DeliverFund

Unconsolidated and Consolidated Financial Statements
December 31, 2023 and 2022

SFC
Certified Public Accountants

DeliverFund
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SFC
Certified Public Accountants

Independent Auditors' Report

To the Board of Directors and Management
of DeliverFund

Report on the Audit of the Unconsolidated and Consolidated Financial Statements

Opinion

We have audited the accompanying financial statements of DeliverFund (a nonprofit organization) (Organization) which comprise the statement of financial position as of December 31, 2023, and the related statements of activities, functional expenses and cash flows for the year then ended, and the related notes to the financial statements. We have also audited the accompanying consolidated financial statements of DeliverFund and Affiliate, which comprise the consolidated statement of financial position as of December 31, 2022, and the related consolidated statements of activities, functional expenses and cash flows for the year then ended, and the related notes to the consolidated financial statements.

In our opinion, the 2023 financial statements referred to above present fairly, in all material respects, the financial position of DeliverFund as of December 31, 2023, and the changes in its net assets and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America (GAAP). Also, in our opinion, the 2022 consolidated financial statements present fairly, in all material respects, the consolidated financial position of DeliverFund and Affiliate as of December 31, 2022, and the results of its operations and its cash flows for the year then ended in accordance with GAAP.

Basis for Opinion

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS). Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Unconsolidated and Consolidated 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 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 Unconsolidated and Consolidated Financial Statements

Management is responsible for the preparation and fair presentation of the unconsolidated and consolidated financial statements in accordance with GAAP, and for the design, implementation and maintenance of internal control relevant to the preparation and fair presentation of unconsolidated and consolidated financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the unconsolidated and consolidated 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 unconsolidated and consolidated financial statements are available to be issued.

Auditors' Responsibilities for the Audit of the Unconsolidated and Consolidated Financial Statements

Our objectives are to obtain reasonable assurance about whether the unconsolidated and consolidated 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 GAAS will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations or the override of internal control. Misstatements, 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 unconsolidated and consolidated financial statements.

In performing an audit in accordance with GAAS, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.

- Identify and assess the risks of material misstatement of the unconsolidated and consolidated 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 unconsolidated and consolidated 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 unconsolidated and consolidated 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.

Sutton Frost Cary

A Limited Liability Partnership

Arlington, Texas
May 21, 2024

DeliverFund
Unconsolidated and Consolidated Statements of Financial Position
December 31, 2023 and 2022

	2023 (Unconsolidated)	2022 (Consolidated)
Assets		
Current assets:		
Cash and cash equivalents	$ 438,536	$ 598,285
Investments	5,161	-
Accounts receivable	-	18,511
Other receivable	9,841	-
Unconditional promises to give	40,891	68,512
Prepaid expenses	25,565	26,252
Total current assets	519,994	711,560
Noncurrent assets:		
Other assets	11,514	8,858
Property and equipment, net	29,668	24,817
Right-of-use assets - operating leases, net	120,408	182,252
Right-of-use asset - financing lease, net	-	10,307
Total noncurrent assets	161,590	226,234
Total assets	$ 681,584	$ 937,794
Liabilities and Net Assets		
Current liabilities:		
Accounts payable	$ 30,125	$ 27,198
Accrued expenses	33,676	33,135
Right-of-use liabilities - operating leases, current	82,981	109,517
Right-of-use liability - financing lease, current	-	6,363
Total current liabilities	146,782	176,213
Noncurrent Liabilities:		
Right-of-use liabilities - operating leases, net	38,858	74,457
Right-of-use liability - financing lease, net	-	1,066
Total noncurrent liabilities	38,858	75,523
Total liabilities	185,640	251,736
Net assets:		
Without donor restrictions	403,115	336,058
With donor restrictions	92,829	350,000
Total net assets	495,944	686,058
Total liabilities and net assets	$ 681,584	$ 937,794

DeliverFund
Unconsolidated Statement of Activities
Year Ended December 31, 2023

	Without Donor Restrictions	With Donor Restrictions	Total
Support and revenue:			
Contributions	$ 1,777,916	$ 382,500	$ 2,160,416
Contributed nonfinancial assets	94,625	-	94,625
Contract revenue	196,091	-	196,091
Merchandise sales	26,393	-	26,393
Other income	1,803	-	1,803
Investment income, net	19	-	19
Net assets released from restrictions	639,671	(639,671)	-
Total support and revenue	2,736,518	(257,171)	2,479,347
Expenses:			
Program services	2,084,656	-	2,084,656
Management and general	201,682	-	201,682
Fundraising	375,475	-	375,475
Total expenses	2,661,813	-	2,661,813
Excess (deficit) of support and revenue over expenses	74,705	(257,171)	(182,466)
Non-operating activity:			
Loss on disposal of financing lease assets	(7,648)	-	(7,648)
Change in net assets	67,057	(257,171)	(190,114)
Net assets at beginning of year	336,058	350,000	686,058
Net assets at end of year	$ 403,115	$ 92,829	$ 495,944

See notes to unconsolidated and consolidated financial statements.

DeliverFund and Affiliate
Consolidated Statement of Activities
Year Ended December 31, 2022

	Without Donor Restrictions	With Donor Restrictions	Total
Support and revenue:			
Contributions	$ 2,368,087	$ 865,437	$ 3,233,524
Contributed nonfinancial assets	15,000	-	15,000
Contract revenue	37,730	-	37,730
Merchandise sales	25,795	-	25,795
Other income	2,587	-	2,587
Investment loss, net	(27,793)	-	(27,793)
Net assets released from restrictions	616,663	(616,663)	-
Total support and revenue	3,038,069	248,774	3,286,843
Expenses:			
Program services	2,928,058	-	2,928,058
Management and general	282,256	-	282,256
Fundraising	572,524	-	572,524
Total expenses	3,782,838	-	3,782,838
Excess (deficit) of support and revenue over expenses	(744,769)	248,774	(495,995)
Non-operating activity:			
Employee Retention Credit	163,212	-	163,212
Change in net assets	(581,557)	248,774	(332,783)
Net assets at beginning of year	917,615	101,226	1,018,841
Net assets at end of year	$ 336,058	$ 350,000	$ 686,058

See notes to unconsolidated and consolidated financial statements.

DeliverFund
Unconsolidated Statement of Functional Expenses
Year Ended December 31, 2023

	Program Services	Management and General	Fundraising	Total
Personnel	$ 1,205,402	$ 60,413	$ 217,304	$ 1,483,119
Advertising and marketing	148,383	1,337	5,379	155,099
Bank and credit card fees	216	1,682	16,284	18,182
Depreciation and amortization	15,019	902	310	16,231
Donated professional services	94,625	-	-	94,625
Dues and subscription	4,937	-	52	4,989
Event	12,339	500	775	13,614
Insurance	27,592	1,468	-	29,060
Interest	-	36	-	36
Legal	-	38,234	-	38,234
Licenses and fees	-	7,481	7,983	15,464
Meals	6,320	1,714	3,885	11,919
Merchandise	-	-	20,959	20,959
Occupancy	169,845	6,474	11,680	187,999
Other operating	4,366	1,653	8,073	14,092
Professional fees	-	68,227	-	68,227
Shipping	2,273	1,205	161	3,639
Subcontractors	135,084	1,171	66,340	202,595
Technology hardware and software	184,896	8,301	6,435	199,632
Telephone and internet	14,068	-	-	14,068
Training	2,764	568	487	3,819
Travel and transportation	56,527	316	9,368	66,211
Total expenses included in the expense section on the statement of activities	$ 2,084,656	$ 201,682	$ 375,475	$ 2,661,813

DeliverFund and Affiliate
Consolidated Statement of Functional Expenses
Year Ended December 31, 2022

	Program Services	Management and General	Fundraising	Total
Personnel	$ 1,318,475	$ 71,921	$ 279,234	$ 1,669,630
Advertising and marketing	158,411	-	27,344	185,755
Bank and credit card fees	1,736	4,245	16,521	22,502
Depreciation and amortization	12,499	3,480	310	16,289
Donated professional services	15,000	-	-	15,000
Dues and subscription	371	6	453	830
Equipment	1,501	2,241	-	3,742
Event	212	209	12,279	12,700
Insurance	23,288	2,253	-	25,541
Interest	-	516	-	516
Legal	309	24,647	-	24,956
Licenses and fees	75	4,059	4,515	8,649
Meals	6,155	2,369	2,942	11,466
Merchandise	4,453	-	9,542	13,995
Occupancy	177,678	6,628	13,709	198,015
Other operating	3,609	12,455	2,725	18,789
Professional fees	1,272	66,523	320	68,115
Shipping	1,580	1,180	989	3,749
Subcontractors	731,209	58,462	170,345	960,016
Technology hardware and software	347,772	3,765	13,191	364,728
Telephone and internet	9,225	43	705	9,973
Training	21,498	2,545	181	24,224
Travel and transportation	91,730	14,709	17,219	123,658
Total expenses included in the expense section on the consolidated statement of activities	$ 2,928,058	$ 282,256	$ 572,524	$ 3,782,838

DeliverFund
Unconsolidated and Consolidated Statements of Cash Flows
Years Ended December 31, 2023 and 2022

	2023 (Unconsolidated)	2022 (Consolidated)
Cash flows from operating activities:		
Change in net assets	$ (190,114)	$ (332,783)
Adjustments to reconcile change in net assets to net cash used by operating activities:		
Depreciation	15,372	12,854
Donated Stock	5,143	-
Amortization of right-of-use asset, financing	859	3,435
Amortization of right-of-use asset, operating	99,986	108,222
Loss on disposal of financing lease assets	7,648	-
Net realized and unrealized (gain) loss on investment	(15)	28,531
Changes in assets and liabilities:		
Accounts receivable	18,511	(1,743)
Other receivable	(9,841)	-
Unconditional promises to give	27,621	(10,656)
Other assets	(2,656)	(249)
Prepaid expenses	687	17,853
Accounts payable	2,927	(141,643)
Accrued expenses	541	(20,716)
Right-of-use liabilities, operating leases	(111,567)	(120,242)
Net cash used by operating activities	(134,898)	(457,137)
Cash flows from investing activities:		
Purchases of property and equipment	(20,223)	-
Purchases of investments	(3)	(1,756)
Proceeds from sale of financing lease assets	1,800	-
Proceeds from sale of investments	-	493,423
Net cash provided (used) by investing activities	(18,426)	491,667
Cash flows from financing activities:		
Right-of-use liability, financing lease	(6,425)	(6,313)
Net change in cash and cash equivalents	(159,749)	28,217
Cash and cash equivalents at beginning of year	598,285	570,068
Cash and cash equivalents at end of year	$ 438,536	$ 598,285

Noncash investing activity:

During the year ended December 31, 2023, the Organization received donated stock with a total value of $5,143.

Supplemental disclosure of cash flow information:

	2023	2022
Right-of-use assets obtained in exchange for new lease liabilities	$ 49,432	$ 290,474

See notes to unconsolidated and consolidated financial statements.

1. Organization

DeliverFund (Organization) is a nonprofit organization and was organized in 2014 to disrupt global human trafficking markets and assist potential victims of human trafficking by combining uniquely qualified personnel with the best technologies, and then leveraging them in new ways to reach and rescue victims of human trafficking. DeliverFund also provides education to potential trafficking victims by giving lectures in schools, libraries, and other public venues.

On December 9, 2020, DeliverFund became the sole owner of DeliverFund Commercial Operations, LLC (Affiliate), a Delaware Limited Liability Company. The Affiliate was dissolved during 2022.

DeliverFund's signature software is the Platform for the Analysis and Targeting of Human Traffickings (P.A.T.H.). It visually maps out human trafficking networks and allows law enforcement agencies across the country to streamline their investigations, operating more effectively and efficiently.

2. Summary of Significant Accounting Policies

Consolidated Financial Statements

In accordance with the provisions of the FASB ASC 958-810 *Not-for-Profit Entities/Consolidations*, the financial statements of DeliverFund and Affiliate as of and for the year ended December 31, 2022 have been consolidated and all inter-organization transactions and accounts have been eliminated.

Basis of Accounting

The accompanying unconsolidated and consolidated financial statements are presented on the accrual basis of accounting in accordance with accounting principles generally accepted in the United States of America (GAAP).

Unconsolidated and Consolidated Financial Statement Presentation

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

> *Net assets without donor restrictions* - Net assets not subject to donor-imposed restrictions. Net assets without donor restrictions may be designated for specific purposes by action of the board of directors.

Net assets with donor restrictions - Net assets subject to donor-imposed restrictions that will be met by actions of the Organization and/or the passage of time. When a restriction expires, net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the unconsolidated and consolidated statements of activities as net assets released from restriction.

Some net assets with donor restrictions include a stipulation that assets provide by maintained permanently (perpetual in nature) while permitting the Organization to expend the income generated by the assets in accordance with provisions of additional donor-imposed stipulations or a board of directors approved spending policy. As of December 31, 2023 and 2022, no such net asset restrictions existed.

Revenues are reported as increases in net assets without donor restrictions unless use of the related assets is limited by donor-imposed restrictions. Expenses are reported as decreases in net assets without donor restrictions. Expenses are reported as decreases in net assets without donor restrictions. Gains and losses are reported as increases or decreases in net assets without donor restrictions unless their use is restricted by explicit donor stipulation or by law. Expirations of donor restrictions on net assets (i.e., the donor-stipulated purpose has been fulfilled and/or the stipulated time period has elapsed are reported as reclassifications between the applicable classes of net assets.

Financial Instruments and Credit Risk Concentrations

Financial instruments which are potentially subject to concentrations of credit risk consist principally of cash and cash equivalents and unconditional promises to give. Cash and cash equivalents are placed with a high credit quality financial institution to minimize credit risk. Accounts at each institution are insured by the Federal Deposit Insurance Corporation up to $250,000. The uninsured bank balance totaled $154,461 at December 31, 2023.

The Organization evaluates the collectability of unconditional promises to give and maintains allowances for potential losses, if considered necessary. No allowance was deemed necessary for unconditional promises to give at December 31, 2023 and 2022.

For the years ended December 31, 2023 and 2022, 24% and 26% of total revenue and support was from one donor, respectively.

Revenue Recognition

The Organization recognizes contributions when cash, securities or other assets or an unconditional promise to give is received. Unconditional promises to give that are expected to be collected in future years are recorded at the present value of the amounts expected to be collected. All contributions are considered available for unrestricted use unless specifically restricted by the donor. Conditional promises to give, 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.

Special event revenue is recognized at the date the event occurs. Advanced payments for the event sponsorships are reported as deferred revenue until the date of the event.

Contributions of nonfinancial assets are reflected as contributions at their estimated fair values at date of receipt. The Organization recognizes contribution revenue for certain services received at the fair value of those services, provided those services create or enhance nonfinancial assets or require specialized skills which are provided by individuals possessing those skills and would typically need to be purchased if not provided by donation.

Contract revenue is recognized at the time of service. Revenue from merchandise sales is recognized at time of sale.

Cash and Cash Equivalents

The Organization considers highly liquid investments with an initial maturity of three months or less to be cash equivalents. Cash and cash equivalents consist of checking and money market accounts.

Other Receivable

Other receivable is related to a pending refund on an overpayment of a bill.

Property and Equipment

Property and equipment are recorded at cost or, if donated, at estimated fair market value at the date of the donation. All items with a useful life of more than one year and a value greater than $3,000 are capitalized. Depreciation is computed using the straight-line method over estimated useful lives of 3 to 5 years.

Advertising Costs

The Organization uses advertising to inform the public of its available services and programs. Advertising costs are expensed as incurred. Advertising costs for the years ended December 31, 2023 and 2022 totaled $125,482 and $157,876, respectively.

Functional Allocation of Expenses

The unconsolidated and consolidated financial statements report certain categories of expenses that are attributed to more than one program or supporting function, which requires us to allocate certain expenses on a reasonable basis and consistently apply that basis. Those expenses that require allocation include occupancy costs related to office space, including rental payments, insurance and depreciation, as well as compensation and related costs, technology, office and other expenses. The Organization allocates occupancy costs on a square footage basis. Compensation and related costs, technology, office and other expenses are allocated on the basis of time and effort related to each function for each respective staff member. Direct client care, maintenance, repairs, security and professional fees are expensed directly to the program or function benefitted.

Federal Income Taxes

DeliverFund is recognized by the Internal Revenue Service as exempt from federal income tax under section 501(c)(3) of the Internal Revenue Code (IRC) and is not a private foundation as defined in the IRC. Income generated from activities unrelated to the Organization's exempt purposes is subject to tax under IRC Section 511. The Organization had no material unrelated business income tax liability at December 31, 2023 and 2022. Therefore, no tax provision has been reported in the accompanying unconsolidated and consolidated financial statements. The Organization had no significant uncertain tax positions for the years ended December 31, 2023 and 2022.

The Affiliate utilizes the asset and liability approach to financial accounting and reporting for income taxes. Deferred income tax assets and liabilities are computed annually for differences between the financial statement and tax bases of assets and liabilities that will result in taxable or deductible amounts in the future based on enacted laws and rates applicable to the period in which the differences are expected to affect taxable income. Valuation allowances are established when necessary to reduce deferred tax assets to the amount expected to be realized. Income tax expense is the payable or refundable for the period plus or minus the change during the period in deferred tax assets and liabilities.

The Affiliate's federal and state income tax returns are subject to possible examination by the taxing authorities until the expiration of the related statutes of limitations on those tax returns. In general, the federal and state income tax returns have a three year statute of limitations.

GAAP requires the evaluation of tax positions taken in the course of preparing the Organization's tax returns and recognition of a tax liability (or asset) if the Organization has taken an uncertain position that more likely than not would not be sustained upon examination by the Internal Revenue Service. Management has analyzed the tax positions taken by the Organization and has concluded that at December 31, 2023 and 2022, there are no uncertain tax positions taken or expected to be taken that would require recognition of a liability (or asset) or disclosure in the unconsolidated and consolidated financial statements

Estimates and Assumptions

The preparation of unconsolidated and consolidated financial statements in conformity with GAAP requires 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 unconsolidated and consolidated financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimated.

3. Property and Equipment

Property and equipment consist of the following at December 31:

	2023	2022
Leasehold improvements	$ 19,912	$ 19,912
Furniture & equipment	54,390	48,282
Software	14,115	-
Total property and equipment	88,417	68,194
Accumulated depreciation	(58,749)	(43,377)
	$ 29,668	$ 24,817

Depreciation expense totaled $15,372 and $12,854 for the years ended December 31, 2023 and 2022, respectively.

4. Investments

Under the Fair Value Measurements and Disclosures topic of the Codification, ASC 820, disclosures are required about how fair value is determined for assets and liabilities and a hierarchy for which these assets and liabilities must be grouped is established, based on significant levels of inputs as follows:

Level 1 — Inputs to the valuation methodology are quoted prices available in active markets for identical investments as of the reporting date;

Level 2 — Inputs to the valuation methodology are other than quoted prices in active markets, which are either directly or indirectly observable as of the reporting date, and fair value can be determined through the use of models or other valuation methodologies;

Level 3	Inputs to the valuation methodology are unobservable inputs in situations where there is little or no market activity for the asset or liability and the reporting entity makes estimates or assumptions related to the pricing of the asset or liability including assumptions regarding risk.

A financial instrument's level within the fair value hierarchy is based on the lowest level of any input that is significant to the fair value measurement.

Equities

Equity assets are valued using the closing price reported in the active market on which the individual securities are traded. These have been classified within level 1 of the valuation hierarchy. Investments at December 31, 2023 totaled $5,161. The Organization did not have any investments at December 31, 2022.

5. Leases and Related Party Transactions

In evaluating its contracts, the Organization separately identifies lease and nonlease components, such as common area and other maintenance costs, in calculating the right-of-use (ROU) assets and lease liabilities for its office space and equipment. The Organization has elected the practical expedient to not separate lease and nonlease components and classifies the contract as a lease if consideration in the contract allocated to the lease component is greater than the consideration allocated to the nonlease component.

Leases result in the recognition of ROU assets and lease liabilities on the unconsolidated and consolidated statements of financial position. ROU assets represent the right to use an underlying asset for the lease term, and lease liabilities represent the obligation to make lease payments arising from the lease, measured on a discounted basis. The Organization determines lease classification as operating or finance at the lease commencement date.

At lease inception, the lease liability is measured at the present value of the lease payments over the lease term. The ROU asset equals the lease liability adjusted for any initial direct costs, prepaid or deferred rent, and lease incentives. The Organization uses the implicit rate when readily determinable. As most of the leases do not provide an implicit rate, the Organization uses the incremental borrowing rate or the risk-free rate derived from the interest paid on short-term government debt to determine the present value of lease payments.

The lease term may include options to extend or to terminate the lease that the Organization is reasonably certain to exercise. Lease expense is generally recognized on a straight-line basis over the lease term. The Organization has elected not to record leases with an initial term of 12 months or less on the unconsolidated and consolidated statements of financial position. Lease expense on such leases is recognized on a straight-line basis over the lease term.

Nature of Leases

The Organization has entered into operating lease arrangements for a building and office space used for operations as well as a financing lease arrangement for furniture. These leases require the Organization to pay all executory costs (property taxes, maintenance and insurance) and expire at various dates through 2028. Termination of the leases is generally prohibited unless there is a violation under the lease agreement. The financing lease arrangement for furniture was bought out during the year ended December 31, 2023.

The following are the minimum lease payments under the leases for the years ending December 31:

	Operating Leases
2024	$ 85,254
2025	10,896
2026	11,223
2027	11,560
2028	8,863
Total future undiscounted lease payments	127,796
Less present value discount	(5,957)
Lease obligation	$ 121,839

The following is the lease cost and other required information for the year ended December 31, 2023:

	Finance Lease	Operating Leases
Total lease cost	$ 6,461	$ 112,896
Other information:		
Cash paid for amounts included in the measurement of lease liabilities:		
Operating cash flows from lease	$ -	$ (118,130)
Financing cash flows from lease	$ (6,425)	$ -
Right-of-use asset obtained in exchange for new lease liabilities	$ -	$ 49,432
Weighted-average remaining lease term	-	2.18 years
Weighted-average discount rate	-	2.29%

The following is the lease cost and other required information for the year ended December 31, 2022:

	Finance Lease	Operating Leases
Total lease cost	$ 109	$ 110,109
Other information:		
Cash paid for amounts included in the measurement of lease liabilities:		
Operating cash flows from lease	$ -	$ (120,242)
Financing cash flows from lease	$ (6,313)	$ -
Right-of-use asset obtained in exchange for new lease liabilities	$ 13,742	$ 290,474
Weighted-average remaining lease term	1	1.7
Weighted-average discount rate	0.78%	0.78%

The Organization leases office space from a related party in Montana on a month to month basis. Rent expense for the year ended December 31, 2023 and 2022 totaled $17,364.

Other Related Party Transactions

The Organization received contributions from various board members totaling $577,540 and $717,525 during the years ended December 31, 2023 and 2022, respectively.

6. Liquidity and Availability of Resources

The Organization's financial assets available to meet cash needs for general expenditures within one year are as follows at December 31:

	2023	2022
Cash and cash equivalents	$ 438,536	$ 598,285
Investments	5,161	-
Accounts receivable	9,841	18,511
Unconditional promises to give	40,891	68,512
Total financial assets	494,429	685,308
Less amounts not available for general expenditures within one year:		
Donor restricted	(92,829)	(350,000)
Financial assets available to meet cash needs for general expenditures within one year	$ 401,600	$ 335,308

The Organization receives significant contributions restricted by donors, and considers contributions restricted for programs which are ongoing, major and central to its annual operations, to be available to meet cash needs for general expenditures.

7. Net Assets With Donor Restrictions

Net assets with donor restrictions are available for the following purposes at December 31:

	2023	2022
Training	$ 20,000	$ 20,000
Salaries	55,000	-
PATH 2.0	17,829	330,000
	$ 92,829	$ 350,000

8. Contributions of Nonfinancial Assets

Significant services and materials are donated to the Organization by various individuals and organizations. During the years ended December 31, 2023 and 2022, the Organization recognized $94,265 and $15,000 in donated services, respectively. These contributions of nonfinancial assets were fully utilized for program services and were valued based on the fair market value of equivalent services during the years ended December 31, 2023 and 2022.

9. Subsequent Events

The Organization has evaluated subsequent events through May 21, 2024, the date the unconsolidated and consolidated financial statements were available to be issued, and concluded that no additional disclosures are required.