

**KIWANIS INTERNATIONAL
NTL HDQ K23 PA DISTRICT
AND SUBSIDIARY**

**YEARS ENDED
SEPTEMBER 30, 2024 and 2023**



Brown Plus

ACCOUNTANTS + ADVISORS

KIWANIS INTERNATIONAL NTL HDQ K23 PA DISTRICT AND SUBSIDIARY

YEARS ENDED SEPTEMBER 30, 2024 AND 2023

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Independent Auditor's Report

Board of Trustees
Kiwanis International NTL HDQ K23 PA District
Harrisburg, Pennsylvania

Report on the Consolidated Financial Statements

Opinion

We have audited the accompanying consolidated financial statements of Kiwanis International NTL HDQ K23 PA District and Subsidiary (collectively, the Organization), which comprise the consolidated statements of financial position as of September 30, 2024 and 2023 and the related consolidated statements of activities, functional expenses and cash flows for the years then ended and the related notes to the consolidated financial statements.

In our opinion, the consolidated financial statements referred to above present fairly, in all material respects, the financial position of the Organization as of September 30, 2024 and 2023, and the changes in its net assets and its cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

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

Management is responsible for the preparation and fair presentation of the consolidated 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 consolidated financial statements that are free from material misstatement whether due to fraud or error.

In preparing the 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 for one year after the date the consolidated financial statements are issued.

Auditor's Responsibilities for the Audit of the Consolidated Financial Statements

Our objectives are to obtain reasonable assurance about whether the consolidated 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 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, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users made on the basis of these 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 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 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 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.

Report on Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the consolidated financial statements as a whole. The consolidating statements of financial position as of September 30, 2024 and 2023 and the consolidating statements of activities for the years then ended on pages 14 through 21 are presented for the purpose of additional analysis of the consolidated financial statements rather than to present the financial position and results of operations of the individual organizations and are not a required part of the consolidated financial statements. Such information is the responsibility of management and was derived from, and relates directly to, the underlying accounting and other records used to prepare the consolidated financial statements. The information has been subjected to the auditing procedures applied in the audit of the consolidated financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the consolidated financial statements or to the consolidated financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the supplementary information is fairly stated in all material respects in relation to the consolidated financial statements as a whole.



Camp Hill, Pennsylvania
April 25, 2025

KIWANIS INTERNATIONAL NTL HDQ K23 PA DISTRICT AND SUBSIDIARY

**CONSOLIDATED STATEMENTS OF FINANCIAL POSITION
SEPTEMBER 30, 2024 AND 2023**

	<u>2024</u>	<u>2023</u>
ASSETS		
Current assets:		
Cash and cash equivalents:	\$ 83,066	\$ 69,469
Accounts receivable	31	31
Inventory	<u>1,275</u>	<u>1,500</u>
Total current assets	84,372	71,000
Security deposit	<u>800</u>	<u>800</u>
Total assets	<u>\$ 85,172</u>	<u>\$ 71,800</u>
LIABILITIES AND NET ASSETS		
Liabilities, all current:		
Accounts payable	\$ 766	\$ 37,113
Credit card payable		2,187
Accrued expenses	<u>45</u>	<u>2,422</u>
Total liabilities, all current	<u>811</u>	<u>41,722</u>
Net assets:		
Without donor restrictions	78,748	24,465
With donor restrictions	<u>5,613</u>	<u>5,613</u>
Total net assets	<u>84,361</u>	<u>30,078</u>
Total liabilities and net assets	<u>\$ 85,172</u>	<u>\$ 71,800</u>

See notes to consolidated financial statements.

KIWANIS INTERNATIONAL NTL HDQ K23 PA DISTRICT AND SUBSIDIARY

**CONSOLIDATED STATEMENT OF ACTIVITIES
YEAR ENDED SEPTEMBER 30, 2024**

	<u>Without donor restrictions</u>	<u>With donor restrictions</u>	<u>Total</u>
Revenues:			
Dues	\$ 181,660		\$ 181,660
Conventions and events	149,907		149,907
Revenue for services provided to related parties	4,000		4,000
Key leader program revenue and contributions	16,367		16,367
District raffle	14,220		14,220
Other revenue	13,560		13,560
Contributions	7,000	\$ 452	7,452
Interest income	144		144
Net assets released from restriction	<u>452</u>	<u>(452)</u>	<u>-</u>
Total revenues	<u>387,310</u>	<u>-</u>	<u>387,310</u>
Expenses:			
Program:			
PA District	135,288		135,288
Circle K	16,677		16,677
Key Club	<u>116,859</u>		<u>116,859</u>
Total program	268,824		268,824
Management and general	56,454		56,454
Fundraising	<u>7,749</u>		<u>7,749</u>
Total expenses	<u>333,027</u>		<u>333,027</u>
Change in net assets	54,283		54,283
Net assets:			
Beginning of the year	<u>24,465</u>	<u>5,613</u>	<u>30,078</u>
End of the year	<u>\$ 78,748</u>	<u>\$ 5,613</u>	<u>\$ 84,361</u>

See notes to consolidated financial statements.

KIWANIS INTERNATIONAL NTL HDQ K23 PA DISTRICT AND SUBSIDIARY

**CONSOLIDATED STATEMENT OF ACTIVITIES
YEAR ENDED SEPTEMBER 30, 2023**

	<u>Without donor restrictions</u>	<u>With donor restrictions</u>	<u>Total</u>
Revenues:			
Dues	\$ 158,208		\$ 158,208
Conventions and events	115,582		115,582
Revenue for services provided to related parties	6,500		6,500
Key leader program revenue and contributions	7,429	\$ 5,375	12,804
District raffle	11,139		11,139
Other revenue	7,727		7,727
Contributions	2,500		2,500
Interest income	83		83
Net assets released from restriction	<u>4,617</u>	<u>(4,617)</u>	<u>-</u>
Total revenues	<u>313,785</u>	<u>758</u>	<u>314,543</u>
Expenses:			
Program:			
PA District	124,558		124,558
Circle K	14,816		14,816
Key Club	<u>99,279</u>		<u>99,279</u>
Total program	238,653		238,653
Management and general	54,419		54,419
Fundraising	<u>5,813</u>		<u>5,813</u>
Total expenses	<u>298,885</u>		<u>298,885</u>
Change in net assets	14,900	758	15,658
Net assets:			
Beginning of the year	<u>9,565</u>	<u>4,855</u>	<u>14,420</u>
End of the year	<u>\$ 24,465</u>	<u>\$ 5,613</u>	<u>\$ 30,078</u>

See notes to consolidated financial statements.

KIWANIS INTERNATIONAL NTL HDQ K23 PA DISTRICT AND SUBSIDIARY

CONSOLIDATED STATEMENT OF FUNCTIONAL EXPENSES YEAR ENDED SEPTEMBER 30, 2024

	PA District	Circle K	Key Club	Total program	Management and general	Fundraising	Total
Contractor costs	\$ 25,421	\$ 1,017		\$ 26,438	\$ 24,403		\$ 50,841
Annual convention	64,624	5,726	\$ 97,919	168,269			168,269
Midwinter convention	1,041			1,041			1,041
Key Leader program expenses	16,061			16,061			16,061
Facility costs	5,208	208		5,416	4,999		10,415
Professional fees			1,300	1,300	18,906		20,206
District raffles						\$ 7,749	7,749
Payroll taxes	690	28		718	661		1,379
Lieutenant governor's training	2,256			2,256			2,256
Equipment	1,631	65		1,696	1,566		3,262
Telephone and internet	776	31		807	744		1,551
Membership growth and development	1,754			1,754			1,754
Other events	231			231			231
Insurance					2,233		2,233
Lieutenant governor expenses	932			932			932
Supplies and printing	931	37	1,050	2,018	893		2,911
Governor-elect international convention	3,296			3,296			3,296
Awards	605			605			605
Equipment maintenance	53	2		55	50		105
Governor's travel	3,000		2,161	5,161			5,161
Executive director international convention	1,000			1,000			1,000
Web page fees and maintenance			480	480	134		614
Circle K administrator	1,868			1,868			1,868
Postage	255	10	19	284	244		528
Trustee board meeting expense			12,877	12,877	335		13,212
Governor international convention	1,000			1,000			1,000
District board international convention			1,053	1,053			1,053
Miscellaneous expense	1,059	42		1,101	1,017		2,118
Aktion Club administrator	1,315			1,315			1,315
Information technology	281	11		292	269		561
Circle K		9,500		9,500			9,500
	\$ 135,288	\$ 16,677	\$ 116,859	\$ 268,824	\$ 56,454	\$ 7,749	\$ 333,027

See notes to consolidated financial statements.

KIWANIS INTERNATIONAL NTL HDQ K23 PA DISTRICT AND SUBSIDIARY

CONSOLIDATED STATEMENT OF FUNCTIONAL EXPENSES YEAR ENDED SEPTEMBER 30, 2023

	PA District	Circle K	Key Club	Total program	Management and general	Fundraising	Total
Salaries and wages	\$ 38,973	\$ 3,609		\$ 42,582	\$ 29,591		\$ 72,173
Annual convention	44,512	7,261	\$ 74,978	126,751			126,751
Midwinter convention	803			803			803
Key Leader program expenses	11,817			11,817			11,817
Facility costs	5,340	494		5,834	4,054		9,888
Professional fees			3,600	3,600	12,970		16,570
District raffles						\$ 5,813	5,813
Payroll taxes	2,977	276		3,253	2,260		5,513
Executive director expenses	1,589	147		1,736	1,206		2,942
Lieutenant governor's training	2,116			2,116			2,116
Equipment	879	81		960	668		1,628
Telephone and internet	1,519	141		1,660	1,153		2,813
Membership growth and development	1,461			1,461			1,461
Insurance					343		343
Lieutenant governor expenses	1,250			1,250			1,250
Supplies and printing	744	69		813	565		1,378
Keystone Kiwanian editor	600			600			600
Governor-elect international convention	1,543			1,543			1,543
Awards	1,611		420	2,031			2,031
Equipment maintenance	279	26		305	211		516
Governor's travel	1,749		940	2,689			2,689
Executive director international convention	800			800			800
Web page fees and maintenance			493	493	239		732
Circle K administrator	1,988			1,988			1,988
Postage	290	27		317	220		537
Trustee board meeting expense			18,504	18,504	265		18,769
Governor international convention	800		344	1,144			1,144
Miscellaneous expense	801	74		875	609		1,484
Information technology	86	8		94	65		159
Builders Club administrator	31			31			31
Circle K		2,603		2,603			2,603
	<u>\$ 124,558</u>	<u>\$ 14,816</u>	<u>\$ 99,279</u>	<u>\$ 238,653</u>	<u>\$ 54,419</u>	<u>\$ 5,813</u>	<u>\$ 298,885</u>

See notes to consolidated financial statements.

KIWANIS INTERNATIONAL NTL HDQ K23 PA DISTRICT AND SUBSIDIARY

**CONSOLIDATED STATEMENTS OF CASH FLOWS
YEARS ENDED SEPTEMBER 30, 2024 AND 2023**

	<u>2024</u>	<u>2023</u>
Cash flows from operating activities:		
Changes in net assets	\$ 54,283	\$ 15,658
Adjustments:		
Changes in assets and liabilities:		
Decrease in assets:		
Accounts receivable		648
Inventory	225	1,338
Increase (decrease) in liabilities:		
Accounts payable	(36,347)	27,521
Credit card payable	(2,187)	(17,357)
Accrued expenses	<u>(2,377)</u>	<u>(6,209)</u>
Net cash provided by operating activities and increase in cash and cash equivalents	13,597	21,599
Cash and cash equivalents:		
Beginning of year	<u>69,469</u>	<u>47,870</u>
End of year	<u>\$ 83,066</u>	<u>\$ 69,469</u>

See notes to consolidated financial statements.

KIWANIS INTERNATIONAL NTL HDQ K23 PA DISTRICT AND SUBSIDIARY

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS YEARS ENDED SEPTEMBER 30, 2024 AND 2023

1. Nature of activities and summary of significant accounting policies:

Nature of the Organization:

Kiwanis International NTL HDQ K23 PA District (the District) is a nonprofit corporation organized under the laws of the Commonwealth of Pennsylvania for the purpose of promoting Kiwanis objectives and providing support to local Kiwanis clubs throughout Pennsylvania. The District derives substantially all of its revenues from Pennsylvania-based Kiwanis clubs and their members. The District also supports Circle K clubs throughout Pennsylvania. Circle K clubs are organized on college or university campuses and blend community service and leadership training with the opportunity to meet other college students around the world.

Key Club International H23 PA District (the Club) is a student-led nonprofit corporation organized under the laws of the Commonwealth of Pennsylvania for the purpose of opportunities to provide service, build character and develop leadership.

Principles of consolidation:

The consolidated financial statements include the District and the Club (collectively, the Organization). The Club is consolidated since the District has the ability to appoint the oversight committee of the Club and has the ultimate fiduciary responsibility for the Club. All significant inter-entity balances and transactions have been eliminated in consolidation.

Basis of presentation:

The Organization follows the requirements of Financial Accounting Standards Board (FASB) Accounting Standards Codification (ASC) 958, *Not-for-Profit Entities*. Under FASB ASC 958, the Organization is required to report information regarding its financial position and activities in two classes of net assets: net assets without donor restrictions and net assets with donor restrictions.

Net assets without donor restrictions - Net assets that are not subject to donor-imposed stipulations.

Net assets with donor restrictions - Net assets subject to donor-imposed stipulations that are restricted for a specified purpose or passage of time. 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 restriction. At September 30, 2024 and 2023, only the District had net assets with donor restrictions.

Accounts receivable:

Accounts receivable are stated at outstanding balances reduced by any amounts charged off and any allowance for doubtful accounts. The Organization periodically reviews the receivables and charges off balances that are deemed uncollectible. The allowance for doubtful accounts is calculated based on the aging schedule method and management's evaluation of outstanding receivables at the end of each year. Management has determined that an allowance for doubtful accounts is not necessary as of September 30, 2024 and 2023.

Inventory:

The Organization values inventory using the lower of cost (first-in, first-out) or net realizable value method.

KIWANIS INTERNATIONAL NTL HDQ K23 PA DISTRICT AND SUBSIDIARY

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS YEARS ENDED SEPTEMBER 30, 2024 AND 2023

1. Nature of activities and summary of significant accounting policies (continued):

Property and equipment:

The Organization capitalizes all expenditures for property and equipment in excess of \$500. Purchased property and equipment are recorded at cost. Depreciation expense is calculated using the straight-line method over the estimated useful lives of the respective assets. The Organization's property and equipment, with a cost of \$0 and \$8,592, was fully depreciated at both September 30, 2024 and 2023, respectively.

Revenue recognition:

The Organization generates revenue from membership dues, an annual raffle, an annual convention and other events, contributions and administrative fees.

Both the District and the Club offer membership to local chapters and student groups in Pennsylvania. Membership dues are a flat rate per year and provide membership for the period of October 1 to September 30. Benefits of membership include access to programs and events throughout the year, subscription to a magazine during the membership period and discounts to many products and services. Members can participate as much or as little as they would like. Membership dues are recorded as revenue when received.

The District holds an annual raffle and both the District and the Club have a convention and various other events throughout the year. Members and non-members pay a registration fee to attend the events or pay for a raffle ticket. Sponsorships are also offered and include admission to the event for a certain number of individuals and acknowledgement in either printed, digital or verbal format at the event. When the raffle, convention and events are held, revenue is recognized, as this is when the District and the Club have fulfilled their performance obligations to the registrants, ticket holders and sponsors.

The Organization occasionally receives contributions. Contributions are considered nonexchange transactions and are recognized when received or pledged, barring any conditions placed on the contributions. Contributions are recorded as net assets with donor restrictions or net assets without donor restrictions, depending on the existence of donor restrictions. Support that is restricted by the donor is reported as an increase in donor restricted net assets. When a donor restriction expires, that is, when a stipulated time restriction ends or purpose restriction is accomplished, net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the statements of activities as net assets released from restrictions.

The District performs bookkeeping and administrative services for the Club and the Pennsylvania Kiwanis Foundation (Foundation). The Club and the Foundation pay agreed-upon fees once per fiscal year. For ease and convenience, the District bills the entities annually and recognizes the revenue once per fiscal year. While the services are performed monthly, the total revenue at the end of the year will be the same regardless of whether it was recognized monthly or annually.

Contributed services:

A substantial number of unpaid volunteers have made significant contributions of their time to present the Organization's program. These services do not meet the criteria for recognition as contributed services and are not reflected in the accompanying consolidated financial statements.

KIWANIS INTERNATIONAL NTL HDQ K23 PA DISTRICT AND SUBSIDIARY

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS YEARS ENDED SEPTEMBER 30, 2024 AND 2023

1. Nature of activities and summary of significant accounting policies (continued):

Functional allocation of expenses:

The costs of providing program and supporting services have been summarized on a functional basis. Accordingly, certain costs have been allocated based on management's estimate of staff time spent on the various programs and supporting services. Costs directly related to a program or supporting service are charged directly to that program or supporting service.

Leases:

The Organization has elected the short-term lease exception to not recognize leases with a lease term of 12 months or less on the statements of financial position.

Use of estimates:

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

2. Adoption of new accounting pronouncements:

On October 1, 2023, the Organization adopted Accounting Standards Update (ASU) 2016-13 *Financial Instruments – Credit Losses* (Topic 326): *Measurement of Credit Losses on Financial Instruments* (ASC 326). This standard replaced the incurred loss methodology that is referred to as the current expected credit loss (CECL) methodology. CECL requires an estimate of credit losses for the remaining estimated life of the financial asset using historical experience, current conditions and reasonable and supportable forecasts, and generally applies to financial assets measured at amortized cost, including loan receivables and held-to-maturity debt securities and some off-balance sheet credit exposures such as unfunded commitments to extend credit. Financial assets measured at amortized cost will be presented at the net amount expected to be collected by using an allowance for credit losses.

The Organization adopted ASC 326 and all related subsequent amendments thereto effective October 1, 2023 using the modified retrospective approach for all financial assets measured at amortized cost and off-balance sheet credit exposures. The change resulted in improved disclosures.

KIWANIS INTERNATIONAL NTL HDQ K23 PA DISTRICT AND SUBSIDIARY

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS YEARS ENDED SEPTEMBER 30, 2024 AND 2023

3. Liquidity and availability of financial assets:

Financial assets available for general expenditures, that is, without donor restrictions or other designations limiting their use, within one year of the statements of financial position, comprise the following as of September 30, 2024 and 2023:

	<u>2024</u>	<u>2023</u>
Financial assets:		
Cash in bank	\$ 83,066	\$ 69,469
Accounts receivable	<u>31</u>	<u>31</u>
Total financial assets	83,097	69,500
Net assets with donor restrictions	<u>(5,613)</u>	<u>(5,613)</u>
Total financial assets available within one year	<u>\$ 77,484</u>	<u>\$ 63,887</u>

As part of the Organization's liquidity management, it has a policy to structure its financial assets to be available as its general expenditures, liabilities and other obligations become due. The Organization's primary sources of cash flow are from dues, an annual convention and various events. To manage unanticipated liquidity needs, the District maintains a \$40,000 line of credit with a bank that can be drawn upon as needed. The full balance of the line of credit was available to be drawn on at both September 30, 2024 and 2023.

4. Concentration of credit risk:

The Organization maintains its cash accounts with multiple financial institutions. As of September 30, 2024 and 2023, the Organization did not have any uninsured cash balances.

5. Line of credit:

The District has an authorized \$40,000 line of credit with Mid Penn Bank. Interest is payable monthly at the bank's prime rate (9.63% and 9.50% as of September 30, 2024 and 2023, respectively). Borrowings under the line of credit are collateralized by all assets of the District. The line of credit is subject to an annual review by the bank. There was no outstanding balance at September 30, 2024 and 2023.

KIWANIS INTERNATIONAL NTL HDQ K23 PA DISTRICT AND SUBSIDIARY

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS YEARS ENDED SEPTEMBER 30, 2024 AND 2023

6. Net assets released from restriction:

The District's net assets were released from donor restriction by incurring expenses satisfying the restricted purpose specified by donors as follows:

	<u>2024</u>	<u>2023</u>
Key Leader Program		\$ 4,338
Member support initiative	<u>\$ 452</u>	<u>279</u>
	<u><u>\$ 452</u></u>	<u><u>\$ 4,617</u></u>

7. Net assets with donor restrictions:

The District's net assets with donor restrictions are restricted for the following purposes as of September 30, 2024 and 2023:

	<u>2024</u>	<u>2023</u>
Key Leader Program	<u><u>\$ 5,613</u></u>	<u><u>\$ 5,613</u></u>

8. Tax status:

The District has been recognized as a tax-exempt organization under the provisions of the Internal Revenue Code (IRC) Section 501(c)(4). The District is current with its Form 990 filings.

The Club applied for and received tax-exempt status from the Internal Revenue Service (IRS) under IRC Section 501(c)(4), which was in good standing through March 31, 2013. Subsequent to that year end, the Club cannot determine if Form 990s were filed. The Club filed Form 990s for the years ended March 31, 2018, 2019, 2020, 2021, 2022, 2023 and 2024, and thus, is requesting confirmation from the IRS as to their tax-exempt status and will seek reinstatement if necessary.

9. Subsequent events:

The Organization has evaluated subsequent events through April 25, 2025, the date which the consolidated financial statements were available to be issued.

KIWANIS INTERNATIONAL NTL HDQ K23 PA DISTRICT AND SUBSIDIARY

CONSOLIDATING STATEMENT OF FINANCIAL POSITION SEPTEMBER 30, 2024 (See independent auditor's report)

	<u>Kiwanis</u>	<u>Key Club</u>	<u>Eliminations</u>	<u>Total</u>
ASSETS				
Current assets:				
Cash and cash equivalents:	\$ 54,294	\$ 28,772		\$ 83,066
Accounts receivable	31			31
Due from Kiwanis		268	\$ (268)	-
Inventory	<u>1,275</u>	<u></u>	<u></u>	<u>1,275</u>
Total current assets	55,600	29,040	(268)	84,372
Security deposit	<u>800</u>			<u>800</u>
Total assets	<u>\$ 56,400</u>	<u>\$ 29,040</u>	<u>\$ (268)</u>	<u>\$ 85,172</u>
LIABILITIES AND NET ASSETS				
Liabilities, all current:				
Accounts payable	\$ 766			\$ 766
Accrued expenses	45			45
Due to Key Club	<u>268</u>		<u>\$ (268)</u>	<u>-</u>
Total liabilities, all current	<u>1,079</u>		<u>(268)</u>	<u>811</u>
Net assets:				
Without donor restrictions	49,708	\$ 29,040		78,748
With donor restrictions	<u>5,613</u>	<u></u>		<u>5,613</u>
Total net assets	<u>55,321</u>	<u>29,040</u>		<u>84,361</u>
Total liabilities and net assets	<u>\$ 56,400</u>	<u>\$ 29,040</u>	<u>\$ (268)</u>	<u>\$ 85,172</u>

See notes to consolidated financial statements.

KIWANIS INTERNATIONAL NTL HDQ K23 PA DISTRICT AND SUBSIDIARY

CONSOLIDATING STATEMENT OF FINANCIAL POSITION
SEPTEMBER 30, 2023
(See independent auditor's report)

	<u>Kiwanis</u>	<u>Key Club</u>	<u>Eliminations</u>	<u>Total</u>
ASSETS				
Current assets:				
Cash and cash equivalents:				
Cash and cash equivalents:	\$ 62,117	\$ 7,352		\$ 69,469
Accounts receivable	31			31
Inventory	<u>1,500</u>	<u> </u>		<u>1,500</u>
Total current assets	63,648	<u>7,352</u>		71,000
Security deposit	<u>800</u>			<u>800</u>
Total assets	<u>\$ 64,448</u>	<u>\$ 7,352</u>		<u>\$ 71,800</u>
LIABILITIES AND NET ASSETS				
Liabilities, all current:				
Accounts payable	\$ 36,687	\$ 426		\$ 37,113
Credit card payable	2,187			2,187
Accrued expenses	<u>2,422</u>	<u> </u>		<u>2,422</u>
Total liabilities, all current	<u>41,296</u>	<u>426</u>		<u>41,722</u>
Net assets:				
Without donor restrictions	17,539	6,926		24,465
With donor restrictions	<u>5,613</u>	<u> </u>		<u>5,613</u>
Total net assets	<u>23,152</u>	<u>6,926</u>		<u>30,078</u>
Total liabilities and net assets	<u>\$ 64,448</u>	<u>\$ 7,352</u>		<u>\$ 71,800</u>

See notes to consolidated financial statements.

KIWANIS INTERNATIONAL NTL HDQ K23 PA DISTRICT AND SUBSIDIARY

CONSOLIDATING STATEMENT OF ACTIVITIES
YEAR ENDED SEPTEMBER 30, 2024
(See independent auditor's report)

	Kiwanis			Key Club		
	Without donor restrictions	With donor restrictions	Total	Without donor restrictions	Eliminations	Consolidated
Revenues:						
Dues	\$ 123,511		\$ 123,511	\$ 58,149		\$ 181,660
Conventions and events	77,695		77,695	72,212		149,907
Revenue for services provided to related parties	4,000		4,000			4,000
Key leader program revenue and contributions	16,367		16,367			16,367
District raffle	14,220		14,220			14,220
Other revenue	12,092		12,092	1,468		13,560
Contributions		\$ 452	452	7,000		7,452
Interest income				144		144
Net assets released from restriction	452	(452)	-			-
Total revenues	248,337	-	248,337	138,973		387,310
Expenses:						
Contractor costs	50,841		50,841			50,841
Annual convention	70,350		70,350	97,919		168,269
Midwinter convention	1,041		1,041			1,041
Key Leader program expenses	16,061		16,061			16,061
Facility costs	10,415		10,415			10,415
Professional fees	18,906		18,906	1,300		20,206
District raffle	7,749		7,749			7,749
Payroll taxes	1,379		1,379			1,379

(continued)

KIWANIS INTERNATIONAL NTL HDQ K23 PA DISTRICT SUBSIDIARY

CONSOLIDATING STATEMENT OF ACTIVITIES (CONTINUED)
YEAR ENDED SEPTEMBER 30, 2024
(See independent auditor's report)

	<u>Kiwanis</u>		<u>Key Club</u>			
	<u>Without donor</u>	<u>With donor</u>	<u>Without donor</u>		<u>Eliminations</u>	<u>Consolidated</u>
	<u>restrictions</u>	<u>restrictions</u>	<u>restrictions</u>			
	<u>Total</u>					
Expenses (continued):						
Lieutenant governor's training	\$ 2,256					\$ 2,256
Equipment	3,262					3,262
Telephone and internet	1,551					1,551
Membership growth and development	1,754					1,754
Other events	231					231
Insurance	2,233					2,233
Lieutenant governor expenses	932					932
Supplies and printing	1,861		\$ 1,050			2,911
Governor-elect international convention	3,296					3,296
Awards	605					605
Equipment maintenance	105					105
Governor's travel	3,000		2,161			5,161
Executive director international convention	1,000					1,000
Web page fees and maintenance	134		480			614
Circle K administrator	1,868					1,868
Postage	509		19			528
Trustee board meeting expense	335		12,877			13,212
Governor international convention	1,000					1,000

(continued)

KIWANIS INTERNATIONAL NTL HDQ K23 PA DISTRICT AND SUBSIDIARY

CONSOLIDATING STATEMENT OF ACTIVITIES (CONTINUED)
YEAR ENDED SEPTEMBER 30, 2024
(See independent auditor's report)

	Kiwanis		Key Club		
	Without donor restrictions	With donor restrictions	Total	Without donor restrictions	Eliminations
					Consolidated
Expenses (continued):					
District board international convention				\$ 1,053	\$ 1,053
Information technology	\$ 561		\$ 561		561
Miscellaneous expense	2,118		2,118		2,118
Aktion Club administrator	1,315		1,315		1,315
Circle K	9,500		9,500		9,500
Total expenses	216,168		216,168	116,859	333,027
Change in net assets	32,169		32,169	22,114	54,283
Net assets:					
Beginning of the year	17,539	\$ 5,613	23,152	6,926	30,078
End of the year	\$ 49,708	\$ 5,613	\$ 55,321	\$ 29,040	\$ 84,361

See notes to consolidated financial statements.

KIWANIS INTERNATIONAL NTL HDQ K23 PA DISTRICT AND SUBSIDIARY

CONSOLIDATING STATEMENT OF ACTIVITIES
YEAR ENDED SEPTEMBER 30, 2023
(See independent auditor's report)

	<u>Kiwanis</u>			<u>Key Club</u>		
	<u>Without donor restrictions</u>	<u>With donor restrictions</u>	<u>Total</u>	<u>Without donor restrictions</u>	<u>Eliminations</u>	<u>Consolidated</u>
Revenues:						
Dues	\$ 102,523		\$ 102,523	\$ 55,685		\$ 158,208
Conventions and events	57,856		57,856	57,726		115,582
Revenue for services provided to related parties	16,500		16,500		\$ (10,000)	6,500
Key leader program revenue and contributions	7,429	\$ 5,375	12,804			12,804
District raffle	11,139		11,139			11,139
Other revenue	7,227		7,227	500		7,727
Contributions				15,107	(12,607)	2,500
Interest income	6		6	77		83
Net assets released from restriction	4,617	(4,617)	-			-
Total revenues	207,297	758	208,055	129,095	(22,607)	314,543
Expenses:						
Salaries and wages	72,173		72,173			72,173
Annual convention	51,773		51,773	74,978		126,751
Midwinter convention	803		803			803
Key Leader program expenses	11,817		11,817			11,817
Facility costs	9,888		9,888			9,888
Professional fees	12,970		12,970	3,600		16,570
District raffle	5,813		5,813			5,813
Payroll taxes	5,513		5,513			5,513

(continued)

KIWANIS INTERNATIONAL NTL HDQ K23 PA DISTRICT AND SUBSIDIARY

CONSOLIDATING STATEMENT OF ACTIVITIES (CONTINUED)
YEAR ENDED SEPTEMBER 30, 2023
(See independent auditor's report)

	<u>Kiwanis</u>		<u>Key Club</u>		
	<u>Without donor</u>	<u>With donor</u>	<u>Without donor</u>	<u>Eliminations</u>	<u>Consolidated</u>
	<u>restrictions</u>	<u>restrictions</u>	<u>restrictions</u>		
		<u>Total</u>			
Expenses (continued):					
Executive director expenses	\$ 2,942	\$ 2,942			\$ 2,942
Lieutenant governor's training	2,116	2,116			2,116
Equipment	1,628	1,628			1,628
Telephone and internet	2,813	2,813			2,813
Membership growth and development	1,461	1,461			1,461
Insurance	343	343			343
Lieutenant governor expenses	1,250	1,250			1,250
Supplies and printing	1,378	1,378			1,378
Keystone Kiwanian editor	600	600			600
Governor-elect international convention	1,543	1,543			1,543
Awards	1,611	1,611	\$ 420		2,031
Equipment maintenance	516	516			516
Governor's travel	1,749	1,749	940		2,689
Executive director international convention	800	800			800
Web page fees and maintenance	239	239	493		732
Circle K administrator	1,988	1,988			1,988
Postage	537	537			537
Trustee board meeting expense	265	265	18,504		18,769
Governor international convention	800	800	344		1,144

KIWANIS INTERNATIONAL NTL HDQ K23 PA DISTRICT AND SUBSIDIARY

CONSOLIDATING STATEMENT OF ACTIVITIES (CONTINUED)
YEAR ENDED SEPTEMBER 30, 2023
(See independent auditor's report)

	<u>Kiwanis</u>			<u>Key Club</u>		
	<u>Without donor restrictions</u>	<u>With donor restrictions</u>	<u>Total</u>	<u>Without donor restrictions</u>	<u>Eliminations</u>	<u>Consolidated</u>
Expenses (continued):						
Kiwanis District administrative fees				\$ 10,000	\$ (10,000)	\$ -
Information technology	\$ 159		\$ 159			159
Miscellaneous expense	1,484		1,484			1,484
Builders Club administrator	31		31			31
Contributions	12,607		12,607		(12,607)	-
Circle K	<u>2,603</u>		<u>2,603</u>			<u>2,603</u>
Total expenses	<u>212,213</u>		<u>212,213</u>	<u>109,279</u>	<u>(22,607)</u>	<u>298,885</u>
Change in net assets	(4,916)	\$ 758	(4,158)	19,816	-	15,658
Net assets (deficit):						
Beginning of the year	<u>22,455</u>	<u>4,855</u>	<u>27,310</u>	<u>(12,890)</u>		<u>14,420</u>
End of the year	<u>\$ 17,539</u>	<u>\$ 5,613</u>	<u>\$ 23,152</u>	<u>\$ 6,926</u>	<u>\$ -</u>	<u>\$ 30,078</u>

See notes to consolidated financial statements.