8,474)
Inventory	23	346
Prepaid items	722	(1,856)
Increase (decrease) in liabilities:		
Accounts payable	(2,889)	(816)
Accrued payroll and payroll liabilities	(1,085)	(235)
Accrued leave	2,068	(975)
Refundable advances	(4,138)	(9,457)
Net cash provided (used) by operations	<u>(86,665)</u>	<u>(67,847)</u>
CASH FLOWS FROM INVESTING ACTIVITIES:		
Purchase of property and equipment	<u>(6,692)</u>	<u>(1,100)</u>
INCREASE IN CASH AND CASH EQUIVALENTS	(93,357)	(68,947)
CASH AND CASH EQUIVALENTS, Beginning of year	<u>585,140</u>	<u>654,087</u>
CASH AND CASH EQUIVALENTS, End of year	<u>\$ 491,783</u>	<u>585,140</u>

See accompanying notes to financial statements.

# THE ALASKA CENTER FOR THE BLIND AND VISUALLY IMPAIRED

## Notes to Financial Statements

June 30, 2024 and 2023

### I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

#### **Operations**

The Alaska Center for the Blind and Visually Impaired (Center) is a nonprofit organization located in Anchorage, Alaska. The Center is a training and resource center that equips Alaskans with skills to deal with sustained vision loss, for success in life and work.

#### **Basis of Accounting and Presentation**

The Alaska Center for the Blind and Visually Impaired's financial statements are presented on the accrual basis of accounting in accordance with accounting principles generally accepted in the United States of America. Accordingly, revenues are recognized when they are earned. Liabilities and expenses are recorded when incurred.

#### **Net Assets**

The Center's financial statements segregate net assets into two categories according to externally (donor) imposed restrictions. Net assets, revenues, gains, and losses are classified based on the existence or absence of donor or grantor-imposed restrictions. Accordingly, net assets and changes therein are classified and reported as follows:

**Net Assets Without Donor Restrictions** – Net assets available for use in general operations and not subject to donor (or certain grantor) restrictions.

**Net Assets With Donor Restrictions** – Net assets subject to donor- (or certain grantor-) imposed restrictions. Some donor-imposed restrictions are temporary in nature, such as those that will be met by the passage of time or other events specified by the donor. Other donor-imposed restrictions are perpetual in nature, where the donor stipulates those resources be maintained in perpetuity. Gifts of long-lived assets and gifts of cash restricted for the acquisition of long-lived assets are recognized as revenue when the assets are placed in service. Donor-imposed restrictions are released when a restriction expires, that is, when the stipulated time has elapsed, when the stipulated purpose for which the resource was restricted has been fulfilled, or both.

#### **Cash and Cash Equivalents**

For purposes of the Statements of Cash Flows, the Center considers all unrestricted, highly liquid investments with an initial maturity of three months or less to be cash equivalents. Because of the highly liquid nature of certificates of deposits, they are also included in cash and cash equivalents regardless of original maturities.

**Accounts Receivable and Credit Loss**

A majority of accounts receivable consist of receivables from fees for services. Accounts receivable are stated at the amount management expects to collect from outstanding balances. The estimation of losses considers prior charge offs and recoveries against the credit reserve as well as the historical loss information, economic conditions, character of the credit risk and reasonable and supportable forecasts. Management believes that all receivables are collectible and therefore, no credit reserve has been recorded. Management writes off receivables after all collection efforts have been exhausted.

**Inventory**

Inventory consists of aids and appliances for the blind. Inventory is valued at the lower of cost (first-in, first-out) or market.

**Prepaid Items**

Payments made to vendors for services which benefit periods beyond the June 30 year end, are recorded as prepaid items and deposits.

**Property and Equipment**

Purchased assets are recorded at cost or estimated cost when original cost is not available. Contributed assets are recorded at fair value at the date of receipt. All assets over \$1,000 are capitalized. All capitalized assets are depreciated over their useful lives using the straight-line method. Useful lives of assets vary from 3-5 years for equipment to 20 years for buildings and building improvements.

**Accrued Leave**

Annual leave is accrued as earned and recorded as an expense in the period earned. The maximum hours allowed to carry over is 120 on a calendar year basis.

**Contract and Grant Revenues**

A portion of the Organization's revenue is derived from cost-reimbursable federal and state grants and contracts, which are conditional upon certain performance requirements and or/the incurrence of allowable qualifying expenses and have a right of return. Amounts received prior to incurring qualifying expenses are as reported refundable advances on the Statements of Financial Position. The Organization received \$40,708 and \$44,846, that has not been recognized at June 30, 2024 and 2023, respectively, because qualifying expenses have not yet been incurred.

The Organization is funded primarily by grants from the U.S. Department of Education and Alaska Department of Labor and Workforce Development. Receivables from granting agencies, if any, represents the excess of allowable expenses over cash receipts.

### **Contributions**

The Organization recognizes contributions when cash, securities, or other assets; an unconditional promise to give; or a notification of a beneficial interest is received. Conditional promises to give – that is, those with a measurable performance or other barrier and a right of return – are not recognized until the conditions on which they depend have been met. The gifts are reported as restricted support if they are received with donor stipulations that limit the use of the donated assets. When a donor restriction expires, that is, when a stipulated time restriction ends or purpose restriction is accomplished, net assets with donor restrictions are reclassified as net assets without donor restrictions and reported in the Statements of Activities as net assets released from program restrictions. Donor-restricted contributions whose restrictions are met within the same year as received are reported as unrestricted contributions in the accompanying financial statements.

### **Revenue Recognition**

Grant revenue – cost reimbursable grant revenues are recorded as earned when related expenses are incurred.

Client fees – client fees are recognized as revenue when earned.

### **Donated Services and Materials**

Donated services are recognized as contributions in accordance with FASB ASC 958, Accounting for Contributions Received and Contributions Made, if the services (1) create or enhance nonfinancial assets or (2) require specialized skills, are performed by people with those skills, and would otherwise be purchased by the Center. In-kind contributions for space, supplies, and professional services are recorded in the statement of activities at market value and recognized as revenue and expenses in the period they are received, except for donated equipment, which is recorded as revenue in the period received and the asset is depreciated over its estimated useful life.

### **Functionalized Expenses**

The financial statements report certain categories of expenses that are attributed to more than one program or supporting function. Therefore, expenses require allocation on a reasonable basis that is consistently applied. The expenses that are allocated include Salaries and Benefits, Office Supplies, Postage, Equipment Maintenance, Facility Maintenance, Professional Fees – Legal/Accounting, Telephone, Utilities, and Depreciation Expense which are allocated on the basis of estimated time and effort. 100% of Program Supplies, Aids & Appliances, and Low Vision Aids are allocated to program expenses. The remaining categories of Travel, Equipment / Software, Facility Rent, Staff Recruitment & Training, Board Meetings, Marketing, Gaming Permit, Events/Projects, Professional Fees – Other, Membership fees, Taxes, Insurance, Investment expenses – ACF, Interest and Bank Charges, Bad Debt, and Other are allocated on the base of consumption or use of program or support services.

### **Management Estimates**

The preparation of the financial statements in conformity with accounting principles generally accepted in the United States of America requires the Center's management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

### **Income Taxes**

The Center is a nonprofit corporation exempt from income taxation under Section 501(c)(3) of the Internal Revenue Code.

Although the organization is exempt from federal income taxes, any income derived from unrelated business activities is subject to the requirement of filing Federal Income Tax Form 990—T and a tax liability may be determined on these activities. The organization had no income derived from unrelated business activities as of June 30, 2024 or 2023.

The Center classifies all interest and penalties related to tax contingencies as income tax expense. As of June 30, 2024 and 2023, there are no accrued interest or penalties related to tax contingencies or uncertain tax positions. As of June 30, 2024 and 2023 there were no uncertain tax positions or unrecognized tax benefits for which management believes it is reasonably possible that the total amounts of tax contingencies will significantly increase or decrease within 12 months of the reporting date. The Center files tax returns in the U.S. Federal Jurisdiction and the State of Alaska. As of 2024, the tax years that remain subject to examination begins with 2021.

### **Fair Value of Financial Instruments**

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction in the principal, or most advantageous, market at the measurement date under current market conditions regardless of whether that price is directly observable or estimated using another valuation technique.

The following financial instruments are recorded at fair value or at amounts that approximate fair value: (1) cash and cash equivalents, (2) receivables, net (3) certain other current assets, (4) accounts payable and (5) other current liabilities. The carrying amounts reported in the statements of financial position for the above financial instruments closely approximate their fair value due to the short-term nature of these assets and liabilities.

THE ALASKA CENTER FOR THE BLIND AND VISUALLY IMPAIRED

Notes to Financial Statements, Continued

**II. CASH AND CASH EQUIVALENTS**

The carrying amount of cash and cash equivalents at June 30, 2024 and 2023, consists of the following:

	<u>2024</u>	<u>2023</u>
Petty cash	\$ 275	275
Demand deposits	354,540	334,138
Certificates of deposit	<u>136,968</u>	<u>250,727</u>
Total	<u>\$ 491,783</u>	<u>585,140</u>

The Center maintains cash balances at several financial institutions located in Anchorage, Alaska. Accounts at the institutions are insured by either the Federal Deposit Insurance Corporation or the National Credit Union Association up to \$250,000. Uninsured cash was \$93,406 and \$105,947 at June 30, 2024 and 2023, respectively.

**III. CERTIFICATES OF DEPOSIT**

Certificates of deposit totaling \$136,968 at June 30, 2024 and \$250,727 at June 30, 2023 are included in cash and cash equivalents in the accompanying financial statements. The certificates bear interest of 4.36% at June 30, 2024 and 1.34% at June 30, 2023 and have maturities of seven months, with penalties for early withdrawal. Any penalties for early withdrawal would not have a material effect on the financial statements.

**IV. PROPERTY AND EQUIPMENT**

The following is a summary of property and equipment for the years ended June 30:

	<u>2024</u>	<u>2023</u>
Assets held for sale	\$ <u>10,000</u>	<u>10,000</u>
Vehicles and equipment	58,339	69,582
Building	603,684	603,684
Building improvements	<u>585,155</u>	<u>579,753</u>
Total property and equipment	1,247,178	1,253,019
Less accumulated depreciation	<u>(944,889)</u>	<u>(916,709)</u>
Net property, plant and equipment	<u>\$ 302,289</u>	<u>336,310</u>

Depreciation expense for the fiscal years ended June 30, 2024 and 2023 was \$40,713 and \$39,688, respectively.

THE ALASKA CENTER FOR THE BLIND AND VISUALLY IMPAIRED

Notes to Financial Statements, Continued

**V. NET ASSETS WITH DONOR RESTRICTIONS**

Net assets with donor restrictions subject to expenditure for specific purpose are available for program related activities and are comprised of donations restricted for building improvements and clients in the amount of \$64,712 and \$52,448 for June 30, 2024 and 2023, respectively.

Net assets were released from donor restrictions by incurring expenses satisfying the restricted purpose as follows for the years ended June 30, 2024 and 2023:

Satisfaction of purpose restriction:

	<u>2024</u>	<u>2023</u>
Building improvements and client services	\$ <u>18,171</u>	<u>18,040</u>

**VI. CONCENTRATION OF SUPPORT**

The Alaska Center for the Blind and Visually Impaired received 50% of its support and revenue from fees for services and 9% from federal and State of Alaska grants for the fiscal year ending June 30, 2024. The Alaska Center for the Blind and Visually Impaired received 29% of its support and revenue from fees for services and 30% from federal and State of Alaska grants for the fiscal year ending June 30, 2023. A significant reduction in the level of government support and service fee revenues, if this were to occur, would have a significant impact on the Center's programs and activities.

**VII. ENDOWMENT FUND**

The Alaska Community Foundation (Foundation) holds and administers monies as an endowment fund in which the Center retains the right to recommend grants to the extent allowable by the spending policy. These monies are shown as a beneficial interest in assets held by the Foundation and as net assets without donor restrictions. Changes in this designation of net assets are the result of earnings and losses on the fund.

The Board of Directors of the Alaska Community Foundation has the power to modify any restriction or condition on the distribution of funds for any specified purposes or to a specified organization if, in the sole judgment of the Board, such restriction or condition becomes, in effect, unnecessary, incapable of fulfillment, or inconsistent with the charitable needs of the community served.

The Center's investment objective for the endowment fund is the preservation of capital and continued growth through reinvestment of earnings.

**VIII. CONTINGENCIES**

Amounts received or receivable from the State of Alaska and the federal government are subject to audit and adjustment. Any disallowed claims, including amounts already collected, would become a liability of the Center.

THE ALASKA CENTER FOR THE BLIND AND VISUALLY IMPAIRED

Notes to Financial Statements, Continued

**IX. GRANTS**

A summary of government grant revenue for the years ended June 30, 2024 and 2023 follows:

	<u>2024</u>	<u>2023</u>
Federal:		
U.S. Department of Education	\$ 134,798	153,338
State of Alaska:		
Department of Labor and Workforce Development	<u>232,092</u>	<u>60,121</u>
Total government support	<u>\$ 366,890</u>	<u>213,459</u>

**X. FAIR VALUE OF FINANCIAL INSTRUMENTS**

The Center's financial assets and liabilities carried at fair value have been classified, for disclosure purposes, based on a hierarchy defined by generally accepted accounting principles. The hierarchy gives the highest ranking to fair values determined using unadjusted quoted prices in active markets for identical assets and liabilities (Level 1) and the lowest ranking to fair values determined using methods and models with unobservable inputs (Level 3). An asset's or a liability's classification is based on the lowest level input that is significant to its measurement. For example, a Level 3 fair value measurement may include inputs that are both observable (Levels 1 and 2) and unobservable (Level 3).

The levels of the fair value hierarchy are as follows:

- Level 1 – Values are unadjusted quoted prices for identical assets and liabilities in active markets accessible at the measurement date.
- Level 2 – Inputs include quoted prices for similar assets or liabilities in active markets, quoted prices from those willing to trade in markets that are not active, or other inputs that are observable or can be corroborated by market data for the term of the instrument. Such inputs include market interest rates and volatilities, spreads and yield curves.
- Level 3 – Certain inputs are unobservable (supported by little or no market activity) and significant to the fair value measurement. Unobservable inputs reflect the Center's estimate of what hypothetical market participants would use to determine a transaction price for the asset or liability at the reporting date.

The following table provides information as of June 30 about the Alaska Center for the Blind and Visually Impaired's financial assets measured at fair value. Endowment funds have been valued at original cost plus or minus the allocated earnings or losses incurred. Earnings (losses) on these investments are based on the activity of the underlying investments held by Alaska Community Foundation.

		<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total</u>
	<u>2024</u>				
Investments held by ACF	\$	<u>-</u>	<u>42,568</u>	<u>-</u>	<u>42,568</u>
	<u>2023</u>				
Investments held by ACF	\$	<u>-</u>	<u>38,335</u>	<u>-</u>	<u>38,335</u>



THE ALASKA CENTER FOR THE BLIND AND VISUALLY IMPAIRED

Notes to Financial Statements, Continued

**XI. LIQUIDITY AND AVAILABILITY**

Financial assets available for general expenditure, that is, without donor or other restrictions limiting their use, within one year of the balance sheet date, comprise the following:

Cash and cash equivalents	\$	491,783
Accounts receivable		16,894
Grants receivable		<u>41,980</u>
	\$	<u>550,657</u>

As part of our liquidity management plan, we maintain cash balances sufficient to meet cash needs. We also monitor receivable balances to ensure balances are collected in a timely manner to meet cash needs. Budgets are established and actual performance monitored to ensure spending does not exceed approved levels.

**XII. SUBSEQUENT EVENTS**

Management has evaluated subsequent events through November 14, 2024, the date which the financial statements were available for issue. No events were identified that would require disclosure according to generally accepted accounting principles.