

FRIENDS OF GIVAT HAVIVA, INC.
AUDITED BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2024
(WITH AUDITOR'S REPORT THEREON)

FRIENDS OF GIVAT HAVIVA, INC.
NEW YORK, NEW YORK
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DECEMBER 31, 2024

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INDEPENDENT AUDITOR'S REPORT

To the Board of Directors of
Friends of Givat Haviva, Inc.
New York, New York

Opinion

We have audited the accompanying financial statements of the Friends of Givat Haviva, Inc. (the "Organization") (a nonprofit organization), which comprise the statement of financial position as of December 31, 2024, and the related statements of activities, functional expenses, changes in net assets, 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 of Givat Haviva, Inc. as of December 31, 2024, and the changes in 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. Our responsibilities under those standards are further described in the Auditor's Report Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of Friends of Givat Haviva, Inc. 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.

Auditor's Report 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, including omissions, 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.

Gregg S. Bossen, CPA, PC
Atlanta, Georgia
July 29, 2025

FRIENDS OF GIVAT HAVIVA, INC.
NEW YORK, NEW YORK
STATEMENT OF FINANCIAL POSITION
DECEMBER 31, 2024

	<u>WITHOUT DONOR RESTRICTIONS</u>	<u>WITH DONOR RESTRICTIONS</u>	<u>TOTAL</u>
<u>ASSETS:</u>			
CURRENT ASSETS:			
Cash and Cash Equivalents	\$938,538	\$878,922	\$1,817,460
Investments	2,014		2,014
Grants Receivable	-0-	65,000	65,000
Pledges Receivable	63,008	33,073	96,081
Accounts Receivable	2,352		2,352
Prepaid Expenses	2,465		2,465
Total Current Assets	<u>1,008,377</u>	<u>976,995</u>	<u>1,985,372</u>
OTHER ASSETS:			
Security Deposit	1,950		1,950
Total Other Assets	<u>1,950</u>	<u>-0-</u>	<u>1,950</u>
TOTAL ASSETS	<u>1,010,327</u>	<u>976,995</u>	<u>1,987,322</u>
<u>LIABILITIES AND NET ASSETS:</u>			
CURRENT LIABILITIES:			
Accounts Payable	4,338		4,338
Credit Cards Payable	23,224		23,224
Payroll Liabilities	1,731		1,731
Total Current Liabilities	<u>29,293</u>	<u>-0-</u>	<u>29,293</u>
NET ASSETS:			
Without Donor Restrictions	981,034		981,034
With Donor Restrictions		976,995	976,995
Total Net Assets	<u>981,034</u>	<u>976,995</u>	<u>1,958,029</u>
TOTAL LIABILITIES AND NET ASSETS	<u>\$1,010,327</u>	<u>\$976,995</u>	<u>\$1,987,322</u>

See Auditor's Report and Notes to Financial Statements

FRIENDS OF GIVAT HAVIVA, INC.
NEW YORK, NEW YORK
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED DECEMBER 31, 2024

	<u>WITHOUT DONOR RESTRICTIONS</u>	<u>WITH DONOR RESTRICTIONS</u>	<u>TOTAL</u>
PUBLIC SUPPORT & OTHER REVENUE:			
<u>Public Support:</u>			
Contributions – Individuals & Businesses	\$726,846	\$719,400	\$1,446,246
Contributions – Foundations & Organizations	147,048	688,375	835,423
In-Kind Contributions	3,118	3,900	7,018
Net Assets, Restrictions Met	1,459,251	(1,459,251)	
Total Public Support	<u>2,336,263</u>	<u>(47,576)</u>	<u>2,288,687</u>
<u>Other Revenue:</u>			
Investment Income, Net of Costs	10,575		10,575
Miscellaneous Income	4,680		4,680
Unrealized (Loss) on Investments	(646)		(646)
Total Other Revenue	<u>14,609</u>	<u>-0-</u>	<u>14,609</u>
Total Public Support and Other Revenue	<u>2,350,872</u>	<u>(47,576)</u>	<u>2,303,296</u>
EXPENSES:			
Program Services	1,877,108		1,877,108
Management & General	79,177		79,177
Fundraising	97,038		97,038
Total Expenses	<u>2,053,323</u>	<u>-0-</u>	<u>2,053,323</u>
CHANGES IN NET ASSETS	<u>\$297,549</u>	<u>(\$47,576)</u>	<u>\$249,973</u>

See Auditor's Report and Notes to Financial Statements

FRIENDS OF GIVAT HAVIVA, INC.
NEW YORK, NEW YORK
STATEMENT OF FUNCTIONAL EXPENSES
FOR THE YEAR ENDED DECEMBER 31, 2024

	<u>PROGRAM SERVICES</u>	<u>MANAGEMENT & GENERAL</u>	<u>FUNDRAISING</u>	<u>TOTAL</u>
Grant funds to Israel	\$1,819,066			\$1,819,066
Salaries & Wages	39,978	990	39,648	\$80,616
Professional Fees		52,842		52,842
Marketing & Promotion			29,945	29,945
Fringe Benefits	7,700	191	7,637	15,528
Bad Debt Expense		7,500		7,500
Dues & Subscriptions		4,653	2,486	7,139
Rent	3,366	67	3,299	6,732
Travel			5,902	5,902
Bank & Credit Card Fees	4,621	603		5,224
Payroll Taxes	2,377	59	2,357	4,793
Web Hosting & Website		3,885		3,885
Contracted Services			3,118	3,118
Printing & Design			2,646	2,646
Insurance		2,477		2,477
Supplies		2,428		2,428
Training & Development		1,908		1,908
Telephone & Internet		781		781
Miscellaneous		468		468
Postage		325		325
 TOTAL EXPENSES	 <u><u>\$1,877,108</u></u>	 <u><u>\$79,177</u></u>	 <u><u>\$97,038</u></u>	 <u><u>\$2,053,323</u></u>

See Auditor's Report and Notes to Financial Statements

FRIENDS OF GIVAT HAVIVA, INC.
NEW YORK, NEW YORK
STATEMENT OF CHANGES IN NET ASSETS
FOR THE YEAR ENDED DECEMBER 31, 2024

	<u>WITHOUT DONOR RESTRICTIONS</u>	<u>WITH DONOR RESTRICTIONS</u>	<u>TOTAL</u>
BALANCE, DECEMBER 31, 2023, BEFORE PRIOR PERIOD ADJUSTMENTS	\$683,395	\$1,024,571	\$1,707,966
 PRIOR PERIOD ADJUSTMENTS	 90	 -0-	 90
BALANCE, DECEMBER 31, 2023, AFTER PRIOR PERIOD ADJUSTMENTS	683,485	1,024,571	1,708,056
 CHANGES IN NET ASSETS	 297,549	 (47,576)	 249,973
BALANCE, DECEMBER 31, 2024	\$981,034	\$976,995	\$1,958,029

See Auditor's Report and Notes to Financial Statements

FRIENDS OF GIVAT HAVIVA, INC.
 NEW YORK, NEW YORK
 STATEMENT OF CASH FLOWS
 FOR THE YEAR ENDED DECEMBER 31, 2024

	<u>December 31, 2024</u>
CASH FLOWS FROM OPERATING ACTIVITIES:	
Changes in Net Assets	\$249,973
Adjustments to reconcile Excess to net cash provided by operating activities:	
Unrealized Loss & Realized (Gains) on Investments	(976)
Subtract Stock donations	(40,623)
(Increase) in Receivables	(29,759)
(Increase) in Prepaid Expenses	(464)
(Decrease) in Accounts Payable	(684)
Increase in Credit Cards Payable	23,224
(Decrease) in Payroll Liabilities	(3,728)
Net cash provided by operating activities	<u>196,963</u>
CASH FLOWS FROM INVESTING ACTIVITIES:	
Sales of Securities	<u>42,675</u>
Net cash provided by investing activities	<u>42,675</u>
NET CHANGE IN CASH	239,638
CASH AT BEGINNING OF YEAR	<u>1,577,822</u>
CASH AT END OF YEAR	<u><u>\$1,817,460</u></u>

See Auditor's Report and Notes to Financial Statements

FRIENDS OF GIVAT HAVIVA, INC.
NEW YORK, NEW YORK
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2024

NOTE 1: ORGANIZATION, OPERATIONS AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES:

(A) Nature of Organization:

Founded in 1965, Friends of Givat Haviva, Inc. (the "Organization or Givat Haviva") is a New York not-for-profit fundraising organization devoted to the advancement of Jewish-Arab reconciliation, cultural and religious pluralism, democratic values, and peace in the Middle East. These goals are accomplished through transfers of funds to Givat Haviva in Israel in support of their programs. For the year ended December 31, 2024, the Friends of Givat Haviva, Inc. supported the following programs:

- (i) **Children Teaching Children** - A unique educational program, offering in-depth two-year activity in grades 8 and 9, in both Jewish and Arab schools. The program focuses on accepting the other, equality, acquaintance, and friendship.
- (ii) **Givat Haviva International School (GHIS)** - GHIS is a two-year boarding-school program that aims to promote peace in the Middle East and globally by developing a multicultural and international network of leaders that will work together to create dialogue, understanding, and collaboration between individuals and societies
- (iii) **Through others' eyes** - Through Others' Eyes (TOE) is a dialogue and community-building project that brings 9 Arab and 9 Jewish teenagers together. The teenagers learn photography skills and learn about each other as they explore questions of identity, nationality, religion, and community.
- (iv) **Bara'em Hi-Tech Seeds** - The Bara'em Hi-Tech program at Givat Haviva allows promising Arab high school students in Israel to study computer science and technology and earn credits toward a bachelor's degree in computer science while still in high school. This head start, available to the most talented Jewish students through the army, is the foundation for the "Start-Up Nation."
- (v) **Cross-Sector Teachers Exchange** - The proposed program is a series of semester-long exchanges of teachers in pairs from Jewish and Arab schools. Schools will be paired based on proximity and parity to facilitate stronger connections between the schools, beyond the individual exchange teachers. The program will run for three years as a pilot with the Ministry before being scaled up and integrated into the educational system. In the first year, the mechanisms for implementation were created and honed on 14 pairs of teachers. In the second year, we plan to expand to 25 pairs. The program was paused for 2024.
- (vi) **Awad memorial** - This fund supports the building of a new computer room on Givat Haviva campus in memorial of Awad Darawshe who was killed on October 7th.
- (vii) **Educational Encounters** - The program utilizes informal peace education approaches, focusing on experiential education, Jewish-Arab encounters, dialogue, culture, arts, and joint activity. The program aims to reach students throughout the education lifecycle, starting in elementary school and continuing through high school. The need for educational intervention in Israel is rooted in the deep division between the Jewish majority and the Arab minority. Young people are the most vulnerable to powerful influences and subject to incitement. Givat Haviva's educational program aims to transform conflict trends among young people into a shared, democratic future for Israeli society. Bi national programs were not held for all class pairs like in previous years.

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FRIENDS OF GIVAT HAVIVA, INC.
NEW YORK, NEW YORK
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2024
-continued-

NOTE 1: ORGANIZATION, OPERATIONS AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES:

- (viii) **Emergency Kibbutzim relief** - this program was set up by the kibbutz movement as a way to get American funds to the kibbutzim that were impacted by the October 7th attacks.
- (ix) **Hebrew Language Enrichment** - This program aims to improve the Hebrew language skills of Arab citizens of Israel, as the level of Hebrew proficiency among Arab graduates of Israeli public schools is inadequate. The program is a three-year series for 7th, 8th, and 9th graders taught by Jewish teachers in Arab classrooms. The program seeks to achieve several goals, including creating a growing number of Arab youth proficient in spoken Hebrew and enhancing familiarity and understanding between Jewish and Arab educators.
- (x) **Emergency Interventions in Academia program** - Leading staff, management, and heads of faculties one-day seminar: The seminar is designed to guide faculty and staff members of academic institutions in how to navigate today's delicate, highly tense reality, through relevant lectures and activities. Leading faculty and staff are the ones responsible for their students' well-being, along with the quality of their education.

Academic professors and lecturers one-day tour in Arab cities: Humanities classes, sciences, and social sciences face different challenges. Conversations in the classroom differ, as do their intensity. Across all of them however, the majority of staff members in most faculties are Jewish. Because of this, Arab students are less likely to participate actively in class, especially during times of conflict. In addition, the fact that most Arab students are native Arabic speakers and use Hebrew as a second or third language, causes them to interact even less in the Hebrew speaking classes. We include this guided tour in Arab cities and villages, followed by a guided encounter with the village's youth, to enable the faculty and lecturers a better understanding of their Arab students' background, culture, behavior, and perspective which will then translate into more inclusive teaching methodologies.

- (xi) **Operation Swords of Iron** – In response to growing polarization between Jewish and Arab communities following the events of October 7, 2023, Givat Haviva implemented a series of uni-national workshops and seminars aimed at supporting youth through dialogue, reflection, and resilience-building. The program engaged over 1,000 Jewish and Arab students in junior high and high schools through in-school workshops, campus-based seminars, and weekly uni-national sessions tailored to the emotional and social needs of each group. Developed in consultation with psychologists and sociologists, the initiative provided a safe space for young people to process complex realities while fostering empathy and long-term social cohesion.

FRIENDS OF GIVAT HAVIVA, INC.
NEW YORK, NEW YORK
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2024
-continued-

NOTE 1: ORGANIZATION, OPERATIONS AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES:

(B) Basis of Presentation:

These financial statements are presented on the accrual basis of accounting in accordance with accounting principles generally accepted in the United States of America. These statements reflect the application of the Financial Accounting Standards Board (FASB) Accounting Standards Codification (ASC). Under these standards, all contributions are immediately recognized as revenue as soon as pledged (or if not pledged when received) regardless of any restrictions on use placed by the contributor. The basic financial statements are then shown divided into two net asset groups. These are:

Without Donor Restrictions:

All assets that either have no imposed restrictions on use or whose restrictions have been met by December 31, 2024.

With Donor Restrictions:

All contributions by foundations, organizations, individuals, and businesses with restrictions on use. A donor restriction expires when a stipulated time restriction ends or when a purpose restriction is accomplished. Upon expiration of the time and/or purpose of the restrictions, donor restricted net assets are reclassified to net assets without donor restrictions and are reported in the statement of activities as net assets, restrictions met.

(C) Support and Revenues:

Friends of Givat Haviva, Inc. recognizes the contributions and exchange transactions based on the FASB ASU 2018-08, Not-for-Profit Entities (Topic 958), Clarifying the Scope and the Accounting Guidance for Contributions Received and Contributions Made. The ASU clarifies and improves guidance for contributions received and contributions made and provides guidance to organizations on how to account for certain exchange transactions. Also, ASU 2018-08 clarifies whether to account for transactions as contributions or as exchange transactions. In addition, it clarifies whether a contribution is conditional.

Additionally, the Organization recognizes exchange transactions based on ASC 606, *Revenue from Contracts with Customers*, which follows the five-step framework listed below to determine the amount and timing of revenue recognition:

- Identify the contract(s) with the customer.
- Identify the performance obligations in the contract.
- Determine the transaction price.
- Allocate the transaction price to the performance obligations.
- Recognize revenue when (or as) the entity satisfies a performance obligation.

FRIENDS OF GIVAT HAVIVA, INC.
NEW YORK, NEW YORK
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2024
-continued-

NOTE 1: ORGANIZATION, OPERATIONS AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES:

(C) Support and Revenues - continued:

The Support and Revenue for the Organization are as follows:

Contributions – Individuals & Businesses:

Support from this source is recognized in the accounting period in which the contributions are pledged (or if not pledged, when received). Additionally, contributions with conditions are not recognized until the conditions have been met.

Contributions – Foundations & Organizations:

Support from these sources is recognized in the accounting period in which the grants are pledged (or if not pledged, when received). Additionally, contributions with conditions are not recognized until the conditions have been met.

In-Kind Contributions:

In-kind contributions of services and supplies (that would have otherwise been purchased by the organization) are recorded in the financial statements in the year they are received and in accordance with FASB ASU 2020-07. (See Note 6)

Investment Income, Net of Costs:

Revenue from this source, net of investment fees, is recognized in the accounting period when the revenues are earned.

Miscellaneous Income (Exchange Transaction):

Revenue from this source is recognized in the accounting period during which revenues are earned.

Unrealized Gains on Investments:

Unrealized Gains occur when an investment's fair market value changes but it has not yet been sold. It is recognized in the accounting period when the unrealized gains occur.

(D) Income Taxes:

Friends of Givat Haviva, Inc. is exempt from income taxes under Section 501(c)(3) of the United States Internal Revenue Code. During the year, Friends of Givat Haviva, Inc. had no unrelated business income as defined by Section 512 of the Code and, therefore no provision for income tax is necessary.

FASB ASC topic 740, *Income Taxes*, requires the evaluation of tax positions taken or expected to be taken in the course of preparing the Organization's tax returns to determine whether the tax positions would "more-likely-than-not" be sustained if challenged by an applicable tax authority. Tax positions not deemed to meet the more-likely-than-not threshold would be recorded as a tax benefit or expense in the current year. The Organization evaluates its uncertain tax positions using the provisions of FASB ASC topic 450, *Contingencies*. Management believes there are no material estimates that should be accrued as of December 31, 2024. The Organization believes it is no longer subject to income tax examinations for years prior to 2021.

See Auditor's Report

FRIENDS OF GIVAT HAVIVA, INC.
NEW YORK, NEW YORK
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2024
-continued-

NOTE 1: ORGANIZATION, OPERATIONS AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES:

(E) Receivables:

The Organization has 3 three kinds of receivables. Grants receivable consists of unpaid foundation and organization grants. Pledges receivable consists of pledged promises to give made by individuals and businesses. Accounts receivable consists of unpaid honorariums. The Organization carries its receivables at an amount equal to uncollected but earned revenue less an allowance for doubtful accounts. The Organization uses the allowance method to determine uncollectible receivables. Periodically, the Organization evaluates its receivables and establishes an allowance for doubtful accounts based on its past experience and current credit conditions. Based on management's evaluation of the collectability of the receivables, no allowance for doubtful accounts was recorded as of December 31, 2024.

The receivables for Friends of Givat Haviva, Inc. are expected to be collected as follows as of December 31, 2024:

	<u>Grants Receivable</u>	<u>Pledges Receivable</u>	<u>Accounts Receivable</u>	<u>Total</u>
Due within one year	\$65,000	\$96,081	\$2,352	\$163,433
Total Receivables	<u>\$65,000</u>	<u>\$96,081</u>	<u>\$2,352</u>	<u>\$163,433</u>

(F) Functional Allocation of Expenses:

Directly identifiable expenses are charged to programs and supporting services. Expenses related to more than one function are charged to programs and supporting services on the basis of periodic time and expense studies. Management and general expenses include those that are not directly identifiable with any other specific function but provide for the overall support and direction of the Organization.

(G) Use of Estimates:

The preparation of financial statements in conformity with generally accepted accounting principles in the United States of America requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

(H) Concentration of Credit Risk:

Friends of Givat Haviva, Inc. maintains bank accounts with financial institutions whose balances are insured by the Federal Deposit Insurance Corporation (FDIC) within limits. Periodically, bank account balances may exceed FDIC coverage. No credit risk is expected from uninsured deposits.

(I) Evaluation of Subsequent Events:

Management considered all events through July 29, 2025, the date the financial statements were available for release, in preparing the financial statements and the related disclosures. Management is not aware of any significant events that occurred subsequent to December 31, 2024, but prior to the issuance of this report, that would have a material impact on the financial statements.

FRIENDS OF GIVAT HAVIVA, INC.
 NEW YORK, NEW YORK
 NOTES TO FINANCIAL STATEMENTS
 DECEMBER 31, 2024
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NOTE 2: LIQUIDITY AND AVAILABILITY OF FINANCIAL ASSETS:

The following represents Friends of Givat Haviva, Inc's financial assets at December 31, 2024:

Financial assets at year-end, net of current liabilities:	
Cash and Cash Equivalents	\$1,817,460
Investments	2,014
Grants Receivable	65,000
Pledges Receivable	96,081
Accounts Receivable	2,352
Prepaid Expenses	2,465
Less: Current Liabilities	<u>(29,293)</u>
Total financial assets, net of current liabilities	1,956,079
Financial assets available to meet cash needs for general expenditures over the next twelve months	
	<u><u>\$1,956,079</u></u>

The Organization's goal is to maintain financial assets to meet 90 days of operating expenses (approximately \$77,000). Future transfers to Israel are not included in this approximation. As a part of its liquidity plan, excess cash is invested in a savings account.

FRIENDS OF GIVAT HAVIVA, INC.
NEW YORK, NEW YORK
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2024
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NOTE 3: FAIR VALUE OF INVESTMENTS:

As required by FASB Accounting Standards Codification (ASC) 820, investments are valued at their fair value in the Statement of Financial Position. In accordance with the statement, fair value is defined as the price that the Organization would receive upon selling an asset in an orderly transaction to an independent buyer in the principal or most advantageous market of the asset. A three-tier hierarchy was established by the ASC to maximize the use of the observable market data and minimize the use of unobservable inputs, and to establish classification of fair value measurements for disclosure purposes. Inputs refer broadly to the assumptions that market participants would use in pricing the asset or liability, including assumptions about risk. Inputs may be observable or unobservable. Observable inputs are inputs that reflect the assumptions market participants would use in pricing the asset or liability developed based on market data obtained from sources independent of the reporting entity. Unobservable inputs are inputs that reflect the reporting entity’s own assumptions about the assumptions market participants would use in pricing the asset or liability developed based on the best information available. The three-tier hierarchy of inputs is summarized in the three broad levels listed below:

- Level 1 – Inputs that reflect unadjusted quoted prices in active markets for identical assets or liabilities that the Organization has the ability to access at the measurement date.
- Level 2 – Inputs other than quoted prices that are observable for the asset or liability either directly or indirectly, including inputs in markets that are not considered to be active.
- Level 3 – Inputs that are unobservable, including the Organization’s own assumptions in determining the fair value of assets.

In some cases, the inputs used to measure fair value might fall in different levels of the fair value hierarchy. In such cases, the level in the fair value hierarchy within which the asset in its entirety falls is determined based on the lowest level input that is significant to the asset in its entirety. Assessing the significance of a particular input to the asset in its entirety requires judgment and considers factors specific to the asset. The categorization of an asset within the hierarchy is based upon the pricing transparency of the asset and does not necessarily correspond to the Organization’s perceived risk of liquidity profile of that asset.

The following table presents assets that are measured at fair value on a recurring basis at December 31, 2024:

	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>
Large Cap	\$2,014		
	<u>\$2,014</u>	<u>\$-0-</u>	<u>\$-0-</u>

FRIENDS OF GIVAT HAVIVA, INC.
 NEW YORK, NEW YORK
 NOTES TO FINANCIAL STATEMENTS
 DECEMBER 31, 2024
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NOTE 4: NET ASSETS WITH DONOR RESTRICTIONS:

As of December 31, 2024, net assets with donor restrictions are available for the following purposes:

Givat Haviva International School	\$848,502
Educational Encounters	30,000
Educational Interventions in Academia	24,125
Through Other's Eyes	19,300
Duke Residency	15,440
Hebrew Language Enrichment	12,062
Children Teaching Children	10,000
Awad Darawshe Memorial	9,650
Operation Swords of Iron	5,000
Hi-Tech program	2,829
Moreshet	87
Total Net Assets With Donor Restrictions	<u><u>\$976,995</u></u>

NOTE 5: SHARED COSTS & AND FEES RECEIVED FROM AN OTHER ORGANIZATION:

For the year ended December 31, 2024, Friends of Givat Haviva, Inc. shared costs with another organization, Hashomer Hatzair. The expenses on the Statement of Functional Expenses are shown net of reimbursements from Hashomer Hatzair and are detailed below:

<u>Reimbursements received in 2024:</u>	
Telephone & Internet	\$951
Total Reimbursements	<u>\$951</u>

NOTE 6: IN-KIND CONTRIBUTIONS:

The In-kind contributions revenue account consists of items contributed to the Organization which it would otherwise have purchased. The In-Kind Contribution and the corresponding expenses are booked at fair market value in accordance with the Financial Accounting Standards Board (FASB) Accounting Standards Codification (ASC) and consist of the following:

Marketing & Promotion	\$3,900
Contracted Services	3,118
Total In-Kind Contributions	<u>\$7,018</u>

See Auditor's Report

FRIENDS OF GIVAT HAVIVA, INC.
NEW YORK, NEW YORK
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2024
-continued-

NOTE 7: PRIOR PERIOD ADJUSTMENTS:

For the year ended December 31, 2024, two prior period adjustments were needed to correct the net assets without donor restrictions in 2023. The organization omitted recording an investment account and understated payroll expenses in 2023.

In accordance with Generally Accepted Accounting Principles, the amount of \$90 is shown on the Statement of Changes in Net Assets as Prior Period Adjustments.

	WITHOUT DONOR RESTRICTIONS	WITH DONOR RESTRICTIONS	TOTAL
Omission of Investment account in 2023	\$3,090	\$-0-	\$3,090
Understatement of Payroll expenses in 2023	(3,000)		(3,000)
Total Prior Period Adjustments	\$90	\$-0-	\$90