

# MindLeaps

Financial Statements

December 31, 2024

(with Summarized Comparative Totals for 2023)



**NISIVOCCIA**  
ASSURANCE · TAX · ADVISORY

**MindLeaps**  
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**December 31, 2024 and 2023**

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## Independent Auditors' Report

To the Board of Trustees of  
MindLeaps  
New York, NY

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

#### ***Opinion***

We have audited the financial statements of MindLeaps (a 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 accompanying financial statements present fairly, in all material respects, the financial position of MindLeaps as of December 31, 2024, and the changes in its net assets and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

#### ***Basis for Opinion***

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS). Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of MindLeaps 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 for one year after the date that the financial statements are issued.

To the Board of Trustees of  
MindLeaps

### ***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 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 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 GAAS, 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 MindLeaps' December 31, 2023 financial statements, and we expressed an unmodified audit opinion on those audited financial statements in our report dated June 20, 2024. In our opinion, the summarized comparative information presented 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.

*Nisiroccia LLP*

Mt. Arlington, New Jersey  
July 14, 2025

**MindLeaps**  
**Statement of Financial Position**  
**December 31, 2024 and 2023**

<u>ASSETS</u>	<u>2024</u>	<u>2023</u>
Current Assets:		
Cash	\$ 317,236	\$ 617,991
Grant receivable	29,102	
Advances to affiliates	23,913	6,171
Other assets - security deposit	1,350	1,980
Total assets	<u>\$ 371,601</u>	<u>\$ 626,142</u>
 <u>LIABILITIES AND NET ASSETS</u> 		
Current Liabilities:		
Accounts payable and accrued expenses	\$ 16,456	\$ 19,077
Deferred revenue		8,500
Total liabilities	<u>16,456</u>	<u>27,577</u>
Net assets:		
Without donor restrictions		
Undesignated assets	305,145	508,565
With donor restrictions	50,000	90,000
Total net assets	<u>355,145</u>	<u>598,565</u>
Total liabilities and net assets	<u>\$ 371,601</u>	<u>\$ 626,142</u>

See Accompanying Notes to Financial Statements

**MindLeaps**  
**Statement of Activities**  
**Year Ended December 31, 2024 (with summarized comparative totals for 2023)**

	Without	With	Total	
	Donor Restrictions	Donor Restrictions	2024	2023
Revenue and support:				
Contributions	\$ 864,749	\$ 50,000	\$ 914,749	\$ 929,523
Government grants	79,862		79,862	126,615
Program income	24,697		24,697	2,233
Donated stock	22,172		22,172	15,951
Donated supplies				631
Net assets released from restrictions due to satisfaction of restrictions	90,000	(90,000)		
Total revenue and support	<u>1,081,480</u>	<u>(40,000)</u>	<u>1,041,480</u>	<u>1,074,953</u>
Expenses:				
Program services	1,084,331		1,084,331	823,152
Supporting services:				
Management, general and administrative	88,630		88,630	129,604
Fundraising	127,625		127,625	48,269
Total supporting services	<u>216,255</u>		<u>216,255</u>	<u>177,873</u>
Total expenses	<u>1,300,586</u>		<u>1,300,586</u>	<u>1,001,025</u>
Change in net assets from operations	<u>(219,106)</u>	<u>(40,000)</u>	<u>(259,106)</u>	<u>73,928</u>
Other income (expense):				
Interest and dividend income	17,470		17,470	593
Realized (loss) gain on investments	(1,784)		(1,784)	296
Total other income	<u>15,686</u>		<u>15,686</u>	<u>889</u>
Change in net assets	(203,420)	(40,000)	(243,420)	74,817
Net assets, beginning of year	<u>508,565</u>	<u>90,000</u>	<u>598,565</u>	<u>523,748</u>
Net assets, end of year	<u>\$ 305,145</u>	<u>\$ 50,000</u>	<u>\$ 355,145</u>	<u>\$ 598,565</u>

See Accompanying Notes to Financial Statements

**MindLeaps**

**Statement of Functional Expenses**

**Year Ended December 31, 2024 (with summarized comparative totals for 2023)**

	Program Services	Supporting Services			Total	
		Management, General and Administrative	Fundraising	Total Supporting Services	2024	2023
US salaries	\$ 141,059	\$ 36,475	\$ 44,792	\$ 81,267	\$ 222,326	\$ 131,850
US payroll taxes	32,066	2,804	10,518	13,322	45,388	30,370
Total personnel services	<u>173,125</u>	<u>39,279</u>	<u>55,310</u>	<u>94,589</u>	<u>267,714</u>	<u>162,220</u>
Local field office salaries	339,396	4,514		4,514	343,910	325,117
Payroll taxes for local field office personnel	56,984				56,984	47,785
Local field office employee benefits	9,479				9,479	
Marketing and advertising	4,879	4,742	5,858	10,600	15,479	3,699
Professional fees	58,241	22,873	50,000	72,873	131,114	66,157
Insurance & bank fees	7,875	4,454		4,454	12,329	15,507
US staff travel	35,526				35,526	52,880
Local field office staff travel	36,576				36,576	43,163
Donor sponsored travel	25,036				25,036	
School fees & academic programs	76,066				76,066	93,584
Meal & health programs	66,429				66,429	45,724
Family support program	27,250				27,250	13,407
Dance & data program	72,660				72,660	28,401
Research & curriculum development	12,561	438		438	12,999	5,918
Office & field supplies	41,271	730	1,410	2,140	43,411	47,966
Technology & computer equipment	16,940	1,095		1,095	18,035	24,351
US & local lease expense	24,037	10,505	15,047	25,552	49,589	24,970
Total expenses before depreciation	<u>1,084,331</u>	<u>88,630</u>	<u>127,625</u>	<u>216,255</u>	<u>1,300,586</u>	<u>1,000,849</u>
Depreciation						<u>176</u>
Total expenses	<u>\$ 1,084,331</u>	<u>\$ 88,630</u>	<u>\$ 127,625</u>	<u>\$ 216,255</u>	<u>\$ 1,300,586</u>	<u>\$ 1,001,025</u>

See Accompanying Notes to Financial Statements

**MindLeaps**  
**Statement of Cash Flows**  
**For the Years Ended December 31, 2024 and 2023**

	<u>2024</u>	<u>2023</u>
Cash flows from operating activities:		
Change in net assets	\$ (243,420)	\$ 74,817
Adjustments to reconcile change in net assets to net cash (used in) provided by operations:		
Depreciation		176
Realized loss (gain) on investments	1,784	(296)
Donated investment securities	(22,172)	(15,951)
Changes in operating assets and liabilities:		
Grant receivable	(29,102)	4,200
Due (from) to affiliates	(17,742)	33,427
Other assets - security deposit	630	
Accounts payable and accrued expenses	(2,621)	(11,670)
Deferred revenue	(8,500)	(11,084)
Net cash (used in) provided by operating activities	<u>(321,143)</u>	<u>73,619</u>
Cash flows from investing activities:		
Purchase of certificate of deposits	(970,000)	
Redemption of certificate of deposits	970,000	
Sale of investment securities, net	20,388	16,247
Net cash provided by investing activities	<u>20,388</u>	<u>16,247</u>
Net (decrease) increase in cash	(300,755)	89,866
Cash, beginning of year	<u>617,991</u>	<u>528,125</u>
Cash, end of year	<u>\$ 317,236</u>	<u>\$ 617,991</u>
<u>Supplemental disclosure of noncash activities:</u>		
Donated securities	<u>\$ 22,172</u>	<u>\$ 15,951</u>
Donated supplies		<u>\$ 631</u>

See Accompanying Notes to Financial Statements

**MindLeaps**  
**Notes to Financial Statements**  
**For the Years Ended December 31, 2024 and 2023**

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1. Nature of Activities

MindLeaps (formerly known as the Rebecca Davis Dance Company) (the “Organization”) is a 501(c)(3) not-for-profit organization working to improve school performance and create positive livelihoods for at-risk youth. MindLeaps runs a unique program, based on a standardized dance methodology, that helps vulnerable youth undergo behavioral transformation, catch up on basic cognitive development and learn work-ready skills. MindLeaps operates permanent centers in Kigali, Rwanda, Conakry, Guinea and Kampala, Uganda, providing dance classes, academic acceleration and IT courses, daily meals, and a health program. After one year at the centers, students are sponsored in formal education at schools in their home countries. Through the partnership programs located in Mauritania and the USA, MindLeaps provides dance classes, monitoring and evaluation of student progress, and training of local staff in MindLeaps dance curricula and pedagogy. MindLeaps also works alongside the United Nations High Commissioner for Refugees (UNHCR) in Rwanda and Uganda with operations in 5 refugee camps and settlements. These programs are run by local staff and refugee youth trained in the MindLeaps methodology. In North Macedonia, MindLeaps runs social-emotional learning and educational programming for older youth susceptible to radicalization. In this period, MindLeaps served approximately 2,708 youth and family members across its global programs.

2. Summary of Significant Accounting Policies

The accompanying financial statements have been prepared on the accrual basis of accounting in conformity with accounting principles generally accepted in the United States of America. Significant accounting policies are described below:

Basis of Presentation

The Organization prepares its financial statements in accordance with Financial Accounting Standards Board (“FASB”) Accounting Standards (“ASC”), *Accounting for Contributions Received and Made*, and FASB ASC, *Presentation of Financial Statements of Not-for-profit Entities* (FASB Update) establishes standards for external financial reporting by not-for-profit organizations and requires that resources be classified for accounting and reporting purposes into two net asset categories: net assets with donor restrictions and net assets without donor restrictions. Contributions that are restricted by the donor are reported as increases in net assets without donor restriction if the restrictions expire in the fiscal year in which the contributions are recognized. All other donor-restricted contributions are reported as increases in net assets with donor restrictions. When a restriction expires, net assets with donor restrictions are reclassified to net assets without donor restrictions. In addition, the standard requires the presentation of qualitative information on how the Organization manages its liquid available resources and liquidity risks. Quantitative information that communicates the availability of a nonprofit's financial assets at the statement of financial position date to meet cash needs for general expenditures within one year is required to be presented on the face of the financial statement and/or in the notes to the financial statements. *Accounting for Contributions Received and Made* requires that unconditional promises to give be recorded as receivables and revenue and requires the Organization to distinguish between contributions received for each net asset category in accordance with donor-imposed restrictions. Accordingly, the net assets and changes therein are classified and reported as follows:

**MindLeaps**  
**Notes to Financial Statements**  
**For the Years Ended December 31, 2024 and 2023**

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Net assets without donor restrictions are resources representing the portion of expendable funds available for support of the Organization’s programs and general operations. These resources are not subject to donor-imposed stipulations. Net assets without donor restrictions are comprised of revenue and expenses related to the operations of Organization, which have no restrictions on the uses of the funds. Net assets without donor restrictions also include those expendable resources which may have been designated for special use by the Board of Trustees.

Net assets with donor restrictions are net assets subject to stipulations imposed by donors, and grantors. Some donor restrictions are temporary in nature; those restrictions will be met by actions of the Organization or by the passage of time. Other donor restrictions are perpetual in nature, whereby the donor has stipulated the funds be maintained in perpetuity. Donor restricted contributions are reported as increases in net assets with donor 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. The Organization had net assets with donor restrictions of \$50,000 and \$90,000 at December 31, 2024 and 2023, respectively. See note 8 for detail about net assets with donor restrictions.

Revenue and Contribution Recognition

Revenue is measured based on considerations specified in a contract with a customer. This occurs with the transfer of control at a specific point in time. The Organization recognizes program service income at the time the service is performed. Amounts received prior to incurring qualifying expenditures are reported as deferred revenue in the statement of financial position.

The Organization recognizes contributions when cash, securities or other assets, an unconditional promise to give, or notification of a beneficial interest is received. Conditional promises to give, that is, those with a measurable performance or other barrier, and a right of return, are not recognized until the conditions on which they depend have been substantially met.

A portion of the Organization’s revenue is derived from cost-reimbursable federal contracts and grants, which are conditioned upon certain performance requirements and or the incurrence of allowable qualifying expenses. Amounts received are recognized as revenue when the Organization has incurred expenditures in compliance with specific contract or grant provisions. Amounts received prior to incurring qualifying expenditures are reported as deferred revenue in the statement of financial position.

Disaggregation of Revenue

In the following table, revenue is disaggregated by timing of satisfaction of performance obligations for the years ended December 31, 2024 and 2023:

	<u>2024</u>	<u>2023</u>
Performance obligations satisfied at a point in time	<u>\$ 24,697</u>	<u>\$ 2,233</u>

Revenue from performance obligations recognized at a point in time consist of program income.

**MindLeaps**  
**Notes to Financial Statements**  
**For the Years Ended December 31, 2024 and 2023**

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Use of Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the amounts of assets and liabilities, revenues and expenses and changes therein, and disclosures of contingent assets and contingent liabilities and accompanying notes. It is reasonably possible that the Organization's estimates may change in the near term.

Functional Allocation of Expenses

Expenses are charged to each program based on direct expenditures incurred. Any program expenditures not directly chargeable are allocated to a program based on estimates made by management. Support costs are allocated to a program based on total program costs. Program service expenses are those related to dance, skill building, and educational programs. Management, general and administrative expenses relate to administrative expenses associated with those programs. Fundraising relates to development activities carried on by the Organization. The allocation of employees' salaries and other costs are based on estimates of time and effort considered by management to be reasonable.

The costs of program and supporting services activities have been summarized on a functional basis in the statement of activities. The statement of functional expenses presents the natural classification detail of expenses by function. Accordingly, certain costs have been allocated among program and supporting services benefited. The financial statements may report certain categories of expense that are attributed to more than one program or supporting function. Therefore, expenses require allocation on a reasonable basis that is consistently applied.

Income Taxes

The Organization is a not-for-profit organization that is exempt from federal income taxes under Section 501(c)(3) of the Internal Revenue Code and classified by the Internal Revenue Service as other than a private foundation. The Organization is also exempt under the Pennsylvania Nonprofit Corporation Law of 1972. Accordingly, no provision for federal or state income tax has been presented in the accompanying financial statements.

The Organization follows the provisions of FASB ASC, *Income Taxes*. The standard prescribes a minimum recognition threshold and measurement methodology that a tax position taken or expected to be taken in a tax return is required to meet before being recognized in the financial statements. It also provides guidance for derecognition, classification, interest and penalties, accounting in interim periods, disclosure, and transition as they relate to those tax positions.

The Organization does not expect a significant increase or decrease to the total amounts of unrecognized tax positions during the years ended December 31, 2024 and 2023.

However, the Organization is subject to regular audit by tax authorities, including a review of its nonprofit status which management believes would be upheld upon examination. The Organization believes that it has appropriate support for the positions taken on its tax returns.

**MindLeaps**  
**Notes to Financial Statements**  
**For the Years Ended December 31, 2024 and 2023**

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Nonetheless, the amounts ultimately paid, if any, upon resolution of the issues raised by the taxing authorities may differ materially from the amounts accrued for each year.

As required by law, the Organization files informational returns with the Federal government and various states on an annual basis. These returns are subject to examination by these authorities within certain statutorily defined periods for Federal and various states.

Property and Equipment

Purchased property and equipment additions exceeding \$1,000 are capitalized and recorded at their original cost. Donations of property, plant and equipment are recorded as support at their estimated fair value on the date of the gift. Such donations are reported as net assets without donor restrictions unless the donor has restricted the donated asset to a specific purpose. Assets donated with explicit restrictions regarding their use and contributions of cash that must be used to acquire property and equipment are reported as restricted support. Absent donor stipulations regarding how long those donated assets must be maintained, the Organization reports expirations of donor restrictions when the donated or acquired assets are placed in service as instructed by the donor. The Organization reclassifies net assets with donor restrictions to net assets without donor restrictions at that time.

Major repairs, improvements and replacements are capitalized. Maintenance and minor repairs and replacements, which do not improve or extend the life of the respective assets, are charged to expense as incurred. Proceeds from the sale of fixed assets, if without donor restrictions, are transferred to net assets without donor restrictions, or, if restricted, to deferred amounts restricted for fixed asset acquisition. Depreciation of property and equipment is computed using the straight-line method over the estimated useful lives of the assets.

In accordance with FASB ASC, *Accounting for the Impairment or Disposal of Long-Lived Assets*, the Organization periodically evaluates property for impairment, relying on a number of factors including operating results, and future business plans. Recoverability of property is evaluated by a comparison of the carrying amount of an asset or asset group to estimated future recoverability of the carrying amount of the asset or asset group. If these comparisons indicate that an asset is not recoverable, the impairment loss recognized is the amount by which the carrying amount of the asset exceeds the estimated fair value. There were no impairment losses charged to operations for the years ended December 31, 2024 and 2023.

Intangible Assets

In accordance with FASB ASC, *Intangibles - Goodwill and Other - Internal-Use Software*, internal and external costs incurred during the application development stage to develop computer software solely to meet the Organization's internal needs are capitalized. Costs incurred during the preliminary project stage and post-implementation/operation stage are expensed as incurred. Capitalized software costs are amortized on a straight-line basis over the estimated useful life of the software.

**MindLeaps**  
**Notes to Financial Statements**  
**For the Years Ended December 31, 2024 and 2023**

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Donated Services

The Board of Trustees makes significant contributions of time relative to general management and operations of the Organization. These donated services are not reflected in the financial statements for the years ended December 31, 2024 and 2023 since they do not meet the criteria for recognition as contributed services in accordance with U.S. generally accepted accounting principles.

In-Kind Contributions

The Organization follows the provisions of FASB ASU 2020-07, *Presentation and Disclosures by Not-For-Profit Entities for Contributed Nonfinancial Assets* (Topic 958), which requires nonprofits to present contributed nonfinancial assets as a separate line in the statement of activities from contributions of cash or other financial assets.

The Organization records noncash contributions in accordance with FASB ASC, *Accounting for Contributions Received and Contributions Made*. Noncash contributions are principally related to the donation of certain identifiable professional services rendered in connection with programs and are recorded in the statement of activities as donated services.

Additionally, from time to time, there are donations of materials which are recorded as contributions at their estimated fair value at the date the donations were made. The donations are recorded as either donations without donor restrictions or donations with donor restrictions depending on the donor's intentions. The assets that are donated with specific restrictions are recorded as assets with donor restrictions. Upon satisfaction of the donor restrictions, the Organization reclassifies the net assets with donor restrictions to net assets without donor restrictions.

Leases

The Organization has elected to apply the short-term lease exemption to the class of underlying assets: office space. In 2024 and 2023, the Organization has a couple of leases within this class of underlying asset that qualify for the exemption.

Investments

The Organization records investments in accordance with FASB ASC, *Accounting for Certain Investments Held by Not-For-Profit Organizations*. Under this standard, securities purchased for investment are carried at market value; those received as gifts are recorded at date of gift and all investments in debt securities are reported at fair market values in the statement of financial position. Unrealized gains and losses are included in the change in net assets. Organization policy states any gifted or donated stock must be sold and converted to cash within 30-60 days of receipt.

**MindLeaps**  
**Notes to Financial Statements**  
**For the Years Ended December 31, 2024 and 2023**

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Advertising

The Organization expenses the cost of advertising at the time it is paid. For the years ended December 31, 2024 and 2023, advertising expense amounted to \$15,479 and \$3,699, respectively.

Subsequent Events

Management has reviewed subsequent events and transactions that occurred after December 31, 2024, through the date of the independent auditor's report and the date the financial statements were available to be issued, July 14, 2025. The financial statements include all events or transactions, including estimates, required to be recognized in accordance with generally accepted accounting principles.

3. Liquidity and Availability

The adoption of FASB Update No. 2016-14 requires the presentation of qualitative information on how the Organization manages its liquid available resources and liquidity risks. Quantitative information that communicates the availability of a nonprofit's financial assets at the statement of financial position date to meet cash needs for general expenditures within one year is required to be presented on the face of the financial statement and/or in the notes to the financial statements.

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 of the following:

Financial Assets:	<u>2024</u>	<u>2023</u>
Cash and cash equivalents	\$ 317,236	\$ 617,991
Grant receivable	29,102	
Advances to affiliates	<u>23,913</u>	<u>6,171</u>
Total financial assets	<u>370,251</u>	<u>624,162</u>
Less amounts not available to be used within one year:		
Donor imposed restrictions:		
Funds subject to purpose restriction	<u>(50,000)</u>	<u>(90,000)</u>
Financial assets available to meet		
general expenditures within one year	<u>\$ 320,251</u>	<u>\$ 534,162</u>

A significant portion of the Organization's annual expenditures will be funded by current year operating revenues including government grants, and contributions. The Organization has a goal to maintain financial assets on hand to meet 60 days of normal operating expenses. The Organization has a policy to structure its financial assets to be available as its general expenditures, liabilities, and other obligations come due.

**MindLeaps**  
**Notes to Financial Statements**  
**For the Years Ended December 31, 2024 and 2023**

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4. Investments

Investments are stated at fair value, based on quoted market prices. It is Mindleaps policy to liquidate donated securities in a reasonable time after receipt. There were no investments as of December 31, 2024 and 2023.

Investment activity for the years ended December 31, 2024 and 2023 consisted of the following:

	<u>2024</u>	<u>2023</u>
Beginning balance	\$ -	\$ -
Purchases of certificates of deposits	970,000	
Less: sales of certificates of deposits	(970,000)	
Donated securities received	22,172	15,951
Less: sales of donated securities	<u>(20,388)</u>	<u>(16,247)</u>
Realized losses (gains)	<u>\$ 1,784</u>	<u>\$ (296)</u>

5. Property and Equipment

Property and equipment and their related estimated useful lives as of December 31, 2024 and 2023 are comprised of the following:

	Estimated Useful Life (Years)	<u>2024</u>	<u>2023</u>
Leasehold improvements	7	\$ 7,035	\$ 7,035
Vehicles	5	635	635
Equipment	5	<u>16,633</u>	<u>16,633</u>
		24,303	24,303
Less: accumulated depreciation		<u>(24,303)</u>	<u>(24,303)</u>
		<u>\$ -</u>	<u>\$ -</u>

Depreciation expense for the year ended December 31, 2023 amounted to \$176. There was no depreciation expense for the year ended December 31, 2024.

6. Intangibles

The Organization incurred costs to develop an application designed to track the impact of the Organization's field programs. Intangible assets and their related estimated useful lives as of December 31, 2024 and 2023 are comprised of the following:

**MindLeaps**  
**Notes to Financial Statements**  
**For the Years Ended December 31, 2024 and 2023**

	Estimated Useful Life (Years)	2024	2023
Intangibles (tracker program)	3	\$ 31,000	31,000
Less: accumulated amortization		<u>(31,000)</u>	<u>(31,000)</u>
		<u>\$ -</u>	<u>\$ -</u>

There was no amortization expense for the years ended December 31, 2024 and 2023 as intangible assets are fully amortized.

7. Leases

In September 2022, the Organization entered into an 12-month lease agreement for shared office space in New York. The lease was renewed in September 2023 for another year. In September 2024, the lease was continued on a month to month basis. Rent expense incurred related to this operating lease was \$1,368 per month. Total rent expense for the years ended December 31, 2024 and 2023 amounted to \$16,415.

8. Net Assets with Donor Restrictions

Net assets with donor restrictions at December 31, 2024 and 2023 are restricted for the following purposes:

2024	Beginning Net Assets with Donor Restrictions	Additions	Net Assets Released from Restriction	Ending Net Assets with Donor Restrictions
Uganda "Girls Get It" Project	\$ 50,000	\$ 50,000	\$ (50,000)	\$ 50,000
Uganda "I Can Fly" Project	15,000		(15,000)	
Kampala Center Refurbishment	25,000		(25,000)	
Total	<u>\$ 90,000</u>	<u>\$ 50,000</u>	<u>\$ (90,000)</u>	<u>\$ 50,000</u>

2023	Beginning Net Assets with Donor Restrictions	Additions	Net Assets Released from Restriction	Ending Net Assets with Donor Restrictions
Kampala family strengthening	\$ 50,000		\$ (50,000)	
Rwanda program	150,000		(150,000)	
Uganda Family Strengthening	18,851		(18,851)	
Uganda "Girls Get It" Project		\$ 50,000		\$ 50,000
Uganda "I Can Fly" Project		15,000		15,000
Kampala Center Refurbishment		25,000		25,000
Total	<u>\$ 218,851</u>	<u>\$ 90,000</u>	<u>\$ (218,851)</u>	<u>\$ 90,000</u>

**MindLeaps**  
**Notes to Financial Statements**  
**For the Years Ended December 31, 2024 and 2023**

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9. Donated Supplies

The Organization receives various types of non-cash contributions such as tablets and t-shirts designated to assist the purpose and mission of the Organization. The estimated fair value of the donated supplies received during the years ended December 31, 2024 and 2023 amounted to \$0 and \$631, respectively and are recorded as donated supplies on the statement of activities.

10. Grant Programs

The Organization participates in federal assisted grant programs. These programs are subject to compliance audits by the grantors and their representatives. The Organization is potentially liable for expenditures which may be disallowed pursuant to the terms of these grant programs. Management of the Organization is not aware of any material items of noncompliance which would result in the disallowance of grant program expenditures.

11. Deferred Grant Revenue

The Organization receives funds from the US Department of State. During the year ended December 31, 2023, the Organization received funding advances on several awards. This resulted in unspent grant funds at the end of the period. As of December 31, 2023 the unspent portion of the grant funds amounted to \$8,500 and was recorded as a deferred revenue on the statement of financial position. During 2024, these grant funds were fully expended.

12. Concentrations of Credit Risk

The Organization maintains its cash in bank deposit accounts, which at times, may exceed federally insured limits. The Organization has not experienced any losses in such accounts. Management believes it is not exposed to any significant credit risk related to cash and cash equivalents.

13. Advances to Affiliates

Advances to affiliates represents grant funds disbursed to MindLeaps' foreign affiliates which are due back to the Organization if the funds are not utilized. As of December 31, 2024 and 2023, the due from affiliate amounted to \$23,913 and \$6,171, respectively.