

***BROPHY
COMMUNITY
FOUNDATION***

AUDITED FINANCIAL STATEMENTS

**FOR THE YEARS ENDED
JUNE 30, 2025 and 2024**

Tull Forsberg & Olson

Professional Limited Liability Company



Certified Public Accountants

BROPHY COMMUNITY FOUNDATION

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September 29, 2025

INDEPENDENT AUDITORS' REPORT

To the Board of Directors
Brophy Community Foundation
Phoenix, Arizona

Opinion

We have audited the accompanying financial statements of Brophy Community Foundation (a nonprofit organization), which comprise the statements of financial position as of June 30, 2025 **and 2024**, 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 Brophy Community Foundation as of June 30, 2025 **and 2024**, 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 audit 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 Brophy Community Foundation and to meet our other ethical responsibilities in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Keith C. Forsberg
Timothy J. Fyan
Philip D. Miller
John D. Morse
Mitchell L. Robinaugh
Quynh L. Yubeta

Of Counsel

John J. Tull
Franklin C. Forsberg
Richard A. Kobasic
Lynn C. Olson

INDEPENDENT AUDITORS' REPORT - CONTINUED

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 Brophy Community 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' Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with 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 Brophy Community 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 Brophy Community 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.

Julie Jansberg & Olson P.C.

BROPHY COMMUNITY FOUNDATION

STATEMENTS OF FINANCIAL POSITION

June 30, 2025 and 2024

	ASSETS	
	<u>2025</u>	<u>2024</u>
ASSETS		
Cash and cash equivalents	\$ 12,370,221	\$ 20,002,270
Investments	11,783,338	-
Other assets	<u>259</u>	<u>259</u>
 TOTAL ASSETS	 <u>\$ 24,153,818</u>	 <u>\$ 20,002,529</u>
	LIABILITIES AND NET ASSETS	
LIABILITIES		
Accounts payable	\$ 13,833	\$ 10,631
Due to related party	8,662	9,674
Other grants payable	198,000	-
Student Grants Payable Arising from Individual Donations		
Brophy College Preparatory	1,439,505	1,606,555
Other schools	20,000	-
Student Grants Payable Arising from Plus Donations		
Brophy College Preparatory	1,358,100	1,460,450
Other schools	20,000	-
Student Grants Payable Arising from Corporate Donations		
Brophy College Preparatory	5,198,500	5,357,569
Other schools	<u>2,758,310</u>	<u>-</u>
 TOTAL LIABILITIES	 <u>11,014,910</u>	 <u>8,444,879</u>
NET ASSETS		
Without donor restrictions	<u>13,138,908</u>	<u>11,557,650</u>
 TOTAL LIABILITIES AND NET ASSETS	 <u>\$ 24,153,818</u>	 <u>\$ 20,002,529</u>

See Independent Auditors' Report.

The accompanying notes are an integral part of these financial statements.

BROPHY COMMUNITY FOUNDATION

STATEMENTS OF ACTIVITIES For the Years Ended June 30, 2025 and 2024

	2025	2024
REVENUES AND OTHER SUPPORT		
Individual tax credit contributions	\$ 1,190,918	\$ 1,145,590
Plus tax credit contributions	814,697	839,816
Corporate tax credit contributions	5,876,000	4,946,000
Other contributions	120,494	69,573
Contributions of non-financial assets	8,700	8,700
Investment income - unrealized gain	348,053	-
Investment income - interest and dividends, net	35,037	-
Interest Income		
Individual gifts and donations	\$ 40,464	\$ 64,301
Plus gifts and donations	18,200	26,080
Corporate gifts and donations	694,348	794,469
Other	<u>129,374</u>	<u>127,682</u>
Total Interest Income	<u>882,386</u>	<u>1,012,532</u>
TOTAL REVENUES AND OTHER SUPPORT	<u>9,276,285</u>	<u>8,022,211</u>
EXPENSES		
Program Services		
Individual	920,599	472,263
Plus	702,290	346,786
Corporate	5,621,874	3,977,982
Other grants	<u>198,000</u>	<u>-</u>
Total Program Services	7,442,763	4,797,031
General and administrative	105,863	90,316
Fundraising	<u>146,401</u>	<u>136,084</u>
TOTAL EXPENSES	<u>7,695,027</u>	<u>5,023,431</u>
CHANGE IN NET ASSETS	1,581,258	2,998,780
NET ASSETS WITHOUT DONOR RESTRICTIONS at Beginning of Year	<u>11,557,650</u>	<u>8,558,870</u>
NET ASSETS WITHOUT DONOR RESTRICTIONS at End of Year	<u>\$ 13,138,908</u>	<u>\$ 11,557,650</u>

See Independent Auditors' Report.

The accompanying notes are an integral part of these financial statements.

BROPHY COMMUNITY FOUNDATION

STATEMENT OF FUNCTIONAL EXPENSES For the Year Ended June 30, 2025

	Program Services				Total Program Services	General and Administrative	Fundraising	Total
	Individual	Plus	Corporate	Other				
Student grants	\$ 862,866	\$ 667,650	\$ 5,483,315	\$ 198,000	\$ 7,211,831	\$ -	\$ -	\$ 7,211,831
Salaries	39,910	23,946	95,785	-	159,641	14,327	30,700	204,668
Employee benefits	16,192	9,715	38,860	-	64,767	5,812	12,555	83,134
Office supplies	61	36	145	-	242	242	242	726
Occupancy	1,305	783	3,132	-	5,220	1,740	1,740	8,700
Insurance	-	-	-	-	-	13,885	-	13,885
Operational bank charges	-	-	-	-	-	11,031	-	11,031
Donation bank charges	-	-	-	-	-	-	49,001	49,001
Miscellaneous	-	-	-	-	-	16,971	5,657	22,628
Printing	188	113	450	-	751	374	6,374	7,499
Postage	77	47	187	-	311	156	2,649	3,116
Public relations	-	-	-	-	-	-	37,483	37,483
Professional fees	-	-	-	-	-	41,325	-	41,325
	<u>\$ 920,599</u>	<u>\$ 702,290</u>	<u>\$ 5,621,874</u>	<u>\$ 198,000</u>	<u>\$ 7,442,763</u>	<u>\$ 105,863</u>	<u>\$ 146,401</u>	<u>\$ 7,695,027</u>

See Independent Auditors' Report.
The accompanying notes are an integral part of these financial statements.

BROPHY COMMUNITY FOUNDATION

STATEMENT OF FUNCTIONAL EXPENSES For the Year Ended June 30, 2024

	Program Services				Total Program Services	General and Administrative	Fundraising	Total
	Individual	Plus	Corporate	Other Contributions (Related Party)				
Student grants	\$ 404,077	\$ 305,875	\$ 3,814,336	\$ -	\$ 4,524,288	\$ -	\$ -	\$ 4,524,288
Salaries	39,163	23,498	93,991	-	156,652	14,058	30,125	200,835
Employee benefits	15,849	9,509	38,038	-	63,396	5,689	12,192	81,277
Office supplies	838	503	2,012	-	3,353	447	671	4,471
Occupancy	1,305	783	3,132	-	5,220	1,740	1,740	8,700
Insurance	1,329	797	3,189	-	5,315	5,316	-	10,631
Operational bank charges	-	-	-	-	-	12,451	-	12,451
Donation bank charges	-	-	-	-	-	-	50,314	50,314
Financial aid analysis	9,324	5,594	22,377	-	37,295	-	-	37,295
Miscellaneous	-	-	-	-	-	19,806	508	20,314
Printing	236	142	566	-	944	472	8,024	9,440
Postage	142	85	341	-	568	284	4,831	5,683
Public relations	-	-	-	-	-	-	27,679	27,679
Professional fees	-	-	-	-	-	30,053	-	30,053
	<u>\$ 472,263</u>	<u>\$ 346,786</u>	<u>\$ 3,977,982</u>	<u>\$ -</u>	<u>\$ 4,797,031</u>	<u>\$ 90,316</u>	<u>\$ 136,084</u>	<u>\$ 5,023,431</u>

See Independent Auditors' Report.
The accompanying notes are an integral part of these financial statements

BROPHY COMMUNITY FOUNDATION

STATEMENTS OF CASH FLOWS For the Years Ended June 30, 2025 and 2024

	2025	2024
CASH FLOWS FROM OPERATING ACTIVITIES		
Change in net assets	\$ 1,581,258	\$ 2,998,780
Adjustments to Reconcile Change in Net Assets to Net Cash Flows from Operating Activities:		
Unrealized gain on investments	(348,053)	-
Changes in Operating Assets and Liabilities:		
Accounts payable	3,202	10,631
Due to related party	(1,012)	1,725
Student grants payable	<u>2,567,841</u>	<u>(5,967,161)</u>
NET CASH FLOWS FROM OPERATING ACTIVITIES	<u>3,803,236</u>	<u>(2,956,025)</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of investments	<u>(11,435,285)</u>	-
NET CASH FLOWS FROM INVESTING ACTIVITIES	<u>(11,435,285)</u>	-
NET CASH FLOWS FROM FINANCING ACTIVITIES	<u>-</u>	<u>-</u>
NET (DECREASE) IN CASH AND CASH EQUIVALENTS	(7,632,049)	(2,956,025)
CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR	<u>20,002,270</u>	<u>22,958,295</u>
CASH AND CASH EQUIVALENTS AT END OF YEAR	<u>\$ 12,370,221</u>	<u>\$ 20,002,270</u>

See Independent Auditors' Report.
The accompanying notes are an integral part of these financial statements.

BROPHY COMMUNITY FOUNDATION

NOTES TO FINANCIAL STATEMENTS
For the Years Ended June 30, 2025 and 2024

NOTE 1. NATURE OF OPERATIONS AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Organization

Brophy Community Foundation (the "Foundation") is a school tuition organization, certified by the Arizona Department of Revenue, located in Phoenix, Arizona that was established in 1998 to receive and distribute donations in the form of tuition aid to students of Brophy College Preparatory (the "School") and other qualified Arizona schools.

The significant accounting policies followed in the preparation of the accompanying financial statements are summarized below.

Financial Statement Presentation

The accompanying financial statements are prepared in accordance with the requirements of the *Not-for-Profits* Topic of the FASB Accounting Standards Codification, which requires the Foundation to report information regarding its financial position and activities according to two classes of net assets: without donor restrictions and with donor restrictions. As of June 30, 2025 and 2024, there were no net assets with donor restrictions.

Use of Estimates

The preparation of financial statements in conformity with U.S. generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amount of revenues and expenses during the reporting period. Actual results could differ from those estimates.

Cash and Cash Equivalents

The Foundation considers certain highly liquid investments with an original maturity of three months or less to be cash equivalents. Cash equivalents include highly liquid money market mutual funds. Certain cash and cash equivalents are presented within investments on the statement of financial position due to the Foundation's intentions to hold those cash balances as investments.

Revenue Recognition

The Foundation accounts for support and revenue under the provisions of the *Revenue Recognition* subtopic of the *Not-for-Profit Entities* topic of the FASB Accounting Standards Codification. Contributions received are recorded as donor restricted, or without donor restrictions, depending on the existence and/or nature of any donor restrictions. Support that is restricted by the donor is reported as an increase in net assets without donor restrictions if the restriction expires in the reporting period in which the support is recognized. All other donor-restricted support is reported as an increase in net assets with donor restrictions. When a restriction expires, net assets with donor restrictions are reclassified to net assets without donor restrictions.

BROPHY COMMUNITY FOUNDATION

NOTES TO FINANCIAL STATEMENTS - CONTINUED For the Years Ended June 30, 2025 and 2024

NOTE 1. NATURE OF OPERATIONS AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

Revenue Recognition - Continued

The Foundation disaggregates contribution revenue by the contribution type. Contributions represent various donations the Foundation receives to further its mission and operations. The Foundation believes these revenue categories depict how the nature, amount, timing and uncertainty of its revenue and cash flows are affected by economic factors.

In-Kind Donations

Contributions of donated non-cash assets are recorded at their fair values in the period received. In addition, many individuals volunteer their time and perform a variety of tasks that assist the Foundation, but these services do not meet the criteria for recognition as contributed services.

Income Taxes

Brophy Community Foundation has been granted tax-exempt status under Section 501(c)(3) of the Internal Revenue Code of 1954 and similar state provisions, and accordingly, there is no provision for income taxes. Income determined to be unrelated business taxable income would be taxable.

The Foundation follows the provisions of the *Income Taxes* topic of the FASB Accounting Standards Codification when accounting for uncertainty in income taxes. The Foundation believes it has no uncertain tax positions that qualify for either recognition or disclosure. As of June 30, 2025 and 2024, due to statutes of limitations, the Foundation is no longer subject to examination of its income tax returns by the federal and state taxing authorities for years prior to 2021 and 2020, respectively.

Reclassification of Prior Period Financial Statements

Certain amounts in the prior period financial statements have been reclassified to confirm to the presentation of the current period financial statements. These reclassifications had no effect on the previously reported change in net assets.

New Accounting Pronouncements

On July 1, 2023, the Foundation adopted Accounting Standards Codification ("ASU") 2016-13, *Financial Instruments - Credit Losses* (Topic 326): *Measurement of Credit Losses on Financial Instruments*. The purpose of this ASU is to provide financial statement users more decision useful information about expected credit losses on financial instruments and other commitments by replacing the incurred loss impairment methodology with a methodology that reflects expected credit losses and requires consideration of a broader range of reasonable and supportable information to inform credit loss estimates. The Foundation elected to adopt this ASU effective July 1, 2023 using the modified-retrospective approach and record the cumulative effect adjustment to opening retained earnings, however, the impact of the adoption was not considered material to the financial statements and primarily resulted in new and enhanced disclosures only.

BROPHY COMMUNITY FOUNDATION

NOTES TO FINANCIAL STATEMENTS - CONTINUED For the Years Ended June 30, 2025 and 2024

NOTE 1. NATURE OF OPERATIONS AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

Subsequent Events

Subsequent events were evaluated through September 29, 2025, which is the date the financial statements were available to be issued.

NOTE 2. FAIR VALUE MEASUREMENTS

The Organization's investments are reported at fair value in the accompanying statement of financial position. The methods used to measure fair value may produce an amount that may not be indicative of net realizable value or reflective of future fair values. Furthermore, although the Organization 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.

The fair value measurement accounting literature establishes a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. This hierarchy consists of three broad levels: Level 1 inputs consist of unadjusted quoted prices in active markets for identical assets or liabilities and have the highest priority. Level 2 inputs consist of inputs other than quoted prices included within Level 1 that are observable for valuing assets or liabilities either directly or indirectly. Observable inputs include quoted prices for similar assets or liabilities in active or non-active markets. Level 3 inputs are unobservable and have the lowest priority.

For the Organization's assets and liabilities that are measured at fair market value on a recurring basis, the following table summarizes the valuation as of June 30, 2025. There were no transfers into or out of Level 2 or 3.

Investment income - interest and dividends on the statement of activities is presented net of investment fees of \$4,789.

Level 1 Fair Value Measurements

The fair value of US treasuries, exchange traded funds, mutual funds and equities are considered to be actively traded, with unadjusted quoted prices available in active markets. As a result, these investments are presented as level 1 in the fair value measurement hierarchy below.

BROPHY COMMUNITY FOUNDATION

NOTES TO FINANCIAL STATEMENTS - CONTINUED For the Years Ended June 30, 2025 and 2024

NOTE 2. FAIR VALUE MEASUREMENTS - Continued

	Assets at Fair Value as of June 30, 2025	
	Level 1	Total
US Treasuries	\$ 5,388,899	\$ 5,388,899
Investment cash & equivalents	606,348	606,348
Exchange traded funds	2,576,559	2,576,559
Mutual funds	1,547,833	1,547,833
Equities	<u>1,663,699</u>	<u>1,663,699</u>
Total	<u>\$11,783,338</u>	<u>\$11,783,338</u>

There were no assets measured using the fair value hierarchy as of June 30, 2024.

Changes in fair value of investments as of June 30, 2025 were as follows:

	Cost	Change in Fair Value	Fair Value
US Treasuries	\$ 5,355,444	\$ 33,455	\$ 5,388,899
Investment cash & equivalents	606,348	-	606,348
Exchanged traded funds	2,457,040	119,519	2,576,559
Mutual funds	1,515,000	32,833	1,547,833
Equities	<u>1,501,453</u>	<u>162,246</u>	<u>1,663,699</u>
Total Marketable Securities	<u>\$11,435,285</u>	<u>\$348,053</u>	<u>\$11,783,338</u>

NOTE 3. STUDENT GRANTS PAYABLE

Arizona law requires the Foundation to allocate at least 90% of the individual, plus and corporate contributions received in a fiscal year to student aid. Pursuant to A.R.S. Sections 43-1603 and 43-1504, Arizona law places specific restrictions on school tuition organizations as to how individual, plus and corporate donations can be awarded.

The Foundation's Board of Directors approves the scholarship amounts that will be paid in the succeeding academic year. Each year the Foundation recognizes a grant expense in the accompanying statements of activities for the amount required by the state to be allocated for student aid. Amounts allocated to future years are recorded as student grants payable in the accompanying statements of financial position. The contributions that the Foundation receives in one fiscal year are required to be paid out in scholarships within the following two fiscal years or reserved for future for

BROPHY COMMUNITY FOUNDATION

NOTES TO FINANCIAL STATEMENTS - CONTINUED For the Years Ended June 30, 2025 and 2024

NOTE 3. STUDENT GRANTS PAYABLE - Continued

specific students awarded next-year or multi-year scholarships. Therefore, a scholarship that was assigned to one student who has left the private school system is required to be reallocated to another qualified student within the next two fiscal years.

As of June 30, 2025, student grants payable arising from individual, plus, and corporate donors totaled \$1,459,505, \$1,378,100, and \$8,332,899, respectively. All grants payable have been awarded to specific students.

As of June 30, 2024, student grants payable arising from individual, plus, and corporate donors totaled \$1,606,555, \$1,460,450, and \$5,357,569, respectively. All grants payable have been awarded to specific students.

NOTE 4. ECONOMIC DEPENDENCY

The Foundation receives substantially all of its revenues from public donations that result in a state tax credit to the donor. If these tax credits were rescinded, the Foundation would not be able to operate in the same manner as it has in the past.

NOTE 5. MAJOR CONTRIBUTORS

During the years ended June 30, 2025 and 2024, the Foundation received approximately 60% and 26% of its corporate donations from three and two corporate donors, respectively.

NOTE 6. CONCENTRATIONS OF CREDIT RISK

Financial instruments that subject the Foundation to potential concentrations of credit risk consist principally of cash and cash equivalents. The Foundation maintains its cash and cash equivalents in various bank and brokerage accounts, which, at times, may exceed, or are not covered by, FDIC and SIPC insurance limits. The Foundation has not experienced any losses in such accounts.

NOTE 7. FUNCTIONAL CLASSIFICATION OF EXPENSES

The Foundation's primary program activity is to receive and distribute donations in the form of tuition aid grants to students. Natural expenses attributable to more than one functional expense category are allocated based on a variety of cost allocated techniques such as percentage or time and effort. All other costs are charged directly to the appropriate functional category.

BROPHY COMMUNITY FOUNDATION

NOTES TO FINANCIAL STATEMENTS - CONTINUED For the Years Ended June 30, 2025 and 2024

NOTE 8. LIQUIDITY AND AVAILABILITY OF FINANCIAL ASSETS

The Foundation regularly monitors liquidity required to meet its operating needs and other contractual commitments, while also striving to maximize the investment of its available funds. The Foundation has various sources of liquidity at its disposal, including cash and cash equivalents and certificates of deposit.

Financial assets are unavailable when illiquid or not convertible to cash within one year. The Foundation considers contributions and investment income without donor restrictions for current operating activities to be available to meet cash needs for general expenditures. The Foundation considers all expenditures related to its operating activities that are incurred during the normal business operations of the Foundation to be general expenditures.

Financial Assets	
Cash and cash equivalents	\$12,370,221
Investments	11,783,338
Other assets	<u>259</u>
	<u>24,153,818</u>
Less: Financial assets unavailable for general expenditure within one year	<u>-</u>
Financial Assets Available To Meet Cash Needs for General Expenditures Within One Year	<u><u>\$24,153,818</u></u>

The Foundation's practice is to structure its financial assets to be available as its general expenses, liabilities and obligations come due. The Foundation's goal is to operate with a balanced budget and anticipates collecting sufficient revenue to cover general expenditures.

NOTE 9. RELATED PARTY TRANSACTIONS

The School and Foundation are associated in part due to one Foundation Board Member also being a School Administrator. Students of the School receive grants issued by the Foundation. As of June 30, 2025 and 2024, the School was allocated and paid grants from Individual contributions totaling \$1,009,916 and \$1,074,741, respectively; Plus contributions totaling \$750,000 and \$677,116, respectively; and Corporate contributions totaling \$2,393,230 and \$2,344,263, respectively. The School is reimbursed for administrative support services provided to the Foundation. For the years ended June 30, 2025 and 2024, the School provided administrative support services totaling \$290,583 and \$288,514, respectively. The School also provided office space and utilities to the Foundation as in-kind donations. For the years ended June 30, 2025 and 2024, the value of such in-kind donations were \$8,700 and \$8,700, respectively.

BROPHY COMMUNITY FOUNDATION

NOTES TO FINANCIAL STATEMENTS - CONTINUED
For the Years Ended June 30, 2025 and 2024

NOTE 9. RELATED PARTY TRANSACTIONS - Continued

The Foundation practices the right of offset and net amounts due from and to the School. Amounts due to the school were \$8,662 and \$9,674, respectively, for the years ended June 30, 2025 and 2024.

NOTE 10. CONTRIBUTIONS OF NONFINANCIAL ASSETS

The Foundation receives various contributions of non-financial assets (“in-kind contributions”) during the year. In-kind contributions for the years ended June 30, 2025 and 2024 include rent and utilities for the use of office space (see Note 8). This amount is valued based upon estimates of fair value that would be received for these donations and are used to support the Foundation’s programs.

	<u>2025</u>	<u>2024</u>
Rent and Utilities	<u>\$8,700</u>	<u>\$8,700</u>