



**FINANCIAL STATEMENTS
WITH
INDEPENDENT AUDITORS' REPORT**

FOR THE YEARS ENDED DECEMBER 31, 2024 AND 2023

Northwest Federal Credit Union Foundation

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INDEPENDENT AUDITORS' REPORT

**Board of Directors
Northwest Federal Credit Union Foundation
Herndon, Virginia**

Opinion

We have audited the accompanying financial statements of Northwest Federal Credit Union Foundation (a nonprofit organization), which comprise the statements of financial position as of December 31, 2024 and 2023, and the related statements of activities, 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 Northwest Federal Credit Union Foundation as of December 31, 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 Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of Northwest Federal Credit Union Foundation 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 Northwest Federal Credit Union Foundation's ability to continue as a going concern within one year after the date that the financial statements are available to be issued.

Auditors' Responsibility 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 generally accepted auditing standards will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements, including omissions, are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

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

- Exercise professional judgement 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 Northwest Federal Credit Union Foundation'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 Northwest Federal Credit Union Foundation'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.

DeLeon & Stang

DeLeon & Stang, CPAs and Advisors
Frederick, Maryland
June 24, 2025

Northwest Federal Credit Union Foundation
Statements of Financial Position
December 31, 2024 and 2023

	2024	2023
ASSETS		
<u>Assets:</u>		
Cash and cash equivalents	\$ 359,446	\$ 288,451
Restricted cash	14,020	110,254
Investments	1,480,903	1,230,374
Accounts receivable	15,000	4,205
Deposits	4,850	-
TOTAL ASSETS	\$ 1,874,219	\$ 1,633,284
LIABILITIES AND NET ASSETS		
<u>Liabilities:</u>		
Accounts payable and accrued expenses	\$ 10,415	\$ 5,061
Total liabilities	10,415	5,061
<u>Net assets:</u>		
Without donor restrictions	1,778,109	1,517,969
With donor restrictions	85,695	110,254
Total net assets	1,863,804	1,628,223
TOTAL NET LIABILITIES AND NET ASSETS	\$ 1,874,219	\$ 1,633,284

Northwest Federal Credit Union Foundation
Statements of Activities
For the Years Ended December 31, 2024 and 2023

	2024			2023		
	Without Donor Restrictions	With Donor Restrictions	Total	Without Donor Restrictions	With Donor Restrictions	Total
Revenue and support:						
Contributions, individual	\$ 142,668	\$ 30,764	\$ 173,432	\$ 68,931	\$ 84,267	\$ 153,198
Contributions, corporate	30,450	-	30,450	-	-	-
In-kind contributions	526,624	-	526,624	393,986	-	393,986
Special events	187,858	-	187,858	179,654	-	179,654
Investment income, net of fees	85,909	-	85,909	82,805	-	82,805
Net assets released from restrictions	55,323	(55,323)	-	113,603	(113,603)	-
Total revenue and support	1,028,832	(24,559)	1,004,273	838,979	(29,336)	809,643
Expenses:						
Program services	669,494	-	669,494	449,461	-	449,461
Supporting services	99,198	-	99,198	195,972	-	195,972
Total expenses	768,692	-	768,692	645,433	-	645,433
Change in net assets	260,140	(24,559)	235,581	193,546	(29,336)	164,210
Net assets, beginning of year	1,517,969	110,254	1,628,223	1,324,423	139,590	1,464,013
Net assets, end of year	<u>\$ 1,778,109</u>	<u>\$ 85,695</u>	<u>\$ 1,863,804</u>	<u>\$ 1,517,969</u>	<u>\$ 110,254</u>	<u>\$ 1,628,223</u>

Northwest Federal Credit Union Foundation
Statements of Functional Expenses
For the Years Ended December 31, 2024 and 2023

	2024						
	Program Services			Supporting Services			
	Scholarships	Community Outreach	Total Program Services	Fundraising	General and Administrative	Total Supporting Services	Total Expenses
In-kind salaries and fringe	\$ 41,218	\$ 333,864	\$ 375,082	\$ -	\$ 37,097	\$ 37,097	\$ 412,179
In-kind occupancy	-	16,614	16,614	-	1,846	1,846	18,460
In-kind equipment and supplies	-	17,479	17,479	-	1,546	1,546	19,025
In-kind services other	-	62,858	62,858	14,102	-	14,102	76,960
Scholarship and youth services	130,000	59,258	189,258	-	-	-	189,258
Events	3,793	4,410	8,203	22,151	-	22,151	30,354
Equipment and supplies	-	-	-	-	794	794	794
Marketing	-	-	-	6,762	-	6,762	6,762
Subscription and dues	-	-	-	-	2,758	2,758	2,758
Travel and meals	-	-	-	-	154	154	154
Audit	-	-	-	-	9,851	9,851	9,851
Training and meetings	-	-	-	-	2,137	2,137	2,137
Total expenses	<u>\$ 175,011</u>	<u>\$ 494,483</u>	<u>\$ 669,494</u>	<u>\$ 43,015</u>	<u>\$ 56,183</u>	<u>\$ 99,198</u>	<u>\$ 768,692</u>

(Continued)

Northwest Federal Credit Union Foundation
Statements of Functional Expenses (Continued)
For the Years Ended December 31, 2024 and 2023

	2023						
	Program Services			Supporting Services			Total Expenses
	Scholarships	Community Outreach	Total Program Services	Fundraising	General and Administrative	Total Supporting Services	
In-kind salaries and fringe	\$ 126,981	\$ 90,701	\$ 217,682	\$ 54,420	\$ 90,700	\$ 145,120	\$ 362,802
Scholarships and programs	120,211	97,440	217,651	-	-	-	217,651
In-kind occupancy	-	-	-	-	18,460	18,460	18,460
Professional fees	-	-	-	-	13,484	13,484	13,484
Travel	3,961	7,082	11,043	-	448	448	11,491
Equipment and supplies	-	3,085	3,085	-	6,064	6,064	9,149
In-kind advertising	-	-	-	-	5,208	5,208	5,208
Miscellaneous	-	-	-	-	3,623	3,623	3,623
Fundraising fees	-	-	-	1,544	558	2,102	2,102
Subscriptions and dues	-	-	-	-	1,463	1,463	1,463
Total expenses	<u>\$ 251,153</u>	<u>\$ 198,308</u>	<u>\$ 449,461</u>	<u>\$ 55,964</u>	<u>\$ 140,008</u>	<u>\$ 195,972</u>	<u>\$ 645,433</u>

Northwest Federal Credit Union Foundation
Statements of Cash Flows
For the Years Ended December 31, 2024 and 2023

	<u>2024</u>	<u>2023</u>
<u>Cash Flows From Operating Activities:</u>		
Change in net assets	\$ 235,581	\$ 164,210
Adjustments to reconcile change in net assets to net cash provided by operating activities:		
Unrealized gain on investments	(12,135)	(42,205)
Decrease (increase) in operating assets:		
Accounts receivable	(10,795)	(3,775)
Accounts receivable, related party	-	30,014
Deposits	(4,850)	-
(Decrease) increase in operating liabilities:		
Accounts payable and accrued expenses	5,354	(981)
Total adjustments	<u>(22,426)</u>	<u>(16,947)</u>
Net cash provided by operating activities	213,155	147,263
<u>Cash Flows From Investing Activities:</u>		
Purchases of investments, net	<u>(238,394)</u>	<u>(390,338)</u>
Net cash used in investing activities	<u>(238,394)</u>	<u>(390,338)</u>
Net decrease in cash, cash equivalents, and restricted cash	(25,239)	(243,075)
Cash, cash equivalents, and restricted cash, beginning of year	<u>398,705</u>	<u>641,780</u>
Cash, cash equivalents, and restricted cash, end of year	<u><u>\$ 373,466</u></u>	<u><u>\$ 398,705</u></u>

Northwest Federal Credit Union Foundation
Notes to Financial Statements
December 31, 2024 and 2023

NOTE 1 - ORGANIZATION

For twenty years, the Northwest Federal Credit Union Foundation (the Foundation) has been a driving force in empowering youth to reach their goals by supporting their health, well-being, and education. As the charitable arm of Northwest Federal Credit Union, the Foundation is a community leader dedicated to making a real difference in the lives of youth through its outreach programs. Embracing a Superhero theme, the Foundation embodies the spirit of empowerment and celebrates the potential of every child to succeed.

The Foundation offers four programs and services to address the needs identified within the community it serves.

Aspire Higher Scholarship Program

The Aspire Higher Scholarship Program is a cornerstone initiative that provides financial support to students pursuing higher education funding over \$2,100,000 in scholarships to 436 students since inception.

Community Outreach and Distribution Drives

Quarterly drives are a vital aspect of the Foundation's programming, aimed at providing essential resources to students from low-income backgrounds. The Foundation has charitable beneficiaries in each of the communities where Northwest has a branch location. They are as follows:

- **Food for Kids:** Meal bags for students facing food insecurity
- **Health & Hygiene Drive:** Bags of love filled with wellness and hygiene products
- **Step into Success:** New pairs of shoes and socks to students starting the school year
- **Winter Warmth:** Coats and warm winter accessories to under-resourced students

Financial Education and Career Readiness

The Foundation's Financial Literacy and Career Readiness initiatives equip student with essential skills and knowledge to succeed in their future endeavors. Workshops, seminars, and field trips provide hands-on learning experiences related to financial management, job readiness, and career exploration.

Northwest Federal Credit Union Foundation
Notes to Financial Statements (Continued)
December 31, 2024 and 2023

NOTE 1 - ORGANIZATION (Continued)

Mentoring

Mentoring programs offered by the Foundation provide students with valuable guidance and support from adult mentors. In 2024, they began to rebuild this program which has been dormant since COVID-19. NW Foundation has 15 Northwest employees serving as mentors who meet 1:1 with students each week.

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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 certain reported amounts of assets and liabilities and the disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

Description of Net Assets

Net assets are classified based on existence or absence of donor imposed restrictions as follows:

- *Net Assets Without Donor Restrictions* – Net assets that are currently available for operating purposes under the direction of management and the board of directors or designated by the board for specific use.
- *Net Assets With Donor Restrictions* – Net assets that are stipulated by donors for specific operating purposes or for the acquisition of property and equipment or are time restricted. These include donor restrictions requiring the net assets to be held in perpetuity or for a specific term with investment return specified for a specific purpose. Net assets with donor restrictions at December 31, 2024 and 2023 were \$85,695 and \$110,254, respectively.

Cash and Cash Equivalents

The Foundation considers all highly liquid securities purchased with an original maturity of three months or less to be cash equivalents.

Northwest Federal Credit Union Foundation
Notes to Financial Statements (Continued)
December 31, 2024 and 2023

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Restricted Cash

Restricted cash represents monies held, which are subject to donor-imposed restrictions that require that they be held separately from cash and cash equivalents. The following table provides a reconciliation of cash, cash equivalents, and restricted cash reported within the statements of financial position that sum to the total of the same such amounts shown in the statements of cash flows:

	<u>2024</u>	<u>2023</u>
Cash and cash equivalents	\$ 359,446	\$ 288,451
Restricted cash	<u>14,020</u>	<u>110,254</u>
Total cash, cash equivalents, and restricted cash shown in the statements of cash flows	<u><u>\$ 373,466</u></u>	<u><u>\$ 398,705</u></u>

Investments

Investments consist of exchange traded funds and mutual funds. These investments are reported at fair value based on quoted market prices on active markets (Level 1) for identical securities because quoted market prices are readily available. Net unrealized gains and losses on investments are reflected in the statements of activities, netted with investment fees. Interest and dividends are reflected as income when earned.

Fair value measurement

The Foundation follows the provisions of FASB ASC 820, *Fair Value Measurement*. FASB ASC 820 defines fair value, establishes a framework for measuring fair value, establishes a fair value hierarchy based on the quality of inputs (assumptions that market participants would use in pricing assets and liabilities, including assumptions about risk) used to measure fair value, and enhances disclosure requirements for fair value measurements. The Foundation accounts for a significant portion of its financial instruments at fair value or considers fair value in their measurement.

Accounts Receivable

The Foundation is funded through individual donations, corporate donations, and fundraisers. Revenue is recognized as an increase in the statement of activities and changes in net assets as donations are made and promises to give are agreed upon. A receivable is recorded when a promise to give is agreed upon and the donation has not yet been received. Account balances over 90 days past due are considered delinquent and, unless strong mitigating factors exist, a dollar for dollar allowance is established. No allowance for uncollectible accounts was required at December 31, 2024 or 2023.

Northwest Federal Credit Union Foundation
Notes to Financial Statements (Continued)
December 31, 2024 and 2023

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

In-kind Contributions

The Foundation receives donations of office space, salaries and fringe, public relations and marketing, and other goods and services from individual and corporate donors. These contributions are recorded at their estimated fair market value at the date the donation is made.

Contributions of services are recognized in the financial statements if the services enhance or create non-financial assets or require specialized skills provided by individuals possessing those skills that would typically need to be purchased if not provided by donation. Otherwise, volunteer services are not recorded in the financial statements as these contributions do not meet the requirements to be recorded as revenue and expense.

Expense Allocation

The Foundation allocates its expenses on a functional basis among various programs and supporting services. Expenses that can be identified with specific programs or supporting services are recorded directly according to their natural expenditure classification. Joint costs are allocated based on various identifiable bases (i.e., allowable occupancy costs are allocated based on the percentage of space occupied). Salaries and fringes attributable to multiple programs are allocated based on time spent for the program.

Advertising

The Foundation expenses the costs of advertising as they are incurred.

Income Taxes

The Foundation complies with the provisions of the FASB Accounting Standards Codification topic *Accounting for Uncertainty in Income Taxes*. For the years ended December 31, 2024 and 2023, no unrecognized tax provision or benefit exists.

The Foundation is a tax-exempt organization under Section 501(c)(3) of the Internal Revenue Code and is classified as other than a private foundation by the Internal Revenue Service.

The Foundation's tax returns may be subject to audit for three years after filing; hence, the Foundation's tax returns for years 2021 and onward are open to tax examination.

Reclassification

Certain reclassifications have been made to the 2023 financial statements to conform to the current year's presentation.

Northwest Federal Credit Union Foundation
Notes to Financial Statements (Continued)
December 31, 2024 and 2023

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Subsequent Events

Management has evaluated the financial statements for subsequent events requiring accrual or disclosure through June 24, 2025, the date which the financial statements were available to be issued. There were no events identified requiring recognition in or disclosure to the financial statements.

NOTE 3 - INVESTMENTS

The cost, fair values and unrealized gain of investments at December 31, 2024 and 2023 are as follows:

2024			
	Cost	Fair Value	Unrealized Gain
Liquid funds	\$ 445,373	\$ 445,373	\$ -
Mutual Funds	458,099	486,695	28,596
Certificate of deposit	548,835	548,835	-
Total	<u>\$ 1,452,307</u>	<u>\$ 1,480,903</u>	<u>\$ 28,596</u>

2023			
	Cost	Fair Value	Unrealized Gain
Liquid funds	\$ 429,142	\$ 429,142	\$ -
Mutual Funds	428,300	444,761	16,461
Certificate of deposit	356,471	356,471	-
Total	<u>\$ 1,213,913</u>	<u>\$ 1,230,374</u>	<u>\$ 16,461</u>

Investment income for the years ended December 31, 2024 and 2023 is summarized as follows:

	2024	2023
Interest and dividends	\$ 74,886	\$ 43,442
Unrealized gain	12,135	42,205
Investment fees	<u>(1,112)</u>	<u>(2,842)</u>
	<u>\$ 85,909</u>	<u>\$ 82,805</u>

Northwest Federal Credit Union Foundation
Notes to Financial Statements (Continued)
December 31, 2024 and 2023

NOTE 4 FAIR VALUE MEASUREMENT

In accordance with FASB ASC 820, *Fair Value Measurement*, NWFCUF has categorized its financial instruments, based on the priority of the inputs to the valuation technique, into a three-level fair value hierarchy. The fair value hierarchy gives the highest priority to quoted prices in active markets for identical assets or liabilities (Level 1) and the lowest priority to unobservable inputs (Level 3). If the inputs used to measure the financial instruments fall within different levels of hierarchy, the categorization is based on the lowest level input that is significant to the fair value measurement of the instrument.

Investments recorded in the Statement of Financial Position are categorized based on the following inputs to the valuation techniques:

Level 1 Fair values are based on unadjusted quoted prices for identical assets in an active market that NWFCUF has the ability to access.

Level 2 Fair values are based on quoted prices for similar instruments in active markets, quoted prices for identical or similar instruments in markets that are not active, or model-based valuation techniques that utilize inputs that are observable either directly or indirectly for substantially the full-term of the investments.

Level 3 Fair values are based on inputs to the valuation methodology which are unobservable and significant to the fair value measurement.

Following is a description of the valuation methodology used for financial assets measured at fair value. There have been no changes in the methodologies used and there were no transfers between levels in the fair value hierarchy during the year ended December 31, 2024. Transfers between levels would be recorded at the end of the reporting period, when applicable.

- *Mutual funds* - Valued at the daily closing price as reported by the fund. Mutual funds held by the Foundation are open-end mutual funds that are registered with the SEC. These funds are required to publish their daily net asset value (NAV) and to transact at that price. The mutual funds held by NWFCUF are deemed to be actively traded.
- *Certificates of deposit* - Valued at original cost plus accrued interest, which approximates fair value.

Northwest Federal Credit Union Foundation
Notes to Financial Statements (Continued)
December 31, 2024 and 2023

NOTE 4 FAIR VALUE MEASUREMENT (Continued)

The following table summarizes the financial assets, which are measured at fair value on a recurring basis, as of December 31, 2024 and 2023:

	2024			
	Level 1	Level 2	Level 3	Total
Cash and cash equivalents	\$ 6,736	\$ -	\$ -	\$ 6,736
Mutual funds - equities	486,695	-	-	486,695
Certificates of deposit	-	987,472	-	987,472
	<u>\$ 493,431</u>	<u>\$ 987,472</u>	<u>\$ -</u>	<u>\$ 1,480,903</u>

	2023			
	Level 1	Level 2	Level 3	Total
Cash and cash equivalents	\$ 7,799	\$ -	\$ -	\$ 7,799
Mutual funds - equities	444,761	-	-	444,761
Certificates of deposit	-	777,814	-	777,814
	<u>\$ 452,560</u>	<u>\$ 777,814</u>	<u>\$ -</u>	<u>\$ 1,230,374</u>

NOTE 5 - RELATED PARTY TRANSACTIONS AND REVENUE CONCENTRATION

The Foundation is related to Northwest Federal Credit Union (NWFCU) who donates office space, equipment, and services to the Foundation and also covers staff salaries and benefits. The Secretary/Treasurer of the Foundation also sits on the Board of Directors for NWFCU. NWFCU has agreed to reimburse the Foundation for expenses staff incurs for mileage, supplies, and various other expenses. There were no amounts due to the Foundation at December 31, 2024 and 2023. All cash accounts are held at the Credit Union.

Total support provided by NWFCU for the years ended December 31, 2024 and 2023 was \$526,624 and \$393,986, respectively. This amounts to approximately 52% and 49% of total revenue for the years ended December 31, 2024 and 2023, respectively.

NOTE 6 - IN-KIND CONTRIBUTIONS

During the years ended December 31, 2024 and 2023, the Foundation received in-kind contributions in the form of office space, salaries and fringe, public relations and marketing, and other goods and services from individual and corporate donors. All in-kind contributions have been recorded at their fair market value as of the date of the gift.

Donated goods and services are recognized as in-kind contributions and expensed in accordance with U.S. GAAP. In order to meet the criteria for recognition in the financial statements, contributions of donated services must: (a) create or enhance non-financial assets or (b) require specialized skills, be performed by people with those skills and would otherwise have to be purchased by the Foundation.

Northwest Federal Credit Union Foundation
Notes to Financial Statements (Continued)
December 31, 2024 and 2023

NOTE 6 - IN-KIND CONTRIBUTIONS (Continued)

In-kind contributions for the years ended December 31, 2024 and 2023 consisted of the following:

	2024				
	Program/Activity				
	Scholarships	Community Outreach	Fundraising	General and Administrative	Total
Utilized in-kind: NWFCU					
Salaries and fringe	\$ 41,218	\$ 333,864	\$ -	\$ 37,097	\$ 412,179
Office space	-	16,614	-	1,846	18,460
Equipment and supplies	-	17,479	-	1,546	19,025
Utilized in-kind: Other					
Program resources	-	62,858	-	-	62,858
Silent auction donations	-	-	14,102	-	14,102
	<u>\$ 41,218</u>	<u>\$ 430,815</u>	<u>\$ 14,102</u>	<u>\$ 40,489</u>	<u>\$ 526,624</u>

	2023				
	Program/Activity				
	Scholarships	Community Outreach	Fundraising	General and Administrative	Total
Utilized in-kind: NWFCU					
Salaries and fringe	\$ 126,981	\$ 90,701	\$ 54,420	\$ 90,700	\$ 362,802
Office space	-	-	-	18,460	18,460
Equipment and supplies	-	-	-	5,212	5,212
Advertising	-	-	-	5,208	5,208
Professional fees	-	-	-	2,304	2,304
	<u>\$ 126,981</u>	<u>\$ 90,701</u>	<u>\$ 54,420</u>	<u>\$ 121,884</u>	<u>\$ 393,986</u>

NOTE 7 - LIQUIDITY AND FUNDS AVAILABLE

The following table reflects the Foundation's financial assets as of December 31, 2024 and 2023, reduced by amounts not available for general expenditure within one year, if any. Financial assets are considered unavailable when illiquid or not convertible to cash within one year, trust assets, assets held for others, endowments and accumulated earnings net of appropriations within one year and board designated endowments. These board designations could be drawn upon if the board approves that action.

Northwest Federal Credit Union Foundation
Notes to Financial Statements (Continued)
December 31, 2024 and 2023

NOTE 7 - LIQUIDITY AND FUNDS AVAILABLE (Continued)

Financial assets available to meet cash needs for general expenditures within one year as of December 31,:

	<u>2024</u>	<u>2023</u>
Financial assets		
Cash	\$ 359,446	\$ 288,451
Investments, at fair value	1,480,903	1,230,374
Accounts receivable	15,000	4,205
Total financial assets	<u>1,855,349</u>	<u>1,523,030</u>
Less: net assets with donor restrictions	<u>(85,695)</u>	<u>(110,254)</u>
Financial assets available to meet cash needs for general expenditures within one year	<u><u>\$ 1,769,654</u></u>	<u><u>\$ 2,935,806</u></u>

The Foundation has a policy to structure its financial assets to be available as its general expenditures, liabilities, and other obligations come due.

NOTE 8 - SIGNIFICANT CONCENTRATIONS OF CREDIT RISK

The Foundation maintains cash at a single financial institution that, at times, may exceed federally insured limits. At December 31, 2024 and 2023, \$1,111,340 and \$926,520, respectively, was uninsured. The Foundation has not experienced any losses in such accounts and believes it is not exposed to any significant concentration of credit risk on its cash and cash equivalents.