FINANCIAL STATEMENTS OF

CENTER FOR TRANSFORMATIVE ACTION

Years Ended June 30, 2024 and 2023

CENTER FOR TRANSFORMATIVE ACTION

TABLE OF CONTENTS

June 30, 2024 and 2023

SCIARABBA WALKER &CO LLP
CERTIFIED PUBLIC ACCOUNTANTS
BUSINESS CONSULTANTS

INDEPENDENT AUDITOR'S REPORT

Board of Directors
Center For Transformative Action
Ithaca, New York 14850

Opinion

We have audited the accompanying financial statements of Center For Transformative Action (a nonprofit organization), which comprise the statements of financial position as of June 30, 2024 and 2023, and the related statements of activities and changes in net assets, functional expenses, and cash flows for the years then ended, and the related notes to the financial statements.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Center For Transformative Action as of June 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. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of Center For Transformative Action 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 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 Center For Transformative Action's ability to continue as a going concern within one year after the date that the financial statements are available to be issued.

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Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with generally accepted auditing standards, we:

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

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.

- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of Center For Transformative Action'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 Center For Transformative Action'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.

Sciarabba Walker & Co., LLP

Sciarabba Walker & Co., LLP

Ithaca, New York
November 19, 2024

CENTER FOR TRANSFORMATIVE ACTION
STATEMENTS OF FINANCIAL POSITION
June 30,

ASSETS

	2024	2023
Current Assets:		
Cash and cash equivalents	$ 639,731	$ 949,154
Short-term investments - certificates of deposit	1,616,846	1,746,759
Grants receivable	527,943	692,687
Accounts receivable	7,000	-
Prepaid expenses	52,184	45,417
Total Current Assets	2,843,704	3,434,017
Right-of-Use Asset	26,745	122,271
Furniture and Equipment:	32,664	32,664
Less accumulated depreciation	(26,376)	(21,911)
Net Furniture and Equipment	6,288	10,753
Total Assets	$ 2,876,737	$ 3,567,041

LIABILITIES AND NET ASSETS

	2024	2023
Current Liabilities:		
Accounts payable	$ 47,610	$ 126,020
Accrued payroll expense	72,825	81,554
Accrued expenses	161,368	128,635
Deferred revenue	620	-
Current portion - operating lease liability	0	88,596
Total Current Liabilities	282,423	424,805
Operating Lease Liability, net of current portion	25,695	34,534
Net Assets:		
Without donor restrictions	1,495,633	1,574,864
With donor restrictions	1,072,986	1,532,838
Total Net Assets	2,568,619	3,107,702
Total Liabilities and Net Assets	$ 2,876,737	$ 3,567,041

See accompanying notes.

CENTER FOR TRANSFORMATIVE ACTION
STATEMENTS OF ACTIVITIES AND CHANGES IN NET ASSETS
Years Ended June 30,

	2024	2023
Net Assets Without Donor Restrictions:		
Revenue, gains and other support:		
Institutional support	$ 1,100	$ -
Cornell support	142,120	107,102
Program services	337,581	264,541
Contributions	933	5,269
Fees, subscriptions and memberships	10,161	6,527
Interest and dividends	84,429	28,285
Realized loss on investments	-	(8,630)
Unrealized gain on investments	2,087	4,430
Miscellaneous income	7,507	27
	585,918	407,551
Net Assets Released from Restrictions:		
Institutional support, Cornell support, contributions, and fundraising	3,183,613	3,160,566
Total Revenue, Gains and Other Support	3,769,531	3,568,117
Expenses:		
Program services	3,274,475	2,981,615
Supporting services:		
Management and general	388,553	393,115
Fundraising	185,734	135,672
Total supporting services	574,287	528,787
Total Expenses	3,848,762	3,510,402
Change in Net Assets Without Donor Restrictions	(79,231)	57,715
Net Assets With Donor Restrictions:		
Institutional support	2,080,396	2,343,669
Cornell support	111,360	138,726
Contributions	521,670	947,483
Special events	-	25,800
Less: Costs of direct benefits to donors	-	(1,100)
Fundraising	10,335	27,762
	2,723,761	3,482,340
Net Assets Released from Restrictions:		
Institutional support, Cornell support, contributions, and fundraising	(3,183,613)	(3,160,566)
Change in Net Assets with donor restrictions	(459,852)	321,774
Change in Net Assets	(539,083)	379,489
Net Assets, beginning of year	3,107,702	2,728,213
Net Assets, end of year	$ 2,568,619	$ 3,107,702

See accompanying notes.

CENTER FOR TRANSFORMATIVE ACTION
STATEMENT OF FUNCTIONAL EXPENSES
For the Year Ended June 30, 2024

	Program Services	Management and General	Fundraising	Total
Salaries	$ 1,560,696	$ 236,745	$ 160,639	$ 1,958,080
Employee benefits	142,253	59,271	10,322	211,846
Payroll taxes	142,535	23,471	14,230	180,236
Total salaries and related expenses	1,845,484	319,487	185,191	2,350,162
Rent	102,336	6,808	-	109,144
Contractors and work study	369,955	1,521	543	372,019
Advertising, publicity and promotion	3,357	324	-	3,681
Travel and conferences	82,524	-	-	82,524
Telecommunications	18,644	2,136	-	20,780
Printing	29,587	382	-	29,969
Books, videos and magazines	2,478	-	-	2,478
Supplies	404,493	1,540	-	406,033
Minor equipment and repairs	14,746	-	-	14,746
Postage and shipping	16,970	612	-	17,582
Insurance	1,471	24,841	-	26,312
Staff development	11,604	357	-	11,961
Membership dues and subscription fees	53,970	5,044	-	59,014
Bank charges	16,299	12,050	-	28,349
Donations	228,739	-	-	228,739
Professional fees	3,912	13,451	-	17,363
Depreciation	4,465	-	-	4,465
Events and meetings	24,485	-	-	24,485
Miscellaneous	38,956	-	-	38,956
Total Expenses	$ 3,274,475	$ 388,553	$ 185,734	$ 3,848,762

See accompanying notes.

CENTER FOR TRANSFORMATIVE ACTION
STATEMENT OF FUNCTIONAL EXPENSES
For the Year Ended June 30, 2023

	Program Services	Management and General	Fundraising	Total
Salaries	$ 1,490,225	$ 234,973	$ 116,979	$ 1,842,177
Employee benefits	146,897	56,231	6,196	209,324
Payroll taxes	142,803	23,202	10,467	176,472
Total salaries and related expenses	1,779,925	314,406	133,642	2,227,973
Rent	94,985	3,522	-	98,507
Contractors and work study	447,778	3,843	2,030	453,651
Advertising, publicity and promotion	7,500	354	-	7,854
Travel and conferences	47,946	2	-	47,948
Telecommunications	25,785	3,119	-	28,904
Printing	19,495	-	-	19,495
Books, videos and magazines	4,597	-	-	4,597
Supplies	207,627	3,473	-	211,100
Minor equipment and repairs	3,759	-	-	3,759
Postage and shipping	16,133	742	-	16,875
Insurance	1,734	22,616	-	24,350
Staff development	6,049	4,089	-	10,138
Membership dues and subscription fees	29,496	5,834	-	35,330
Bank charges	16,128	10,656	-	26,784
Donations	232,322	-	-	232,322
Professional fees	5,250	20,437	-	25,687
Depreciation	4,465	-	-	4,465
Events and meetings	19,331	-	-	19,331
Miscellaneous	11,310	22	-	11,332
TOTAL EXPENSES	$ 2,981,615	$ 393,115	$ 135,672	$ 3,510,402

See accompanying notes.

CENTER FOR TRANSFORMATIVE ACTION
STATEMENTS OF CASH FLOWS
Years Ended June 30,

	2024	2023
CASH FLOWS FROM OPERATING ACTIVITIES:		
Change in net assets	$ (539,083)	$ 379,489
Adjustments to reconcile change in net assets to net cash (used in) provided by operating activities:		
Depreciation	4,465	4,465
Realized loss on investments	-	8,630
Unrealized gain on investments	(2,087)	(4,430)
Changes in:		
Grants receivable	164,744	169,614
Accounts receivable	(7,000)	7,210
Prepaid expenses	(6,767)	(20,277)
Right-of-use asset	95,526	14,784
Accounts payable	(78,410)	33,195
Accrued payroll expense	(8,729)	26,521
Accrued expenses	32,733	20,241
Deferred revenue	620	(7,210)
Operating lease liability	(97,435)	(7,932)
NET CASH (USED IN) PROVIDED BY OPERATING ACTIVITIES	(441,423)	624,300
CASH FLOWS FROM INVESTING ACTIVITIES:		
Purchases of short-term investments	(1,835,000)	(2,250,000)
Redemption of short-term investments	1,967,000	1,500,000
Proceeds from sale of long-term investments	-	472,636
NET CASH PROVIDED BY (USED IN) INVESTING ACTIVITIES	132,000	(277,364)
NET CHANGE IN CASH AND CASH EQUIVALENTS	(309,423)	346,936
CASH AND CASH EQUIVALENTS, beginning of year	949,154	602,218
CASH AND CASH EQUIVALENTS, end of year	$ 639,731	$ 949,154
SUPPLEMENTAL DISCLOSURES OF CASH FLOW INFORMATION:		
Cash paid during the year for:		
Interest	$ -	$ -
Taxes	-	-

See accompanying notes.

CENTER FOR TRANSFORMATIVE ACTION
NOTES TO FINANCIAL STATEMENTS
Years Ended June 30, 2024 and 2023

A. Summary of Significant Accounting Policies

The Organization

Center for Transformative Action (CTA) is a nonprofit organization formed to promote educational and social action programs. CTA provides technical and administrative support services to these programs which operate under the established goals and guidelines of the CTA bylaws.

Basis of Accounting

The financial statements of CTA have been prepared on the accrual basis of accounting in accordance with accounting principles generally accepted in the United States of America.

Basis of Presentation

CTA accounts for contributions in accordance with the recommendations of the Financial Accounting Standards Board (FASB) Accounting Standards Codification (ASC) 958 "Not-for-Profit Entities." Under FASB ASC 958, CTA reports information regarding its financial position and activities according to two classes of net assets: net assets without donor restrictions and net assets with donor restrictions.

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 may be met by actions of CTA 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 Statements of Activities and Changes in Net Assets as net assets released from restrictions. Restricted support with restrictions that are met in the same reporting period are accounted for as unrestricted activity.

Estimates and Assumptions

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

Income Taxes

CTA is exempt from income taxes under Section 50l(c)(3) of the Internal Revenue Code (the Code); therefore, no provision for income taxes is reflected in the financial statements. CTA has been classified as a publicly supported organization that is not a private foundation under Section 509(a) of the Code. CTA presently discloses or recognizes income tax position based on management's estimate of whether it is reasonably possible or probable that a liability has been incurred for unrecognized income taxes. Management has concluded that CTA has taken no uncertain tax positions that require adjustment in its financial statements. U.S. Forms 990 filed by CTA are subject to examination by taxing authorities.

Cash and Cash Equivalents

For purposes of the Statement of Cash Flows, CTA considers all highly liquid investments with an initial maturity of three months or less to be cash equivalents.

Furniture and Equipment

CTA capitalizes all furniture and equipment in excess of $5,000. Purchased furniture and equipment are carried at cost. Expenditures for repairs and maintenance are charged to expense as incurred whereas major betterments are capitalized. Depreciation is computed using the straight-line method over the estimated useful lives of the assets.

Donated Furniture and Equipment

Donations of furniture and equipment are recorded as contributions at their estimated fair value at the date of donation. Such donations are reported as increases in 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 furniture and equipment are reported as restricted contributions. Absent donor stipulations regarding how long those donated assets must be maintained, CTA reports expirations of donor restrictions when the donated or acquired assets are placed in service as instructed by the donor. CTA reclassifies net assets with donor restrictions to net assets without donor restrictions at that time.

Contributions and Promises to Give

Contributions received are recorded as net assets without donor restrictions or net assets with donor restrictions depending on the existence and/or nature of any donor restrictions. Generally, contributions received, including unconditional promises to give, are recognized as revenue in the period received at their fair values.

Conditional promises to give are recognized only when the conditions on which they depend are substantially met and the promises become unconditional.

Donated Services

Donated services are recognized as contributions in accordance with FASB ASC 958, "*Accounting for Contributions Received and Contributions Made,"* if the services (a) create or enhance nonfinancial assets or (b) require skills, are performed by people with those skills, and would otherwise be purchased by CTA. Volunteers provide services throughout the year that are not recognized as contributions in the financial statements, as the recognition criteria under FASB ASC 958 are not met.

Revenues from Contracts with Customers

Under ASC 606, CTA recognizes revenue when (or as) it satisfies a performance obligation by transferring control of a service to a customer. This revenue is reported as program services in the Statements of Activities and Changes in Net Assets and reflects the consideration to which CTA expects to be entitled in exchange for those services. CTA does not recognize revenue in cases where collectability is not probable and defers the recognition until collection becomes probable or when payment is received.

CTA has elected to apply the following practical expedients:

- Portfolio approach associated with language classes, educational programs/workshops, and goods for sale as there are similarity amongst contracts with no material differences compared to individual contracts.

- Incremental costs of obtaining a contract are capitalized if the contract is for a period of more than one year. If a contract's period is less than one year, the costs are expensed when incurred.

- Additionally, no adjustment is made for the effects of a significant financing component as the period between the time of service and the time of payment is typically less than one year.

Statement of Functional Expenses

The financial statements report certain categories of expenses that are attributable to one or more program or supporting functions of the Organization. The majority of CTA's expenses are directly charged to programs based on actual usage. In addition, CTA has a central administrative core whose activities indirectly benefit the entire Organization. These expenses are allocated as management and general. CTA uses allocation methods to reasonably share these expenses. Shared expenses include payroll, insurance, and professional fees. This method is reviewed annually.

Leases

CTA has recognized right-of-use asset and lease liabilities resulting from operating leases where CTA is the lessee, as described in Note H. CTA has made an accounting policy election to not recognize lease assets and lease liabilities for leases with a term of 12 months or less unless CTA has the ability and intent to extend the lease beyond a 12-month period.

B. Revenue from Contracts with Customers

The following table presents CTA's program service fees disaggregated by major service line and time of revenue recognition for the year ended June 30,

	2024	2023
Over time:		
Language classes	$ 20,594	$ 43,489
Educational programs/workshops	20,792	14,847
Tours	2,749	5,130
Consulting services	61,670	54,391
JAFSCD articles and special issues	21,700	15,260
Bookkeeping revenue	44,272	10,302
Mural projects	34,258	26,000
Total recognized over time	206,035	169,419
Point in time:		
Goods for sale	131,546	95,122
Total recognized at a point in time	131,546	95,122
Total revenue from contracts with customers	$ 337,581	$ 264,541

Contract Balances:

The following table presents the beginning and ending balances from contracts with customers:

	2024	2023
Accounts receivables, as of July 1	$ -	$ 7,210
Accounts receivables, as of June 30	7,000	-

Performance Obligations:

The following is a description of performance obligations, timing of satisfaction of performance obligations, significant payment terms, and obligations for returns and refunds by major type of contract:

Language Classes - CTA enters into contracts with customers to provide a variety of language classes. The contract term begins when the students submit their registration for a course and ends upon course completion. The length and cost of each course varies and is advertised on multiple websites. Providing the language classes is the only performance obligation and as such the full transaction price is allocated to that performance obligation. Revenue is recognized upon completion of the course. Early registration discounts are provided as well as sliding scale discounts based on the student’s ability to pay.

Educational Programs/Workshops - CTA enters into contracts with customers to provide services related to education programs and workshops, both single and multi-day. For multi-day programs the contract term begins when the performance agreement is signed by both the customer and CTA and ends upon completion of the program. For single-day programs, the contract term begins when prior registration is completed or when the program commences for those who did not register beforehand. The prices of the programs vary and are defined either in the associated agreements or in program advertisements. Providing the educational program is the only performance obligation and as such the full transaction price is allocated to the performance obligation. Revenue is recognized in the month the program was completed.

Tours - CTA enters into contracts with customers to provide guided tours of EcoVillage Ithaca. The contract term begins when the tour is scheduled and ends upon completion of the tour. The price of the tours is set and is listed on the website. Providing the guided tour is the only performance obligation and as such the full transaction price is allocated to the performance obligation. Revenue is recognized in the month the tour was completed.

Consulting Services - CTA enters into contracts with customers to provide consulting services. Each contract term varies and begins and ends at the dates specified in the consulting agreement. The contract prices vary and are defined as the amount of consideration agreed upon in the consulting contract. Providing the services described in the consulting contract is the only performance obligation and as such the full transaction price is allocated to the performance obligation. Revenue is recognized in the month that the services are completed.

Bookkeeping Revenue - CTA enters into contracts with customers to provide bookkeeping services. The contract term begins when the agreement has been signed and ends when either party terminates the agreement with thirty days' notice. Providing bookkeeping services as defined in the agreement is the only performance obligation. The price of the services is per hour as described in the agreement. Invoices are created monthly and revenue is recognized in the month that the services are completed.

JAFSCD Articles & Special Issues - CTA enters into contracts with customers to provide publication of scholarly articles or special topic issues. The contract term begins when the agreement has been signed and ends when the article or issue has been published. Providing the publication of articles and special issues is the only performance obligation and as such the full transaction price is allocated to the performance obligation. Revenue is recognized in the month the article or special issue is published.

Murals Projects – CTA enters into contracts with customers to provide paintings on public and private property. The contract term begins when the agreement has been signed or the painting execution has begun and ends when the mural painting is completed. Providing the painting of a mural is the only performance obligation and as such the full transaction price is allocated to the performance obligation. Revenue is recognized in the month the painting is completed.

Goods for Sale - CTA enters into contracts with customers for the sales of groceries at their grocery store and the sales of books, t-shirts, cd's and other items during programs/workshops or through online stores. The prices for the products are fixed, and the performance obligation is satisfied, and revenue is recognized, at the point of sale. Customers can return purchased items at any time, but this happens infrequently, and amounts are negligible. As a result, CTA allocates the full transaction price to that purchase from the customer and does not record an estimate for future returns. There are discounts associated with those customers who have memberships, as well as discounts associated with products nearing their expiration date.

C. Liquidity and Availability of Resources

The following reflects CTA's financial assets as of the Statement of Financial Position date, reduced by amounts not available for general use because of contractual or donor-imposed restrictions:

	2024	2023
Total assets	$ 2,876,737	$ 3,567,041
Less:		
Property	(6,288)	(10,753)
Prepaids	(52,184)	(45,417)
Right-of-use asset	(26,745)	(122,271)
Financial assets	2,791,520	3,388,600

	2024	2023
Financial assets	$ 2,791,520	$ 3,388,600
Less: those unavailable for general expenditures within one year	-	-
Financial assets available to meet cash needs for general expenditure within one year	$ 2,791,520	$ 3,388,600

As part of CTA's liquidity management, it invests cash in short term investments, mainly certificates of deposit. CTA also has a goal to maintain enough cash and cash equivalents on hand to meet at least four months of normal operating expenses which are, on average, $200,000.

D. Investments

The cost, fair value, and unrealized appreciation (depreciation) for the investments of CTA for the years ended June 30, is as follows:

	2024		
	Cost	Fair Value	Unrealized (Depreciation) Appreciation
Short-term investments:			
Certificates of deposit	$ 1,618,000	$ 1,616,846	$ (1,154)

	2023		
	Cost	Fair Value	Unrealized (Depreciation) Appreciation
Short-term investments:			
Certificates of deposit	$ 1,750,000	$ 1,746,759	$ (3,241)

E. Furniture and Equipment

Furniture and equipment consist of the following at June 30:

	2024		
	Cost	Accumulated Depreciation	Net Book Value
Equipment	$ 32,664	$ 26,376	$ 6,288

	2023		
	Cost	Accumulated Depreciation	Net Book Value
Equipment	$ 32,664	$ 21,911	$ 10,753

Depreciation expense for the years ended June 30, 2024 and 2023 was $4,465 and $4,465, respectively.

F. Concentration of Credit Risk

Financial instruments that potentially subject CTA to concentrations of credit risk consist principally of cash and cash equivalent accounts in financial institutions. Although the accounts exceed the federally insured deposit amount, management does not anticipate nonperformance by the financial institution.

G. Affiliation with Cornell University

CTA is an affiliate of Cornell University (Cornell) through a written affiliation agreement. Based on the terms of this agreement, CTA is to provide services and programs to Cornell's faculty, staff, students, and others to create "wider opportunities for education and service in the fields of religion and ethics, and their relationship to social policy." Such services and programs are governed by the terms of a separate operating agreement between the organizations.

CTA leases office space from Cornell United Religious Works under a tenant at will lease agreement. Rent expense for this office space amounted to $10,683 and $10,683 for the years ended June 30, 2024 and 2023, respectively.

H. Leases

CTA has entered into several operating lease agreements for office space in Ithaca, NY.

CTA has elected the practical expedient related to short-term leases for office space rentals. One of CTA's office space leases includes an optional renewal period which CTA considers reasonably certain of being exercised.

The provisions of CTA's leases include both fixed rental payments and lease payments that increase at pre-determined dates. CTA has elected the practical expedient not to separate lease and non-lease components for all leases.

During the years ended June 30, 2024 and 2023, rent expenses were recognized associated with operating leases as fixed rent expense of $84,510 and $85,237, respectively. Amounts recognized as right-of-use assets related to operating leases are included in right-of-use assets on the Statements of Financial Position, while related lease liabilities are shown as current liabilities and long-term liabilities. Right-of-use assets and lease liabilities relating to operating leases were as follows as of June 30:

	2024	2023
Operating lease right-of-use assets	$ 26,745	$ 122,271
Operating lease liability		
Current portion of long-term lease liability	$ -	$ 88,596
Long-term lease liability	25,695.000	34,534
Total operating lease liability	$ 25,695	$ 123,130

CTA had the following cash and non-cash activities associated with operating leases during the year ended June 30:

	2024	2023
Cash paid for amounts included in the measurement of lease liabilities -		
Operating cash flows from operating leases	$ 93,386	$ 90,989

The maturities of operating lease liabilities as of June 30, 2024 are as follows:

2025	$ 26,160
Total lease payments	26,160
Less: interest	(465)
Present value of lease liability	$ 25,695

The weighted-average remaining lease term for all operating leases as of June 30, 2024 and 2023 is 0.93 and 1.54 years, respectively.

When CTA does not have access to the rate implicit in the lease, the incremental borrowing rate is utilized as the discount rate. The weighted-average discount rate associated with operating leases as of June 30, 2024 and 2023 is 5.23% and 4.65%.

A cumulative adjustment of $7,711 was made to decrease beginning net assets without donor restrictions at July 1, 2022 in order to implement ASC 842.

I. Fair Value Measurements

Accounting Standards Codification (ASC) 820 established a three-tier hierarchy for fair value measurements, which prioritizes the inputs used in measuring fair value as follows:

- Level 1 – observable inputs such as quoted prices for identical instruments in active markets.

- Level 2 – inputs other than quoted prices in active markets that are observable either directly or indirectly through corroboration with observable market data.
- Level 3 – unobservable inputs in which there is little or no market data, which would require CTA to develop its own assumptions.

As of June 30, 2024 and 2023, CTA held certain assets that were measured at fair value on a recurring basis. The fair value of investments is obtained from readily available market prices. The following tables presents CTA's financial assets measured at fair value on a recurring basis as of June 30, 2024 and 2023 subject to the disclosure requirements of ASC 820:

	Fair Value Measurements as of June 30, 2024			
	Total	Level 1	Level 2	Level 3
ASSETS:				
Investments	$ 1,616,846	$ 1,616,846	$ -	$ -

	Fair Value Measurements as of June 30, 2023			
	Total	Level 1	Level 2	Level 3
ASSETS:				
Investments	$ 1,746,759	$ 1,746,759	$ -	$ -

J. Net Assets with Donor Restrictions

Net assets with donor restrictions are comprised of the following at June 30 for the following projects:

	2024	2023
Alternatives Library	$ 142,783	$ 124,476
DCI	-	44,868
ICOA	90,432	13,766
Human Rights Educators	7,672	25,602
Mama's Comfort Camp	1,136	-
Aspies for Social Success	3,323	4,440
FSFHC	11,276	1,435
QDEP	-	119,243
Of All Trades	360	1,241
Jahajee Sisters	136,355	529,088
Neighbor to Neighbor	18,151	20,519
Inviolate Initiative	-	1,189
Open Doors English	-	69,245
ICSW	2,219	2,619
Open Doors	106,687	98,213
WON	-	10,855
Christopherson Center	50,686	50,443

	2024	2023
Fallen Tree	6,326	8,643
Story House Ithaca	17,472	24,028
URO	74,175	50,518
GLP	53,512	327
Proven Sustainable	1,005	-
NWDL	27,938	9,829
Ithaca Murals	-	21,006
CGES	26,714	28,189
Healthy Food for All	244,783	238,159
Ancestor Project USA	1,160	109
Remark	9,419	-
Rootwork Herbals	32,852	1,888
Choice Matters	6,550	32,900
	$ 1,072,986	$ 1,532,838

K. Pension Plan

CTA maintains a 403(b) defined contribution pension plan, which covers substantially all employees. On behalf of each participating employee, CTA matches 25% of the employees' deferral, up to $2,000. CTA contributed $18,344 and $11,250 for the years ended June 30, 2024 and 2023, respectively.

L. Reclassification

Certain accounts in the prior-year financial statements have been reclassified to conform with the presentation in the current year financial statements.

M. Adoption of New Accounting Pronouncements

On July 1, 2023, CTA adopted ASU 2016-13, *Financial Instruments – Credit Losses (Topic 326): Measurement of Credit Losses on Financial Instruments*, as amended, which modifies the measurement of expected credit losses on certain financial instruments. CTA adopted this new guidance utilizing the modified retrospective transition method. The adoption of this Standard did not have a material impact on CTA's financial statements but did change how the allowance for credit losses is determined.

N. Subsequent Events

CTA has evaluated events and transactions for potential recognition or disclosure in the financial statements occurring through November 19, 2024, the date the financial statements were available to be issued, and there were no events that required disclosure.