

Asha for Education

Covina, California

Financial Statements and Independent Auditors' Report

For the Year Ended December 31, 2024

*With Summarized Comparative Financial Information
For the Year Ended December 31, 2023*

Asha For Education
For the Year Ended December 31, 2024

(With Summarized Comparative Financial Information for the Year Ended December 31, 2023)

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**INDEPENDENT AUDITORS' REPORT**www.pungroup.cpa

To the Board of Directors
of Asha for Education
Covina, California

Report on the Audit of the Financial Statements***Opinion***

We have audited the accompanying financial statements of Asha for Education (a California nonprofit organization) (the "Organization"), which comprise the statement of financial position as of December 31, 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 the Organization as of December 31, 2024, and the changes in its net assets, its functional expenses, 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. Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the 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 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 Organization's ability to continue as a going concern within one year after the date that the financial statements are available to be issued.

Auditors' Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with 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 Organization's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the Organization's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control related matters that we identified during the audit.

Report on Summarized Comparative Information

We have previously audited the Organization's financial statements for the year ended December 31, 2023, and we expressed an unmodified opinion on those financial statements in our report dated May 31, 2024. In our opinion, the summarized comparative information presented with the financial statements herein as of and for the year ended December 31, 2023, is consistent, in all material respects, with the audited financial statements from which it has been derived.

The Pw Group, LLP

Sacramento, California
May 8, 2025

FINANCIAL STATEMENTS

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Asha for Education
Statement of Financial Position
December 31, 2024

(With Comparative Financial Information as of December 31, 2023)

	2024	2023
ASSETS		
Cash	\$ 1,860,405	\$ 1,973,992
Contributions receivable	658,500	350,094
Investments	6,194,592	5,712,281
Accrued interest receivable	33,930	22,981
Prepaid expenses and other assets	546	2,242
	<hr/>	<hr/>
Total assets	\$ 8,747,973	\$ 8,061,590
	<hr/> <hr/>	<hr/> <hr/>
LIABILITIES AND NET ASSETS		
Liabilities:		
Accounts payable	\$ 23,249	\$ 19,074
	<hr/>	<hr/>
Total liabilities	23,249	19,074
	<hr/>	<hr/>
Net assets:		
Without donor restrictions:		
Board-designated for India Activity Centers	100,000	100,000
Board-designated for Relief and Rehabilitation	50,000	50,000
Undesignated	8,436,382	7,651,003
	<hr/>	<hr/>
Total net assets without donor restrictions	8,586,382	7,801,003
	<hr/>	<hr/>
With donor restrictions:		
Purpose-restricted	138,342	241,513
	<hr/>	<hr/>
Total net assets with donor restrictions	138,342	241,513
	<hr/>	<hr/>
Total net assets	8,724,724	8,042,516
	<hr/>	<hr/>
Total liabilities and net assets	\$ 8,747,973	\$ 8,061,590
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The accompanying notes are an integral part of these financial statements.

Asha for Education
Statement of Activities
For the Year Ended December 31, 2024
(With Summarized Comparative Financial Information for the Year Ended December 31, 2023)

	Without Donor Restrictions	With Donor Restrictions	2024 Total	2023 Total
Revenues:				
Support and other revenue:				
Contributions of cash and other financial assets	\$ 3,803,006	\$ -	\$ 3,803,006	\$ 3,937,285
Contributions of nonfinancial assets	223,677	-	223,677	220,325
Special event revenue, net of contributions	126,979	-	126,979	68,188
Less: Costs of direct benefits to donors	(132,963)	-	(132,963)	(88,434)
Conference revenue	5,470	-	5,470	-
Total support and other revenue	4,026,169	-	4,026,169	4,137,364
Net assets released from restrictions	103,171	(103,171)	-	-
Total revenue	4,129,340	(103,171)	4,026,169	4,137,364
Expenses:				
Program services	3,305,965	-	3,305,965	3,094,272
Supporting services:				
Management and general	237,811	-	237,811	228,200
Fundraising	122,553	-	122,553	70,371
Total supporting services	360,364	-	360,364	298,571
Total expenses	3,666,329	-	3,666,329	3,392,843
Other income:				
Investment income	322,368	-	322,368	218,237
Changes in net assets	785,379	(103,171)	682,208	962,758
Net assets:				
Beginning of year, as restated (Note 6)	7,801,003	241,513	8,042,516	7,079,758
End of year	<u>\$ 8,586,382</u>	<u>\$ 138,342</u>	<u>\$ 8,724,724</u>	<u>\$ 8,042,516</u>

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

Asha for Education
Statement of Functional Expenses
For the Year Ended December 31, 2024
(With Summarized Comparative Financial Information for the Year Ended December 31, 2023)

	Program Services	Management and General	Fundraising	2024 Total	2023 Total
Expenses:					
Project disbursements	\$ 3,226,699	\$ -	\$ -	\$ 3,226,699	\$ 3,039,191
Accounting and audit fees	-	48,157	-	48,157	47,855
Administrative	-	13,661	-	13,661	16,302
Advertising	-	132	-	132	75
Bank charges	-	16,291	-	16,291	16,001
Conference expenses	23,347	-	-	23,347	-
Credit card processing fees	-	-	42,647	42,647	37,322
Donated services	55,919	134,206	33,552	223,677	220,325
Event expenses	-	-	46,354	46,354	-
Insurance	-	17,101	-	17,101	9,786
Postage and shipping	-	-	-	-	166
Travel	-	748	-	748	23
Website	-	7,515	-	7,515	5,797
Total expenses	\$ 3,305,965	\$ 237,811	\$ 122,553	\$ 3,666,329	\$ 3,392,843

Asha for Education
Statement of Cash Flows
For the Year Ended December 31, 2024
(With Comparative Financial Information for the Year Ended December 31, 2023)

	<u>2024</u>	<u>2023</u>
CASH FLOWS FROM OPERATING ACTIVITIES:		
Change in net assets	\$ 682,208	\$ 962,758
Reconciliation of change in net assets to net cash provided by (used in) operating activities:		
Realized and unrealized (gains) losses on investments	(64,501)	(31,552)
Donations of investment securities	(252,348)	(99,533)
Changes in assets and liabilities:		
(Increase) decrease in assets:		
Contributions receivable	(308,406)	(18,644)
Accrued interest receivable	(10,949)	(10,943)
Prepaid expenses and other assets	1,696	(1,817)
Increase (decrease) in liabilities:		
Accounts payable	4,175	4,948
Net cash provided by (used in) operating activities	<u>51,875</u>	<u>805,217</u>
CASH FLOWS FROM INVESTING ACTIVITIES:		
Proceeds from sales of investment securities	4,618,223	1,102,281
Purchases of investment securities	<u>(4,930,062)</u>	<u>(3,493,500)</u>
Net cash provided by (used in) investing activities	<u>(311,839)</u>	<u>(2,391,219)</u>
Net increase (decrease) in cash and cash equivalents	(259,964)	(1,586,002)
Cash balance:		
Beginning of year	<u>1,973,992</u>	<u>3,557,882</u>
End of year, before reclassified cash from investments	1,714,028	1,971,880
Reclassified cash from investments	<u>146,377</u>	<u>2,112</u>
End of year	<u><u>\$ 1,860,405</u></u>	<u><u>\$ 1,973,992</u></u>

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

NOTES TO THE FINANCIAL STATEMENTS

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Asha for Education
Notes to the Financial Statements
For the Year Ended December 31, 2024

(With Summarized Comparative Financial Information for the Year Ended December 31, 2023)

Note 1 – Nature of Organization

Asha for Education (the “Organization”) is a secular organization dedicated to change in India by focusing on basic education in the belief that education is a critical requisite for socio-economic change. Their focus on children's education has galvanized a number of volunteers across the globe. As of December 31, 2024, the Organization has 46 chapters worldwide: 38 in the United States, 3 in India, 4 in Europe, and 1 in Canada. In 2023, the Organization opened a virtual chapter called Asha Beyond Borders. This virtual chapter is for volunteers that live in areas with no local chapter for volunteers to engage. The virtual chapter operates exactly like any other chapter in every respect and has volunteers from across the United States.

The Organization is primarily funded by individual and corporate donations, and the proceeds of chapter-sponsored special events. Volunteers in each of the chapters take personal interest in identifying education-related projects in India and supporting those projects through funds and other means.

As part of the Organization’s charter, all chapters operate with a high degree of autonomy in identifying, researching, supporting, and managing projects. However, collaboration among chapters and volunteers remains a core aspect of the Organization’s work. This cooperation is demonstrated through joint project ownership, cross-chapter focus groups, discussions on key issues, and global initiatives such as the Asha-wide Conference, Work-An-Hour campaign, and the Asha India Conference.

In keeping with this focus, volunteers are involved with and support projects in India that are secular and have an education-related component to them. The Organization’s objectives are:

1. To provide education to underprivileged children in India.
2. To encourage the formations of various local groups across the world to reach out to larger sections of the population.
3. To support and cooperate with persons and groups already engaged in similar activities.
4. To raise the required human and other resources to achieve the group objectives.
5. To provide opportunities to individuals living outside India who wish to participate in Asha activities in India.
6. To address, whenever possible, other issues affecting human life such as health care, the environment, socio-economic aspects, and women’s issues.

The financial statements include the accounts of the Organization and its chapters located in the United States of America. Other international affiliates are located in Canada, Europe, and India are not included in the accompanying financial statements because the Organization does not exercise control over the management and operations of those international affiliates.

Note 2 – Summary of Significant Accounting Policies

Basis of Accounting

The financial statements of the Organization have been prepared on the accrual basis of accounting in accordance with accounting principles generally accepted in the United States of America (“U.S. GAAP”) where revenues and gains are recognized when earned, and expenses and losses are recognized when incurred.

Asha for Education
Notes to the Financial Statements (Continued)
For the Year Ended December 31, 2024

(With Summarized Comparative Financial Information for the Year Ended December 31, 2023)

Note 2 – Summary of Significant Accounting Policies (Continued)

Basis of Presentation

The financial statement presentation follows the guidance of the Financial Accounting Standards Board (FASB) in its Accounting Standards Update (ASU) 2016-14 *Not-for-Profit Entities (Topic 958): Presentation of Financial Statements for Not-for-Profit Entities*. Under ASU 2016-14, the Organization is required to report information regarding its financial position and activities according to two classes of net assets: net assets without donor restrictions and net assets with donor restrictions.

Cash and Cash Equivalents

The Organization considers all highly liquid investments with an original maturity of three months or less at the time of purchase to be cash equivalents.

Contributions Receivable

Contributions receivable that are expected to be collected within one year are recorded at net realizable value. Contributions receivable expected to be collected in future years are initially recorded at fair value using present value techniques incorporating risk-adjusted discount rates designed to reflect the assumptions market participants would use in pricing the asset. In subsequent years, amortization of the discounts is included in contribution revenue in the statement of activities. Based on historical experience, an assessment of economic conditions, and a review of subsequent collections, management expects all such contributions to be collectible. Accordingly, an allowance for uncollectible contributions has not been established as of December 31, 2024 and 2023.

Investments

Investment purchases are recorded at cost, or if donated, at fair value on the date of donation. Thereafter, investments are reported at their fair values in the statement of financial position. Net investment return/(loss) is reported in the statement of activities and consists of interest and dividend income, realized and unrealized capital gains and losses, less external and direct internal investment expenses.

Net Assets

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 for use in general operations and not subject to donor (or certain grantor) restrictions. The Board of Directors may designate a portion of net assets without donor restrictions for specific purposes.
- *Net Assets with Donor Restrictions:* Net assets subject to donor (or certain grantor) imposed restrictions. Some restrictions are temporary in nature, such as those that will be met by the passage of time or other events specified by the donor or grantor. Other restrictions are perpetual in nature, where the donor or grantor stipulates that resources be maintained in perpetuity. All donor-restricted contributions are reported as increases in net assets with donor restrictions, depending on the nature of the restrictions. 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.

All contributions are considered available for general use, unless specifically restricted by donor or subject to other legal restrictions.

Asha for Education
Notes to the Financial Statements (Continued)
For the Year Ended December 31, 2024

(With Summarized Comparative Financial Information for the Year Ended December 31, 2023)

Note 2 – Summary of Significant Accounting Policies (Continued)

Revenue and Revenue Recognition

The Organization recognizes revenue in accordance with FASB Accounting Standards Codification (ASC) 958-605, *Not-for-Profit Entities – Revenue Recognition*. Contributions are recognized when cash, securities, or other assets, an unconditional promise to give, or a notification of a beneficial interest is received. Conditional contributions, which contain both a measurable performance obligation or other barrier and a right of return, are not recognized as revenue until the conditions are substantially met or explicitly waived.

Special event revenues are recognized when the event occurs. Revenue derived from special events is reported separately as (1) contributions, representing the portion received for which there is no commensurate value exchanged, and (2) exchange transaction revenue, representing the fair value of goods and services provided to attendees. The costs of direct benefits to donors are presented separately in the statement of activities.

Conference revenue, consisting of registration fees from the Organization's biannual educational conference, is recognized when the event takes place.

Contributed Nonfinancial Assets

The Organization recognizes contributed nonfinancial assets at fair value on the date of donation, in accordance with applicable accounting standards. The Organization evaluates contributed services to determine whether they meet the recognition criteria of (1) requiring specialized skills, (2) being provided by individuals with those skills, and (3) services that would otherwise need to be purchased by the Organization.

During the years ended December 31, 2024 and 2023, contributed nonfinancial assets consisted of donated professional services, which were recognized at their estimated fair value based on market rates for comparable services. The Organization does not sell donated gifts-in-kind.

Additionally, volunteers provide time in support of program services, administration, and fundraising activities. However, these contributed services are not recognized in the financial statements as they do not meet the criteria for recognition under U.S. GAAP.

Donated Securities

The Organization receives donations of publicly traded securities, which are recorded as contributions at fair value upon receipt. In accordance with the Organization's policy, donated securities are liquidated as soon as practicable. Proceeds from the sale of donated securities are classified as cash and used in support of the Organization's mission.

Functional Allocation of Expenses

The costs of providing the program services and other activities are presented in the statement of functional expenses and summarized in the statement of activities. Program and supporting services are charged with their direct expenses when applicable. Certain categories of expenses are attributed to both program and supporting services; therefore, when applicable, expenses require allocation on a reasonable basis that is consistently applied. The Organization's allocated expenses consist of donated services, which are evaluated based on the nature of the service provided.

Asha for Education
Notes to the Financial Statements (Continued)
For the Year Ended December 31, 2024

(With Summarized Comparative Financial Information for the Year Ended December 31, 2023)

Note 2 – Summary of Significant Accounting Policies (Continued)

Income Tax Status

The Organization is exempt from income taxes under Section 501(c)(3) of the Internal Revenue Code (IRC) and related California code sections. However, the Organization is subject to income taxes on unrelated business income unless otherwise excluded under IRC provisions. The Organization is considered a public charity and has been classified as an organization that is not a private foundation under IRC Section 509(a)(2).

Management has processes presently in place to ensure maintenance of the Organization's tax-exempt statuses; to identify and report unrelated business income; to determine the filing and tax obligations for which the Organization has nexus; and to identify and evaluate other matters that may be considered tax positions. Management has evaluated the tax positions and related income tax contingencies and do not believe that any material uncertain tax positions exist that require recognition or disclosure in the financial statements.

Use of Estimates

In preparing financial statements in conformity with U.S. GAAP, management is required to make estimates and assumptions that affect reported amounts of assets and liabilities at the date of the financial statements and the reported amounts of revenue and expenses during the reported period. Actual results could vary from those estimates under different assumptions or conditions.

Financial Instruments and Credit Risk

Deposit concentration risk is managed by placing cash and cash equivalents with financial institutions believed by management to be creditworthy. While balances may occasionally exceed federally insured limits or include investments in uninsured money market mutual funds, management monitors these balances and has not experienced any losses to date.

Credit risk associated with contributions receivable is considered limited due to the Organization's historically high collection rates and the concentration of receivables in established third-party donation platforms that aggregate contributions from individual and corporate donors.

Investments are overseen by the Treasury Committee, and performance is periodically reviewed by the Board of Directors. The Organization invests primarily in U.S. government-backed securities and insured bank certificates of deposit. While investment values may fluctuate year to year, the Organization believes its investment policies are appropriate for maintaining liquidity and long-term financial stability.

Reclassifications

Certain comparative amounts have been reclassified for consistency with the current year presentation. These reclassifications affected only the classification and presentation of line items and had no effect on previously reported total net assets or changes in net assets.

Comparative Financial Information

The accompanying financial statements include certain prior-year summarized comparative information in total but not by net asset class. Such information does not include sufficient detail to constitute a presentation in conformity with U.S. GAAP. Accordingly, such information should be read in conjunction with our audited financial statements for the year ended December 31, 2023, from which the summarized information was derived.

Asha for Education
Notes to the Financial Statements (Continued)
For the Year Ended December 31, 2024

(With Summarized Comparative Financial Information for the Year Ended December 31, 2023)

Note 2 – Summary of Significant Accounting Policies (Continued)

Recently Adopted Accounting Pronouncement

During the year ended December 31, 2024, the Organization adopted Accounting Standards Update (ASU) 2016-13, *Financial Instruments—Credit Losses (Topic 326)*, commonly referred to as "CECL." The standard primarily affects entities with significant trade receivables or financing arrangements. As the Organization's receivables are predominantly contributions and short-term receivables from donors and platforms, the adoption of ASU 2016-13 did not have a material impact on the financial statements.

Note 3 - Liquidity and Availability

Financial assets available for general expenditure, that is, without donor or other restrictions limiting their use, within one year of the statement of financial position date, comprise the following as of December 31, 2024 and 2023:

	<u>2024</u>	<u>2023</u>
Cash	\$ 1,860,405	\$ 1,973,992
Contributions receivable	658,500	350,094
Investments	6,194,592	5,712,281
Accrued interest receivable	33,930	22,981
Less financial assets unavailable for general expenditures within one year, due to:		
Restriction by donor for a specific purpose	(138,342)	(241,513)
Designation by the board for reserves	(150,000)	(150,000)
Financial assets available to meet cash needs for general expenditures within one year	<u><u>\$ 8,459,085</u></u>	<u><u>\$ 7,667,835</u></u>

As part of its liquidity management, the Organization maintains reserves in interest-bearing accounts and monitors cash flows to ensure sufficient funds are available to meet operational needs. Additionally, the Organization's Board of Directors has designated certain net assets for specific programs, which limits their immediate availability for general expenditures. However, these funds may be redirected by Board action if necessary, and remain available to meet liquidity needs should circumstances require.

Note 4 – Contributions Receivable

Contributions receivable expected to be collected within one year comprise the following as of December 31, 2024 and 2023:

	<u>2024</u>	<u>2023</u>
Unconditional promises to give	\$ 658,500	\$ 350,094
Total contributions receivable	<u><u>\$ 658,500</u></u>	<u><u>\$ 350,094</u></u>

Asha for Education
Notes to the Financial Statements (Continued)
For the Year Ended December 31, 2024

(With Summarized Comparative Financial Information for the Year Ended December 31, 2023)

Note 5 – Investments

In accordance with generally accepted accounting principles, the Organization uses the following fair value hierarchy to categorize the inputs used in measuring the fair value of its investments. The input levels used for valuation are not necessarily indicative of risk but represent the degree of market observability:

- Level 1 – Quoted prices in active markets for identical assets or liabilities, such as publicly traded stocks and mutual funds.
- Level 2 – Observable inputs other than Level 1, including quoted prices for similar assets or liabilities in active or inactive markets, interest rate yield curves, matrix pricing for fixed-income securities, or market corroborated pricing.
- Level 3 – Unobservable inputs reflecting the Organization’s own assumptions about the assumptions market participants would use in pricing the asset or liability. These may include internally developed models, uncorroborated pricing data, or significant management judgment regarding liquidity, discount rates, and other factors.

The Organization utilizes market data and pricing services to determine fair values where available and appropriate. Investments measured at fair value on a recurring basis are classified within the fair value hierarchy based on the lowest level of input that is significant to the valuation.

Investments are reported at fair value and consist of the following as of December 31, 2024 and 2023:

2024	Total	Level 1	Level 2	Level 3
Brokered certificates of deposit	\$ 5,502,182	\$ -	\$ 5,502,182	\$ -
U.S. Treasury securities	692,410	-	692,410	-
Investments carried at fair value	\$ 6,194,592	\$ -	\$ 6,194,592	\$ -

2023	Total	Level 1	Level 2	Level 3
Brokered certificates of deposit	\$ 5,220,880	\$ -	\$ 5,220,880	\$ -
U.S. Treasury securities	491,401	-	491,401	-
Investments carried at fair value	\$ 5,712,281	\$ -	\$ 5,712,281	\$ -

Investment income consist of the following for the years ended December 31, 2024 and 2023:

	2024	2023
Interest and dividends	\$ 257,867	\$ 186,685
Realized gains	8,519	251
Unrealized gains	55,982	31,301
Total investment income	\$ 322,368	\$ 218,237

Asha for Education
Notes to the Financial Statements (Continued)
For the Year Ended December 31, 2024

(With Summarized Comparative Financial Information for the Year Ended December 31, 2023)

Note 6 – Net Assets with Donor Restrictions

Net assets with donor restrictions represent contributions that are restricted by donors for specific programs or purposes. The Organization considers such restrictions to be satisfied when the related expenditures are incurred in accordance with the donor's stipulations.

As of December 31, 2024 and 2023, net assets with donor restrictions consisted of the following:

	<u>2024</u>	<u>2023</u>
Subject to expenditure for a specified purpose:		
Education projects in India	\$ 138,342	\$ 207,790
Cyclone relief	-	33,723
Total net assets with donor restrictions	<u><u>\$ 138,342</u></u>	<u><u>\$ 241,513</u></u>

Net assets were released from donor restrictions during the years ended December 31, 2024 and 2023 as the Organization incurred expenditures that fulfilled donor-imposed restrictions or as the time restrictions lapsed:

	<u>2024</u>	<u>2023</u>
Satisfaction of purpose restrictions	\$ 103,171	\$ 7,500
Total net assets released from donor restrictions	<u><u>\$ 103,171</u></u>	<u><u>\$ 7,500</u></u>

Correction of Prior Net Assets Classification

During the year ended December 31, 2024, the Organization identified that certain contributions previously reported as time-restricted in the financial statements for the year ended December 31, 2023 were not subject to donor-imposed restrictions. These contributions were received near the end of the fiscal year and had been internally reserved for future use but lacked donor stipulations. As a result, the December 31, 2023 net assets with donor restrictions have been corrected in the accompanying comparative information to remove \$350,094 of amounts that were not donor-restricted. This correction had no impact on total net assets.

Asha for Education
Notes to the Financial Statements (Continued)
For the Year Ended December 31, 2024

(With Summarized Comparative Financial Information for the Year Ended December 31, 2023)

Note 7 – Contributed Nonfinancial Assets

Contributed nonfinancial assets recognized in the statement of activities for the years ended December 31, 2024 and 2023 are as follows:

	Program Services	Management and General	Fundraising	Total
2024				
Donated management services	\$ 55,919	\$ 134,206	\$ 33,552	\$ 223,677
Total contributed nonfinancial assets	\$ 55,919	\$ 134,206	\$ 33,552	\$ 223,677
2023				
Donated management services	\$ 55,081	\$ 132,195	\$ 33,049	\$ 220,325
Total contributed nonfinancial assets	\$ 55,081	\$ 132,195	\$ 33,049	\$ 220,325

The Organization's donated management services consist of individuals performing the functions of chief executive officer, chief financial officer, and chief technology officer. These services support program, administrative, and fundraising activities and are recognized at fair value based on prevailing market rates for comparable management positions.

Volunteer time provided in other capacities has not been recognized, as it does not meet the criteria for reliable measurement and consistent valuation under FASB ASC 958-605.

Note 8 - Subsequent Events

The Organization has evaluated subsequent events through May 8, 2025, the date the financial statements are available to be issued and is not aware of any other subsequent events which would require recognition or disclosure in the financial statements.