

GOING FURTHER

**GORDON STATE COLLEGE
FOUNDATION, INC. AND
SUBSIDIARY**

**CONSOLIDATED FINANCIAL REPORT
DECEMBER 31, 2024**



CPAs & ADVISORS

**GORDON STATE COLLEGE
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SUBSIDIARY**

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Independent Auditor's Report

**To the Board of Trustees of
Gordon State College
Foundation, Inc. and Subsidiary
Barnesville, Georgia**

Opinion

We have audited the accompanying consolidated financial statements of Gordon State College Foundation, Inc. (a nonprofit organization) and Subsidiary, which comprise the consolidated statements of financial position as of December 31, 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 Gordon State College Foundation, Inc. and Subsidiary as of December 31, 2024 and 2023, and the changes in their net assets and their 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 Gordon State College Foundation, Inc. and Subsidiary 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 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 Gordon State College Foundation, Inc. and Subsidiary's ability to continue as a going concern within one year after the date that the consolidated financial statements are available to be issued.

Auditor's Responsibilities for the Audit of the 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 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 consolidated 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 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 Gordon State College Foundation, Inc. and Subsidiary'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 Gordon State College Foundation, Inc. and Subsidiary'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 supplementary information on pages 25 - 29 is presented for purposes of additional analysis and is 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 information is fairly stated in all material respects in relation to the consolidated financial statements as a whole.

Mauldin & Jenkins, LLC

Atlanta, Georgia
August 7, 2025

Gordon State College Foundation, Inc. and Subsidiary

CONSOLIDATED STATEMENTS OF FINANCIAL POSITION DECEMBER 31, 2024 AND 2023

	<u>2024</u>	<u>2023</u>
ASSETS		
Cash and cash equivalents	\$ 376,305	\$ 404,600
Unconditional promises to give, net	81,059	356,933
Net investment in direct financing lease	10,680,049	11,046,482
Investments	17,736,345	15,904,592
Assets limited as to use	<u>1,885,064</u>	<u>1,690,216</u>
 Total assets	 <u>\$ 30,758,822</u>	 <u>\$ 29,402,823</u>
 LIABILITIES AND NET ASSETS		
Liabilities		
Accrued interest payable	\$ 238,151	\$ 244,250
Bonds payable, net	<u>9,690,189</u>	<u>10,004,743</u>
 Total liabilities	 <u>9,928,340</u>	 <u>10,248,993</u>
Net assets		
Without donor restrictions		
Undesignated	3,870,503	3,683,343
Designated by the Board for endowment	<u>9,428,118</u>	<u>8,809,823</u>
Total without donor restrictions	<u>13,298,621</u>	<u>12,493,166</u>
With donor restrictions	<u>7,531,861</u>	<u>6,660,664</u>
 Total net assets	 <u>20,830,482</u>	 <u>19,153,830</u>
 Total liabilities and net assets	 <u>\$ 30,758,822</u>	 <u>\$ 29,402,823</u>

See Notes to Consolidated Financial Statements.

**CONSOLIDATED 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
REVENUES AND OTHER SUPPORT						
Contributions and special events	\$ 229,585	\$ 209,850	\$ 439,435	\$ 290,034	\$ 840,540	\$ 1,130,574
Investment income	311,889	214,973	526,862	262,475	180,074	442,549
Net realized and unrealized gains on investments	682,609	700,653	1,383,262	1,039,391	995,149	2,034,540
In-kind contributions	222,918	-	222,918	228,791	-	228,791
Other income	-	-	-	69,147	-	69,147
Leasing income:						
Rental income	90,742	-	90,742	88,099	-	88,099
Interest income on direct financing leases	473,679	-	473,679	487,684	-	487,684
Total leasing income	564,421	-	564,421	575,783	-	575,783
Net assets released from restrictions:						
Satisfaction of program restrictions	323,785	(323,785)	-	768,274	(768,274)	-
Total revenues and other support	2,335,207	801,691	3,136,898	3,233,895	1,247,489	4,481,384
EXPENSES						
Program services						
Academic and education	398,123	-	398,123	786,998	-	786,998
Campus facilities	499,879	-	499,879	512,236	-	512,236
Total program services	898,002	-	898,002	1,299,234	-	1,299,234
Supporting services						
Administration and general	342,269	-	342,269	276,141	-	276,141
Fundraising	219,975	-	219,975	211,210	-	211,210
Total supporting services	562,244	-	562,244	487,351	-	487,351
Total expenses	1,460,246	-	1,460,246	1,786,585	-	1,786,585
CHANGE IN NET ASSETS	874,961	801,691	1,676,652	1,447,310	1,247,489	2,694,799
NET ASSETS, BEGINNING	12,493,166	6,660,664	19,153,830	11,106,506	5,352,525	16,459,031
CHANGE IN DONOR INTENT	(69,506)	69,506	-	(60,650)	60,650	-
NET ASSETS, ENDING	\$ 13,298,621	\$ 7,531,861	\$ 20,830,482	\$ 12,493,166	\$ 6,660,664	\$ 19,153,830

See Notes to Consolidated Financial Statements.

Gordon State College Foundation, Inc. and Subsidiary

**CONSOLIDATED STATEMENT OF FUNCTIONAL EXPENSES
FOR THE YEAR ENDED DECEMBER 31, 2024**

	Program Services			Supporting Services		Total
	Academic and Education	Campus Facilities	Total Program Services	Administration and General	Fundraising	
Scholarships	\$ 381,036	\$ 4,732	\$ 385,768	\$ -	\$ -	\$ 385,768
Advertising and promotion	-	-	-	7,831	-	7,831
Bank fees	-	80	80	2,665	-	2,745
Dues and subscriptions	-	50	50	9,224	-	9,274
Donated salaries and rent	17,087	-	17,087	43,603	162,228	222,918
Meeting/meals/entertainment	-	-	-	21,482	-	21,482
Office expense	-	-	-	59,982	-	59,982
Professional development	-	-	-	37,927	-	37,927
Professional fees	-	2,500	2,500	75,712	-	78,212
Memorials and tributes	-	-	-	1,000	-	1,000
Special events	-	-	-	5,745	57,747	63,492
Software	-	-	-	42,549	-	42,549
Miscellaneous	-	-	-	1,803	-	1,803
Interest expense	-	492,248	492,248	-	-	492,248
Awards and recognition	-	-	-	3,630	-	3,630
Insurance	-	-	-	170	-	170
Taxes and licenses	-	-	-	460	-	460
Management fee	-	269	269	4,731	-	5,000
Vehicle expense	-	-	-	23,755	-	23,755
Total expenses	<u>\$ 398,123</u>	<u>\$ 499,879</u>	<u>\$ 898,002</u>	<u>\$ 342,269</u>	<u>\$ 219,975</u>	<u>\$ 1,460,246</u>

See Notes to Consolidated Financial Statements.

**CONSOLIDATED STATEMENT OF FUNCTIONAL EXPENSES
FOR THE YEAR ENDED DECEMBER 31, 2023**

	Program Services		Total Program Services	Supporting Services		Total
	Academic and Education	Campus Facilities		Administration and General	Fundraising	
Scholarships	\$ 779,193	\$ -	\$ 779,193	\$ -	\$ -	\$ 779,193
Advertising and promotion	-	-	-	2,218	-	2,218
Bank fees	-	310	310	2,292	-	2,602
Dues and subscriptions	-	60	60	10,595	-	10,655
Donated salaries and rent	7,805	-	7,805	45,319	175,667	228,791
Meeting/meals/entertainment	-	-	-	9,452	-	9,452
Office expense	-	-	-	31,253	-	31,253
Professional fees	-	9,066	9,066	96,215	-	105,281
Memorials and tributes	-	-	-	1,982	-	1,982
Special events	-	-	-	2,308	35,543	37,851
Software	-	-	-	31,220	-	31,220
Miscellaneous	-	-	-	21,671	-	21,671
Interest expense	-	502,800	502,800	-	-	502,800
Awards and recognition	-	-	-	8,967	-	8,967
Insurance	-	-	-	170	-	170
Taxes and licenses	-	-	-	700	-	700
Vehicle expense	-	-	-	11,779	-	11,779
Total expenses	<u>\$ 786,998</u>	<u>\$ 512,236</u>	<u>\$ 1,299,234</u>	<u>\$ 276,141</u>	<u>\$ 211,210</u>	<u>\$ 1,786,585</u>

See Notes to Consolidated Financial Statements.

Gordon State College Foundation, Inc. and Subsidiary

CONSOLIDATED STATEMENTS OF CASH FLOWS FOR THE YEARS ENDED DECEMBER 31, 2024 AND 2023

	2024	2023
OPERATING ACTIVITIES		
Change in net assets	\$ 1,676,652	\$ 2,694,799
Adjustments to reconcile change in net assets to net cash provided by operating activities:		
Net realized and unrealized (gains) on investments	(1,383,262)	(2,034,540)
Principal received on net investment in direct financing lease	366,433	352,241
Amortization of bond issuance costs	13,170	13,217
Amortization of original bond issue net discount	2,276	2,284
Contributions restricted for long-term investments	(185,402)	(252,778)
Decrease (increase) in unconditional promises to give, net	275,874	(208,189)
Increase (decrease) in accrued interest payable	-	(69,147)
(Decrease) in accrued interest payable	(6,099)	(6,804)
Net cash provided by operating activities	759,642	491,083
INVESTING ACTIVITIES		
Proceeds from the sale of investments	3,508,967	2,406,582
Purchases of investments	(3,957,458)	(2,515,368)
Net cash (used in) investing activities	(448,491)	(108,786)
FINANCING ACTIVITIES		
Proceeds from contributions restricted for investment in endowment	185,402	252,778
Bond redemption	(330,000)	(320,000)
Net cash (used in) financing activities	(144,598)	(67,222)
Net increase in cash and cash equivalents	166,553	315,075
Cash and cash equivalents, at beginning of year	2,094,816	1,779,741
Cash and cash equivalents, at end of year	\$ 2,261,369	\$ 2,094,816
CLASSIFIED AS		
Cash and cash equivalents	\$ 376,305	\$ 404,600
Assets limited as to use	1,885,064	1,690,216
	\$ 2,261,369	\$ 2,094,816
SUPPLEMENTAL DISCLOSURE OF CASH FLOW INFORMATION		
Interest paid	\$ 482,901	\$ 494,103

See Notes to Consolidated Financial Statements.

Notes To Consolidated Financial Statements

NOTE 1. NATURE OF ACTIVITIES AND SIGNIFICANT ACCOUNTING POLICIES

Nature of Activities

Gordon State College Foundation, Inc. and Subsidiary (the "Foundation") is a nonprofit foundation exempt from federal and state income taxes under Internal Revenue Code Section 501(c)(3). The Foundation was formed and incorporated under the laws of the state of Georgia in 1972. The purpose of the Foundation is to support Gordon State College (the "College") located in Lamar County, Georgia. The Foundation's support comes primarily from contributions and grants from alumni, corporations, foundations, other individuals and from leasing activities with Gordon State College.

Significant Accounting Policies

Basis of Presentation

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

The Foundation presents its financial statements in accordance with the Financial Accounting Standards Board (FASB)'s *Not-For-Profit* presentation and disclosure guidance. Under this guidance, the Foundation is required to report information regarding its financial position and activities according to two categories of net assets: net assets without donor restrictions and net assets with donor restrictions.

Net assets without donor restrictions consists of net assets that are not subject to donor-imposed stipulations, which are used to account for resources available to carry out the purposes of the Foundation. The principal sources of funds generated for net assets without donor restrictions are contributions and program revenues. Board-designated net assets are without donor restriction but are designated by the Board to be spent for specific purposes. As of December 31, 2024 and 2023, Board-designated net assets totaled \$9,428,118 and \$8,809,823, respectively.

Net assets with donor restrictions consists of net assets that are subject to donor-imposed restrictions. Some donor-imposed restrictions are temporary in nature, such as those that will be met by the passage of time or other events specified by the donor. Other donor-imposed restrictions may be perpetual in nature, where the donor stipulates that resources be maintained in perpetuity. Donor-imposed restrictions are released when a restriction expires, that is, when the stipulated time has elapsed, when the stipulated purpose for which the resource was restricted has been fulfilled, or both.

NOTE 1.**NATURE OF ACTIVITIES AND SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)****Significant Accounting Policies (Continued)****Basis of Consolidation**

On July 12, 2013, Gordon State College Foundation, Inc. formed Gordon State College Properties Foundation III, LLC (GSC Properties Foundation III, LLC), with Gordon State College Foundation, Inc. as the sole member. GSC Properties Foundation III, LLC was formed for the purpose of constructing the student activity and recreation center (SARC).

The consolidated financial statements of Gordon State College Foundation, Inc. and Subsidiary include the accounts of the Gordon State College Foundation, Inc. and Gordon State College Properties Foundation III, LLC. Intercompany accounts and all significant intercompany transactions have been eliminated.

Contributions

Contributions received, including unconditional promises to give, are recognized as revenues in the period received at their estimated fair value. Conditional promises to give are recognized when the conditions are substantially met. The allowance for doubtful promises to give is based on specifically identified amounts that the Foundation believes to be uncollectible, plus certain percentages of aged, pledged receivables, which are determined based on historical experience and management's assessment of the general financial conditions affecting the Foundation's donor base. If actual collection experience changes, revisions to the allowance may be required.

Cash and Cash Equivalents

Cash and cash equivalents include cash and highly liquid investments that are readily convertible into cash and have a maturity of ninety days or less when purchased. At times, cash and cash equivalents may exceed federally insured amounts. The Foundation believes it mitigates risks by depositing cash and investing in cash equivalents with major financial institutions.

Excluded are amounts held for specific purposes or amounts which are included in the Foundation's long-term investment strategies.

NOTE 1.**NATURE OF ACTIVITIES AND SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)****Investments in Direct Financing Type Leases**

The Foundation continuously monitors collectability and an allowance for credit losses is maintained based on historical experience adjusted for current conditions and reasonable forecasting, considering geographical and industry-specific economic factors. In management's opinion, no allowance for credit losses was necessary at December 31, 2024 and 2023.

Property And Equipment

Property and equipment are stated at historical cost. Substantially all property is made up of office equipment that range in useful lives from three to ten years. Depreciation is computed on the straight-line method over the estimated useful lives. As of December 31, 2024 and 2023, property and equipment was fully depreciated.

Maintenance and repair items are charged to operations and major improvements are capitalized.

Donor-Imposed Restrictions

The Foundation recognizes the expiration of donor-imposed restrictions in the period in which the restrictions expire or the restricted purpose has been achieved.

Donor-Restricted Accounting

Endowment and other income, including investment returns, along with private gifts which have donor stipulations that limit their use, are recorded as revenue under net assets with donor restrictions and released from restrictions when a stipulated time restriction ends or purpose restriction expires or is satisfied. The related expenses are presented as changes in net assets without donor restrictions.

Endowment Accounting

Perpetual endowment funds are subject to the restrictions of the gift instruments which require that the principal be invested in perpetuity. Unless explicitly stated in the gift instrument, accumulated investment income and realized and unrealized gains of the perpetual endowment funds have been classified as net assets with donor restrictions. See Note 11 for discussion on endowment accounting.

Significant Accounting Policies (Continued)**In-Kind Contributions**

In-kind contributions revenue consists of donated facilities and services revenue and is reflected under revenues and other support in the accompanying statements of activities and statements of functional expenses at their estimated values at the date of receipt. Donated facilities and service expense, which primarily represents salaries and rents paid by the University on behalf of the Foundation, is reflected under program services as academic and education in the accompanying statements of activities.

Investments

Investments, including investments held by the Trustee, consist primarily of money market accounts, fixed income securities, and equity securities and are carried at fair value. Investment expenses incurred totaled \$87,848 and \$80,685 for the years ended December 31, 2024, and 2023, respectively, and are shown as a direct reduction from investment income on the consolidated statements of activities.

Donated investments are recorded at fair value on the date received. Realized and unrealized gains and losses on the portfolio are recognized as income or loss. Investment securities are exposed to various risks, such as interest rate risk, market risk, and credit risk. Due to the level of risk associated with certain investment securities and the level of uncertainty related to changes in the value of investment securities, it is at least reasonably possible that changes in risks in the near term would materially affect the amounts reported in the accompanying consolidated financial statements.

Investments in Direct Financing-Type Leases

The Foundation leases real estate to the Board of Regents, a related party. The lease is accounted for as a direct financing-type lease. The present value of the minimum lease payments is recorded as an asset and is amortized under the effective interest method as payments are received. The difference between gross minimum lease payments and the present value of the gross minimum lease payments is recorded as unearned income and is amortized as payments are received. In accordance with its stated purpose as a not-for-profit organization, the Foundation structures its lease agreement to provide rental proceeds to meet related debt service, interest expenses, and administrative and operating expenses. The terms of the lease agreement is considered more favorable than commercial terms on similar facilities and equipment. The lessee is responsible for the payment of property taxes, routine maintenance, insurance, and other costs incidental to the use of the facilities. The lease agreement provides for an initial rental period with renewable terms that extend over the term of the debt financing the leased property. The lease agreement is cancelable by the lessee at specified times during the life of the leases. Leases with agencies of the State of Georgia are for no longer than one year, with renewable options.

NOTE 1.**NATURE OF ACTIVITIES AND SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)****Significant Accounting Policies (Continued)****Investments in Direct Financing-Type Leases (Continued)**

Lease payments are structured, together with debt service reserves included in assets limited as to use, to provide sufficient funds to meet the debt service provided all renewal terms are exercised.

Debt Issuance Costs

Debt issuance costs, comprised principally of underwriting, legal, accounting, and printing fees, are recorded as a decrease of the face amount of bonds payable and amortized over the term of the debt using the effective interest method. As of December 31, 2024 and 2023, the accumulated amortization from debt issuance costs totaled \$137,023 and \$123,853, respectively.

Bond Discounts

Bond discounts are presented as a decrease of the face amount of bonds payable and are amortized over the term of the debt using the effective interest method. As of December 31, 2024 and 2023, the accumulated amortization from bond discounts totaled \$23,680 and \$21,404, respectively.

Use of Estimates

The Foundation prepares its consolidated financial statements in accordance with generally accepted accounting principles which require management to make estimates and assumptions that affect reported amounts of assets and liabilities at the date of the consolidated financial statements, as well as the amounts of income and expenses during the reporting period. Actual results could differ from those estimates.

Fair Value of Financial Instruments

The following methods and assumptions were used to estimate the fair value of each class of financial instruments for which it is practicable to estimate that value

Cash and cash equivalents - The carrying amount approximates fair value because of the short-term maturity of these instruments.

Significant Accounting Policies (Continued)**Fair Value of Financial Instruments (Continued)**

Investments - Investments are carried at fair value based on quoted market prices for those or similar investments.

Bond proceeds restricted for debt service and reserves - Funds held by the trustee are carried at fair value based on quoted market prices for those or similar investments.

Operating funds held by trustee - Funds held by the trustee are carried at fair value based on quoted market prices for those or similar investments.

Bonds payable - Fair value is the price that would be paid to transfer the liability in an orderly transaction between market participants.

The Foundation follows FASB's fair value measurements and disclosure guidance, which provides a framework for measuring fair value under generally accepted accounting principles. This guidance applies to all financial instruments that are being measured and reported on a fair value basis.

As defined in the FASB-issued guidance, fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. In determining fair value, the Foundation uses various methods including market, income, and cost approaches. Based on these approaches, the Foundation often utilizes certain assumptions that market participants would use in pricing the assets or liability, including assumptions about risk and or the risks inherent in the inputs to the valuation technique. These inputs can be readily observable, market corroborated, or generally unobservable inputs.

The Foundation utilizes valuation techniques that maximize the use of observable inputs and minimize the use of unobservable inputs. Based on the observability of the inputs used in the valuation techniques the Foundation is required to provide the following information according to the fair value hierarchy. The fair value hierarchy ranks the quality and reliability of the information used to determine fair values. Financial assets and liabilities carried at fair value will be classified and disclosed in one of the following three categories:

Level 1 – Valuations for assets and liabilities traded in active markets, such as the New York Stock Exchange. Valuations are obtained from readily available pricing sources for market transactions involving identical assets or liabilities.

Level 2 – Valuations for assets and liabilities traded in less active dealer or broker markets. Valuations are obtained from third-party pricing services for identical or similar assets or liabilities.

Level 3 – Valuations for assets and liabilities that are derived from other valuation methodologies, including option pricing models, discounted cash flow models and similar techniques, and not based on market exchange, dealer, or broker-traded transactions.

Significant Accounting Policies (Continued)**Fair Value of Financial Instruments (Continued)**

Level 3 valuations incorporate certain assumptions and projections in determining the fair value assigned to such assets and liabilities.

If listed prices or quotes are not available, fair value is based upon externally developed models that use unobservable inputs due to the limited market activity of these instruments.

The preceding methods described may produce a fair value calculation that may not be indicative of net realizable value or reflective of future fair values. Furthermore, although the Foundation believes its valuation methods are appropriate and consistent with other market participants, the use of different methodologies or assumptions to determine the fair value of certain financial instruments could result in a different fair value measurement at the reporting date.

For the years ended December 31, 2024 and 2023, the application of valuation techniques applied to similar assets and liabilities has been consistent. The fair value of investment securities is the market value based on quoted market prices, when available, or market prices provided by recognized broker-dealers.

Income Tax Status

The Foundation qualifies as a tax-exempt organization as described in Internal Revenue Code Section 501(c)(3) and has been classified by the Internal Revenue Service as a publicly supported organization and not as a private foundation. However, income from certain activities not directly related to the Foundation's tax-exempt purpose is subject to taxation as unrelated business income.

GSC Properties Foundation III, LLC is treated as a single member LLC for federal and state income tax purposes. Since the Foundation is the sole member, all income, losses, and credits are reported on the Foundation's income tax returns.

The Foundation follows the statutory requirements for its income tax accounting and generally avoids risks associated with potentially problematic tax positions that may be challenged upon examination. Management believes any liability resulting from taxing authorities imposing additional income taxes from activities deemed to be unrelated to the Foundation's tax-exempt status would not have a material effect on the Foundation's consolidated financial statements.

The Foundation files the Form 990 in the U.S. federal jurisdiction and the state of Georgia.

Functional Allocation of Expenses

The Foundation reports certain categories of expenses that are attributed to more than one program or supporting function. Therefore, these expenses require allocation on a reasonable basis that is consistently applied. Donated salaries and rent include certain expenses that are allocated on the basis of estimates of time and effort (See Note 12).

NOTE 2. LIQUIDITY AND AVAILABILITY

Financial assets available for general expenditures, that is, without donor or other restrictions limiting their use, within one year of the consolidated statements of financial position date of December 31, 2024 and 2023, comprise the following:

	<u>2024</u>	<u>2023</u>
Cash and cash equivalents	\$ 376,305	\$ 404,600
Investments	703,069	753,105
Unconditional promises to give, net	-	31,341
Board-designated endowment distributions and appropriations	<u>477,701</u>	<u>440,491</u>
	<u>\$ 1,557,075</u>	<u>\$ 1,629,537</u>

Endowment funds consist of donor-restricted endowments and funds designated by the Board as endowments (quasi-endowments). Income from donor-restricted endowments is restricted for specific purposes, with the exception of the amounts available for general use. Donor-restricted endowment funds are not available for general expenditure.

Board-designated endowment of \$9,428,118 and \$8,809,823 at December 31, 2024 and 2023, respectively, is subject to an annual spending rate (generally not to exceed 5% of the fair value each year as described in Note 11).

Although the Foundation does not intend to spend from this Board-designated endowment (other than amounts appropriated for general expenditure as part of the Board's annual budget approval and appropriation), these amounts could be made available if necessary.

As part of a liquidity management plan, the Foundation invests cash in excess of daily requirements in short-term investments, mainly money market funds.

As of December 31, 2024 and 2023, \$81,059 and \$325,592, respectively, of unconditional promises to give that are subject to donor-imposed restrictions and the passage of time are excluded from the table above.

NOTE 3. CONCENTRATION OF CREDIT RISK

Cash is maintained at multiple financial institutions and, as a result, credit exposure to any one institution is limited. The Federal Deposit Insurance Corporation (FDIC) secures accounts in insured institutions up to \$250,000 per depositor.

At times, the balance of the Foundation's accounts may exceed the federally insured limits. As of December 31, 2024 and 2023, the Foundation's cash deposits were fully insured by the FDIC. The Foundation has not experienced any losses on its cash balances and believes it is not exposed to any significant credit risk on cash.

NOTE 4. UNCONDITIONAL PROMISES TO GIVE

At December 31, 2024 and 2023, unconditional promises to give consisted of the following:

	<u>2024</u>	<u>2023</u>
Endowment unconditional promises to give	\$ 42,000	\$ 65,000
Unconditional promises to give with donor restrictions	23,050	254,000
Unconditional promises to give without donor restrictions	18,526	40,450
	<u>83,576</u>	<u>359,450</u>
Less unamortized discount	(2,517)	(2,517)
	<u>\$ 81,059</u>	<u>\$ 356,933</u>
Amount due in:		
Less than one year	\$ 77,043	\$ 338,341
One to three years	6,533	20,109
More than three years	-	1,000
Total	<u>\$ 83,576</u>	<u>\$ 359,450</u>

Unconditional promises to give due in more than one year are reflected at the present value of estimated future cash flows using a discount rate of 4.22% and 5.24% as of December 31, 2024 and 2023, respectively.

NOTE 5. INVESTMENTS

The following table sets forth by level, within the fair value hierarchy, the Foundation's investments at fair value as of December 31, 2024:

	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total</u>
Money market funds	\$ 597,614	\$ -	\$ -	\$ 597,614
Equity securities	13,440,920	-	-	13,440,920
Fixed income securities	3,697,811	-	-	3,697,811
Total assets at fair value	<u>\$ 17,736,345</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 17,736,345</u>

NOTE 5. INVESTMENTS (CONTINUED)

The following table sets forth by level, within the fair value hierarchy, the Foundation's investments at fair value as of December 31, 2023:

	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total</u>
Money market funds	\$ 637,088	\$ -	\$ -	\$ 637,088
Equity securities	10,906,710	-	-	10,906,710
Fixed income securities	<u>4,360,794</u>	<u>-</u>	<u>-</u>	<u>4,360,794</u>
Total assets at fair value	<u>\$ 15,904,592</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 15,904,592</u>

NOTE 6. INVESTMENT IN DIRECT FINANCING LEASE

The Foundation's leasing operations consist of leasing real estate with the College and Board of Regents for the operation and management of the student activity recreation center ("SARC"), located on the Barnesville campus, under a direct financing-type lease expiring in June 2043. The construction of the SARC was funded using the proceeds of the 2013 tax-exempt bonds issued by the Barnesville-Lamar County Industrial Development Authority.

Following is a summary of the Foundation's net investment in a direct financing-type lease at December 31:

	<u>2024</u>	<u>2023</u>
Total minimum lease payments to be received	\$ 15,621,062	\$ 16,461,174
Less unearned income	<u>4,941,013</u>	<u>5,414,692</u>
Net investment	<u>\$ 10,680,049</u>	<u>\$ 11,046,482</u>

Net minimum lease payments to be received as of December 31, 2024 for each of the next five years and thereafter are:

<u>December 31,</u>	<u>Minimum Lease</u> <u>Payments</u>	<u>Unearned</u> <u>Interest</u>	<u>Total</u>
2025	\$ 840,441	\$ 456,360	\$ 384,081
2026	840,931	439,617	401,314
2027	841,403	422,122	419,281
2028	841,744	405,000	436,744
2029	842,142	384,808	457,334
2030 – 2034	4,218,806	1,607,567	2,611,239
2035 – 2039	4,229,989	985,220	3,244,769
2040 – 2043	<u>2,965,606</u>	<u>240,319</u>	<u>2,725,287</u>
Total	<u>\$ 15,621,062</u>	<u>\$ 4,941,013</u>	<u>\$ 10,680,049</u>

NOTE 7. ASSETS LIMITED AS TO USE

The financing of the purchase of various facilities including the student activity recreation center is subject to the terms of Trust Indentures between the Barnesville-Lamar County Industrial Development Authority and Trustees. Under the provisions of the Trust Indentures, Debt Service Reserve Funds will be used to pay principal of, premium, if any, and interest on the bonds if sufficient funds are on deposit with the Trustees on the date such payment is due. The Trust Indentures also provide for other funds, including the Repair and Replacement Funds and the Surplus Funds. Pursuant to the Agreements, the Borrower has agreed to deliver the gross revenues attributable to the project to the Trustees for deposit in the Revenue Funds, as applicable, from which the operating expenses of the project, debt service of the bonds, and other amounts will be paid.

Bond Funds were established to be used as sinking funds to pay the principal of, premium, if any, and interest on the bonds.

Project Construction Funds were established to maintain bond proceeds that will be used to fund construction.

If on any interest payment date there should be insufficient funds within an account in the bond funds to pay interest, principal or premium due on the respective series of bonds, there shall be transferred to the respective account in the bond funds from the related account in the debt service reserve funds such amounts as are necessary to pay the interest, principal, and premium due on the related series of bonds.

Operating and Maintenance Funds were established under the provisions of the Trust Indentures which will be used to pay for allowable operating expenses.

As of December 31, 2024 and 2023, all assets limited as to use are made up of cash held by the Trustees. A summary of the assets limited as to use held by the Trustee under the Trust Indenture as of December 31, 2024 and 2023 is as follows:

	<u>2024</u>	<u>2023</u>
Interest Funds	\$ 839,802	\$ 398,017
Principal Funds	151,345	464,886
Debt Service Reserve Funds	419,178	419,505
Operations and Maintenance Funds	62	59
R&R Funds	91,814	128,611
Surplus Funds	382,863	279,138
	<u>\$ 1,885,064</u>	<u>\$ 1,690,216</u>

NOTE 8. BONDS PAYABLE

Series 2013 GSC Student Activity Recreation Center (SARC) Bonds Payable:

During the year ended December 31, 2013, the Barnesville-Lamar County Industrial Development Authority issued revenue bonds and loaned the proceeds to the Foundation. The Series 2013 Bonds were issued to finance the construction of the student activity recreation center located on the Barnesville campus. The bonds were issued in the aggregate principal amount of \$12,830,000.

The Series 2013 Bonds will mature on July 1, 2043, subject to mandatory and optional redemption provisions. The bonds bear interest, payable semiannually on January 1st and July 1st commencing January 1st, at a fixed interest rate set at issuance.

Interest will accrue at the fixed rate until converted to another fixed rate in accordance with the terms of the Indenture. The applicable interest rates ranged from 2.00% to 5.00%.

The terms of the bonds require the Foundation to set rates and charges for the College Facilities, such that the debt service coverage ratio, calculated at the end of each fiscal year, will not be less than 1.00 in each fiscal year while the rental agreements are in effect.

The Foundation shall exercise its option under the Loan Agreement and Indenture to have the Series 2013 Bonds redeemed in the principal and interest amounts set forth in the following table:

<u>Redemption Date (July 1,)</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2025	\$ 345,000	\$ 469,768	\$ 814,768
2026	360,000	456,399	816,399
2027	375,000	442,215	817,215
2028	390,000	427,069	817,069
2029	405,000	410,873	815,873
2030 – 2034	2,305,000	1,768,742	4,073,742
2035 – 2039	2,915,000	1,167,397	4,082,397
2040 – 2043	2,890,000	378,000	3,268,000
	<u>\$ 9,985,000</u>	<u>\$ 5,520,463</u>	<u>\$ 15,505,463</u>

A summary of the components of bonds payable at December 31, 2024 and 2023 is as follows:

	<u>2024</u>	<u>2023</u>
Series 2013 GSC Student Activity Recreation Center Bonds	\$ 9,985,000	\$ 10,315,000
Unamortized bond issuance costs, net	(251,368)	(264,538)
Unamortized original issue discount, net	(43,443)	(45,719)
	<u>\$ 9,690,189</u>	<u>\$ 10,004,743</u>

Bond interest expense incurred totaled \$492,248 and \$502,800 for the years ended December 31, 2024 and 2023, respectively.

NOTE 9. NET ASSETS WITH DONOR RESTRICTIONS

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

	<u>2024</u>	<u>2023</u>
Subject to expenditure for specified purpose:		
Scholarship and awards	\$ 2,546,344	\$ 1,953,827
Perpetual in nature:		
Scholarship and awards	<u>4,985,517</u>	<u>4,706,837</u>
Total net assets with donor restrictions	<u>\$ 7,531,861</u>	<u>\$ 6,660,664</u>

Net assets with donor restrictions consist of the following as of December 31, 2024 and 2023:

	<u>2024</u>	<u>2023</u>
Subject to expenditure for specified purpose:		
Unconditional promises to give, net	\$ 23,050	\$ 254,000
Investments	<u>2,523,294</u>	<u>1,699,827</u>
Total subject to expenditure for specified purpose:	2,546,344	1,953,827
Endowments (<i>perpetual in nature and purpose restrictions</i>):		
Unconditional promises to give, net	42,000	65,000
Investments	<u>4,943,517</u>	<u>4,641,837</u>
Total Endowments	4,985,517	4,706,837
Total net assets with donor restrictions	<u>\$ 7,531,861</u>	<u>\$ 6,660,664</u>

NOTE 10. NET ASSETS RELEASED FROM RESTRICTIONS

Net assets were released from donor restrictions during 2024 and 2023 by incurring expenses satisfying the restricted purposes specified by donors as follows:

Purpose restrictions accomplished:

	<u>2024</u>	<u>2023</u>
Scholarships and awards	\$ 323,785	\$ 768,274

Interpretation of Relevant Law

In approving endowment, spending, and related policies, as part of the prudent and diligent discharge of its duties, the Board of Trustees of the Foundation, as authorized by the UPMIFA, has relied upon the actions, reports, information, advice and counsel taken or provided by its duly constituted committees and the duly appointed officers of the Foundation and in doing so has interpreted the law to require the preservation of the historic dollar value of donor-restricted endowment funds, absent explicit donor directions to the contrary.

As a result of this interpretation, for accounting and financial statement purposes, the Foundation classifies as net assets with donor restrictions to be maintained in perpetuity the historic dollar value of assets held as donor-restricted endowment, including any subsequent gifts and any accumulations to donor-restricted endowments made in accordance with the direction of the applicable gift instruments.

The portion of the donor-restricted endowment fund that is not classified as net assets with donor restrictions to be maintained in perpetuity is classified for accounting and financial statement purposes in accordance with requirements of the Financial Accounting Standards Board and the law as with donor restrictions subject to time and purpose restrictions.

Funds with Deficiencies

From time to time, the fair value of the assets associated with individual donor-restricted endowment funds may fall below the level that the donor or UPMIFA requires the Foundation to retain as a fund of perpetual duration. In accordance with GAAP, deficiencies of this nature are reported in net assets without donor restrictions. At December 31, 2024, funds with original gift values of \$234,991, fair values of \$231,698, and deficiencies of \$3,293 were reported in net assets with donor restrictions. At December 31, 2023, funds with original gift values of \$265,443, fair values of \$260,334, and deficiencies of \$5,109 were reported in net assets with donor restrictions.

Return Objectives and Risk Parameters

The Foundation has adopted investment and spending policies for endowment assets that attempt to provide a predictable stream of funding to programs supported by its endowment while seeking to maintain the historic dollar value of the endowment assets. Endowment assets include those assets of donor-restricted funds that the Foundation must hold in perpetuity as well as Board-designated funds. Under this policy, as approved by the Finance Committee of the Board of Trustees, the endowment assets are invested in a manner that is intended to produce results that exceed the price and yield results of benchmark indexes of similar assets classes while assuming a moderate level of investment risk.

Strategies Employed for Achieving Objectives

To satisfy its long-term rate-of-return objectives, the Foundation relies on a total return strategy in which investment returns are achieved through both capital appreciation (realized and unrealized) and current yield (interest and dividends). The Foundation targets a diversified asset allocation to achieve its long-term return objectives within prudent risk constraints.

NOTE 11. ENDOWMENT (CONTINUED)

Spending Policy and How the Investment Objectives Related to Spending Policy

The Foundation's Finance and Investment Committee of the Board of Trustees (the "Committee") determines the method to be used to appropriate endowment funds for expenditure. The Foundation has a spending policy whereby a certain percentage (generally not to exceed 5% of the fair value of endowment net assets each year) may be distributed for purposes of supporting activities with and without donor restrictions.

The endowment net asset composition by type of fund as of December 31, 2024 is:

Endowment Net Asset Composition by Type of Fund as of December 31, 2024			
	Without Donor Restrictions	With Donor Restrictions	Total
Donor-restricted endowment funds	\$ -	\$ 7,531,861	\$ 7,531,861
Board-designated endowment funds	9,428,118	-	9,428,118
	<u>\$ 9,428,118</u>	<u>\$ 7,531,861</u>	<u>\$ 16,959,979</u>

The endowment net asset composition by type of fund as of December 31, 2023 is:

Endowment Net Asset Composition by Type of Fund as of December 31, 2023			
	Without Donor Restrictions	With Donor Restrictions	Total
Donor-restricted endowment funds	\$ -	\$ 6,660,664	\$ 6,660,664
Board-designated endowment funds	8,809,823	-	8,809,823
	<u>\$ 8,809,823</u>	<u>\$ 6,660,664</u>	<u>\$ 15,470,487</u>

NOTE 11. ENDOWMENT (CONTINUED)

Spending Policy and How the Investment Objectives Related to Spending Policy

The changes in endowment net assets for the year ended December 31, 2024 are:

	Changes in Endowment Net Assets for the Fiscal Year Ended December 31, 2024		
	Without Donor Restrictions	With Donor Restrictions	Total
Endowment net assets, beginning of year	\$ 8,809,823	\$ 6,660,664	\$ 15,470,487
Investment return:			
Investment income	225,460	215,013	440,473
Net appreciation (realized and unrealized gains)	735,494	700,653	1,436,147
Total investment return	960,954	915,666	1,876,620
Contributions	17,548	209,808	227,356
Change in donor intent	-	69,506	69,506
Transfers	(125,400)	-	(125,400)
Appropriation of endowment assets for expenditure	(234,807)	(323,783)	(558,590)
Endowment net assets, end of year	<u>\$ 9,428,118</u>	<u>\$ 7,531,861</u>	<u>\$ 16,959,979</u>

The changes in endowment net assets for the year ended December 31, 2023 are:

	Changes in Endowment Net Assets for the Fiscal Year Ended December 31, 2023		
	Without Donor Restrictions	With Donor Restrictions	Total
Endowment net assets, beginning of year	\$ 7,975,127	\$ 5,352,525	\$ 13,327,652
Investment return:			
Investment income	190,515	180,074	370,589
Net appreciation (realized and unrealized gains)	1,057,165	995,149	2,052,314
Total investment return	1,247,680	1,175,223	2,422,903
Contributions	16,168	840,540	856,708
Change in donor intent	-	60,650	60,650
Transfers	(202,245)	-	(202,245)
Appropriation of endowment assets for expenditure	(226,907)	(768,274)	(995,181)
Endowment net assets, end of year	<u>\$ 8,809,823</u>	<u>\$ 6,660,664</u>	<u>\$ 15,470,487</u>

NOTE 12. IN-KIND CONTRIBUTIONS

For the years ended December 31, 2024 and 2023, contributed nonfinancial assets recognized within the statements of activities included:

<u>Type</u>	<u>2024</u>	<u>2023</u>	<u>Usage</u>
Salaries and benefits	\$ 6,109	\$ 5,225	University support
Salaries and benefits	31,334	30,335	Administration and general
Salaries and benefits	120,899	117,586	Fundraising
Rent	2,492	2,580	University support
Rent	12,779	14,984	Administration and general
Rent	49,305	58,081	Fundraising
	<u>\$ 222,918</u>	<u>\$ 228,791</u>	

The Foundation recognized contributed nonfinancial assets within revenue, including contributed salaries and benefits and rent.

Contributed salaries and benefits and rent were valued using estimated average prices of identical or similar products or services using pricing data of similar products or services under a “like-kind” methodology, considering the utility of the services and goods at the time of the contribution.

NOTE 13. SUBSEQUENT EVENTS

The Foundation has evaluated subsequent events occurring through August 7, 2025, the date on which the consolidated financial statements were available to be issued.

SUPPLEMENTAL INFORMATION

Gordon State College Foundation, Inc. and Subsidiary

CONSOLIDATING STATEMENT OF FINANCIAL POSITION

DECEMBER 31, 2024

	Gordon State College Foundation, Inc.	GSC Properties Foundation III, LLC	Less Eliminations	Total
ASSETS				
Cash and cash equivalents	\$ 328,284	\$ 48,021	\$ -	\$ 376,305
Unconditional promises to give, net	81,059	-	-	81,059
Net investment in direct financing lease	-	10,680,049	-	10,680,049
Investments	17,736,345	-	-	17,736,345
Accounts receivable	17,548	-	17,548	-
Intercompany receivables	444,000	-	444,000	-
Assets limited as to use	-	1,885,064	-	1,885,064
	<u>\$ 18,607,236</u>	<u>\$ 12,613,134</u>	<u>\$ 461,548</u>	<u>\$ 30,758,822</u>
LIABILITIES AND NET ASSETS				
Liabilities				
Accrued interest payable	\$ -	\$ 238,151	\$ -	\$ 238,151
Accrued expense	-	17,548	17,548	-
Intercompany payables	-	444,000	444,000	-
Bonds payable, net	-	9,690,189	-	9,690,189
	<u>-</u>	<u>10,389,888</u>	<u>461,548</u>	<u>9,928,340</u>
Net assets				
Without donor restrictions				
Undesignated	1,647,257	2,223,246	-	3,870,503
Designated by the Board for endowment	9,428,118	-	-	9,428,118
Total without donor restrictions	<u>11,075,375</u>	<u>2,223,246</u>	<u>-</u>	<u>13,298,621</u>
With donor restrictions	<u>7,531,861</u>	<u>-</u>	<u>-</u>	<u>7,531,861</u>
	<u>18,607,236</u>	<u>2,223,246</u>	<u>-</u>	<u>20,830,482</u>
	<u>\$ 18,607,236</u>	<u>\$ 12,613,134</u>	<u>\$ 461,548</u>	<u>\$ 30,758,822</u>

See Note to Supplemental Information.

Gordon State College Foundation, Inc. and Subsidiary

CONSOLIDATING STATEMENT OF FINANCIAL POSITION

DECEMBER 31, 2023

	Gordon State College Foundation, Inc.	GSC Properties Foundation III, LLC	Less Eliminations	Total
ASSETS				
Cash and cash equivalents	\$ 348,949	\$ 55,651	\$ -	\$ 404,600
Unconditional promises to give, net	356,933	-	-	356,933
Net investment in direct financing lease	-	11,046,482	-	11,046,482
Investments	15,904,592	-	-	15,904,592
Intercompany receivables	444,000	-	444,000	-
Assets limited as to use	-	1,690,216	-	1,690,216
	<hr/>	<hr/>	<hr/>	<hr/>
Total assets	\$ 17,054,474	\$ 12,792,349	\$ 444,000	\$ 29,402,823
	<hr/>	<hr/>	<hr/>	<hr/>
LIABILITIES AND NET ASSETS				
Liabilities				
Accrued interest payable	\$ -	\$ 244,250	\$ -	\$ 244,250
Inter-company payables	-	444,000	444,000	-
Bond payable, net	-	10,004,743	-	10,004,743
	<hr/>	<hr/>	<hr/>	<hr/>
Total liabilities	-	10,692,993	444,000	10,248,993
	<hr/>	<hr/>	<hr/>	<hr/>
Net assets				
Without donor restrictions				
Undesignated	1,583,987	2,099,356	-	3,683,343
Designated by the Board for endowment	8,809,823	-	-	8,809,823
Total without donor restrictions	<hr/>	<hr/>	<hr/>	<hr/>
	10,393,810	2,099,356	-	12,493,166
With donor restrictions	6,660,664	-	-	6,660,664
	<hr/>	<hr/>	<hr/>	<hr/>
Total net assets	17,054,474	2,099,356	-	19,153,830
	<hr/>	<hr/>	<hr/>	<hr/>
Total liabilities and net assets	\$ 17,054,474	\$ 12,792,349	\$ 444,000	\$ 29,402,823
	<hr/>	<hr/>	<hr/>	<hr/>

See Note to Supplemental Information.

Gordon State College Foundation, Inc. and Subsidiary

CONSOLIDATING STATEMENT OF ACTIVITIES FOR THE YEAR ENDED DECEMBER 31, 2024

	College Foundation, Inc.	GSC Properties Foundation III, LLC	Less Eliminations	Total
REVENUES AND OTHER SUPPORT				
Contributions	\$ 439,435	\$ -	\$ -	\$ 439,435
Investment income	449,966	76,896	-	526,862
Net realized and unrealized gains				
on investments	1,383,262	-	-	1,383,262
In-kind contributions	222,918	-	-	222,918
Other income	17,548	-	17,548	-
Leasing income:				
Rental income	-	90,742	-	90,742
Interest income on direct financing leases	-	473,679	-	473,679
Total leasing income	-	564,421	-	564,421
 Total revenues and other support	 2,513,129	 641,317	 17,548	 3,136,898
EXPENSES				
Program services				
Academic and education	398,123	-	-	398,123
Campus facilities	-	517,427	17,548	499,879
 Total program services	 398,123	 517,427	 17,548	 898,002
Supporting services				
Administration and general	342,269	-	-	342,269
Fundraising	219,975	-	-	219,975
 Total supporting services	 562,244	 -	 -	 562,244
 Total expenses	 960,367	 517,427	 17,548	 1,460,246
 CHANGE IN NET ASSETS	 1,552,762	 123,890	 -	 1,676,652
NET ASSETS, BEGINNING	17,054,474	2,099,356	-	19,153,830
NET ASSETS, ENDING	\$ 18,607,236	\$ 2,223,246	\$ -	\$ 20,830,482

See Note to Supplemental Information.

Gordon State College Foundation, Inc. and Subsidiary

CONSOLIDATING STATEMENT OF ACTIVITIES FOR THE YEAR ENDED DECEMBER 31, 2023

	Gordon State College Foundation, Inc.	GSC Properties Foundation III, LLC	Eliminations	Total
REVENUES AND OTHER SUPPORT				
Contributions	\$ 1,130,574	\$ -	\$ -	\$ 1,130,574
Investment income	381,004	61,545	-	442,549
Net realized and unrealized gains on investments	2,034,540	-	-	2,034,540
In-kind contributions	228,791	-	-	228,791
Other income	16,168	69,147	16,168	69,147
Leasing income:				
Rental income	-	88,099	-	88,099
Interest income on direct financing leases	-	487,684	-	487,684
Total leasing income	-	575,783	-	575,783
 Total revenues and other support	 3,791,077	 706,475	 16,168	 4,481,384
EXPENSES				
Program services				
Academic and education	786,998	-	-	786,998
Campus facilities	-	528,404	16,168	512,236
 Total program services	 786,998	 528,404	 16,168	 1,299,234
Supporting services				
Administration and general	276,141	-	-	276,141
Fundraising	211,210	-	-	211,210
 Total supporting services	 487,351	 -	 -	 487,351
 Total expenses	 1,274,349	 528,404	 16,168	 1,786,585
 CHANGE IN NET ASSETS	 2,516,728	 178,071	 -	 2,694,799
 NET ASSETS, BEGINNING	 14,537,746	 1,921,285	 -	 16,459,031
 NET ASSETS, ENDING	 \$ 17,054,474	 \$ 2,099,356	 \$ -	 \$ 19,153,830

See Note to Supplemental Information.

Note To Supplemental Information

NOTE 1. CONSOLIDATING FINANCIAL STATEMENTS

For the years ended December 31, 2024 and 2023, the Foundation has presented the investment in subsidiary at cost on the consolidating financial statements.