White Memorial Charitable Foundation

White Memorial Medical Center Charitable Foundation
(dba Adventist Health White Memorial Charitable Foundation)
Audited Financial Statements

As of and for the Years Ended December 31, 2024 and 2023
with Independent Auditor's Report

VASQUEZ
+ COMPANY LLP

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Independent Auditor's Report

Board of Directors
White Memorial Medical Center Charitable Foundation
(dba Adventist Health White Memorial Charitable Foundation)

Opinion

We have audited the financial statements of White Memorial Medical Center Charitable Foundation (dba Adventist Health White Memorial Charitable Foundation) (the Foundation), a nonprofit organization, which comprise the statements of financial position as of December 31, 2024 and 2023, 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 accompanying financial statements present fairly, in all material respects, the financial position of the 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 (GAAS). 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 the 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 the Foundation's ability to continue as a going concern within one year after the date that the financial statements are issued or available to be issued.

Auditor's Responsibilities for the Audit of the Financial Statements

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

Vasquez & Company LLP

Glendale, California
November 26, 2025

	December 31	
	2024	2023
ASSETS		
Current assets		
Cash and cash equivalents	**$ 16,176,270**	$ 15,484,037
Due from related parties	**160,462**	49,759
Grants receivable	**4,004**	473,976
Net pledges receivable, current	**956,775**	640,450
Total current assets	**17,297,511**	16,648,222
Noncurrent assets		
Net pledges receivable, net of current portion	**587,549**	676,623
Total noncurrent assets	**587,549**	676,623
Total assets	**$ 17,885,060**	$ 17,324,845
LIABILITIES AND NET ASSETS		
Current liabilities		
Accounts payable	**$ 92,707**	$ 326,289
Due to related parties	**2,538,637**	709,226
Grant and contract advances	**1,601,612**	5,749,825
Total current liabilities	**4,232,956**	6,785,340
Net assets		
Without donor restrictions		
Undesignated	**3,074,583**	1,802,127
Internally designated	**667,532**	752,988
	3,742,115	2,555,115
With donor restrictions	**9,909,989**	7,984,390
Total net assets	**13,652,104**	10,539,505
Total liabilities and net assets	**$ 17,885,060**	$ 17,324,845

See notes to financial statements.

White Memorial Medical Center Charitable Foundation
(dba Adventist Health White Memorial Charitable Foundation)
Statement of Activities
Year ended December 31, 2024

	Without Donor Restrictions	With Donor Restrictions	Total
Revenues and support			
Grants, contracts and contributions	$ 109,788	$ 8,057,461	$ 8,167,249
Provision for uncollectible pledges	-	35,000	35,000
Total grants, contracts, and contributions	109,788	8,022,461	8,132,249
Special events revenue, net of cost of direct benefits to donors of $147,301	-	656,571	656,571
Donated goods, services and facilities	1,333,344	-	1,333,344
Other income, net	1,203,381	-	1,203,381
Net assets released from restrictions	6,753,433	(6,753,433)	-
Total revenues and support	9,399,946	1,925,599	11,325,545
Expenses			
Support to beneficiary organizations	5,362,934	-	5,362,934
Salaries and benefits	1,205,680	-	1,205,680
Professional fees	1,018,384	-	1,018,384
Purchased services and supplies	447,893	-	447,893
Travel, dues and subscriptions	29,369	-	29,369
Others	148,686	-	148,686
Total expenses	8,212,946	-	8,212,946
Change in net assets	1,187,000	1,925,599	3,112,599
Net assets at beginning of year	2,555,115	7,984,390	10,539,505
Net assets at end of year	$ 3,742,115	$ 9,909,989	$ 13,652,104

See notes to financial statements.

	Without Donor Restrictions	With Donor Restrictions	Total
Revenues and support			
Grants, contracts and contributions	$ 68,031	$ 4,611,988	$ 4,680,019
Provision (reversal of provision) for uncollectible pledges	(6,200)	45,000	38,800
Net grants, contracts, and contributions	74,231	4,566,988	4,641,219
Special events revenue, net of cost of direct benefits to donors of $147,135	-	852,100	852,100
Donated goods, services and facilities	1,157,957	-	1,157,957
Other income, net	1,206,747	-	1,206,747
Net assets released from restrictions	6,858,545	(6,858,545)	-
Total revenues and support	9,297,480	(1,439,457)	7,858,023
Expenses			
Support to beneficiary organizations	5,516,232	-	5,516,232
Salaries and benefits	1,073,285	-	1,073,285
Professional fees	1,047,900	-	1,047,900
Purchased services and supplies	277,648	-	277,648
Travel, dues and subscriptions	35,174	-	35,174
Others	118,978	-	118,978
Total expenses	8,069,217	-	8,069,217
Change in net assets	1,228,263	(1,439,457)	(211,194)
Net assets at beginning of year, as restated	1,326,852	9,423,847	10,750,699
Net assets at end of year	$ 2,555,115	$ 7,984,390	$ 10,539,505

See notes to financial statements.

White Memorial Medical Center Charitable Foundation
(dba Adventist Health White Memorial Charitable Foundation)
Statements of Functional Expenses
Years ended December 31, 2024 and 2023

	2024			
	Program Services	**Management and General**	**Fundraising**	**Total**
Support to beneficiary organizations	$ 5,362,934	$ -	$ -	$ 5,362,934
Salaries and benefits	166,562	690,406	348,712	1,205,680
Professional fees	939,214	30,643	48,527	1,018,384
Purchased services and supplies	230,554	29,667	187,672	447,893
Travel, dues and subscriptions	28,862	-	507	29,369
Others	40,046	108,070	570	148,686
	$ 6,768,172	$ 858,786	$ 585,988	$ 8,212,946

	2023			
	Program Services	Management and General	Fundraising	Total
Support to beneficiary organizations	$ 5,379,240	$ 89,293	$ 47,699	$ 5,516,232
Salaries and benefits	147,613	631,317	294,355	1,073,285
Professional fees	828,691	142,882	76,327	1,047,900
Purchased services and supplies	219,567	37,858	20,223	277,648
Travel, dues and subscriptions	27,816	4,796	2,562	35,174
Others	96,832	14,434	7,712	118,978
	$ 6,699,759	$ 920,580	$ 448,878	$ 8,069,217

See notes to financial statements.

	Years ended December 31	
	2024	2023
Cash flows from operating activities		
Change in net assets	$ **3,112,599**	$ (211,194)
Adjustments to reconcile change in net assets to net cash provided by operating activities:		
Provision for uncollectible pledges	**(35,000)**	(45,000)
Reversal of provision for uncollectible pledges	**-**	6,200
Discount on long-term pledges receivable	**112,451**	123,377
Change in operating assets and liabilities:		
(Increase) decrease in:		
Due from from related parties	**(110,703)**	40,652
Grants receivable	**469,972**	(473,976)
Net pledges receivable	**(304,702)**	(311,523)
Increase (decrease) in:		
Accounts payable	**(233,582)**	140,602
Due to related parties	**1,829,411**	(253,247)
Grant and contract advances	**(4,148,213)**	2,709,428
Net cash provided by operating activities	**692,233**	1,725,319
Net increase in cash and cash equivalents	**692,233**	1,725,319
Cash and cash equivalents at beginning of year	**15,484,037**	13,758,718
Cash and cash equivalents at end of year	$ **16,176,270**	$ 15,484,037

See notes to financial statements.

NOTE 1 ORGANIZATIONAL PROFILE

Reporting Entity and Nature of Operations

White Memorial Medical Center Charitable Foundation, doing business as (dba) *Adventist Health White Memorial Charitable Foundation* (the "Foundation"), is a California nonprofit organization exempt under Section 501(c)(3). The Foundation supports various health programs of White Memorial Medical Center (dba *Adventist Health White Memorial*) (the "Medical Center"), an acute-care hospital that operates as a separate legal entity within the Adventist Health System (dba *Adventist Health*) (the "System"). The Foundation also partners with Western Health Resources, another affiliated entity within the System, on certain community health initiatives.

The Foundation's activities include fund development, external and government relations, integrated research support, volunteer coordination, workforce development, and management of selected community programs such as the Rainbow Child Care Center, the QueensCare dental van, and the Welcome Baby initiative. Funding is provided by private and corporate foundations, government agencies, individual donors, and local businesses. Additional support is generated through sponsorships, special events, and planned giving, including gifts from individual estates.

The Foundation also hosts fundraising events, including the gala and golf tournament, to support programs of the Medical Center and to benefit the surrounding communities of Boyle Heights, East Los Angeles, and Montebello.

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of Presentation

The financial statements of the Foundation have been prepared in accordance with accounting principles generally accepted in the United States of America (U.S. GAAP), which require the Foundation to report information regarding its financial position and activities according to the following net asset classifications:

Net assets without donor restrictions: Net assets that are not subject to donor-imposed restrictions and may be expended for any purpose in performing the primary objectives of the Foundation. These net assets may be used at the discretion of the Foundation's management and the board of directors.

Net assets with donor restrictions: Net assets subject to stipulations imposed by donors, and grantors. Some donor restrictions are temporary in nature; those restrictions will be met by actions of the Foundation or by the passage of time. Other donor restrictions are perpetual in nature, whereby the donor has stipulated the funds be maintained in perpetuity. Donor restricted contributions are reported as increases in net assets with donor restrictions. When a restriction expires, net assets are reclassified from net assets with donor restrictions to net assets without donor restrictions in the statements of activities.

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Measure of Operations

The statements of activities report all changes in net assets, including changes in net assets from operating and nonoperating activities. Operating activities consist of those items attributable to the Foundation's grants, contracts and contributions and interest earned on investments. Nonoperating activities are limited to resources that generate returns from other activities considered to be of a more unusual or nonrecurring nature.

Reclassifications

Certain accounts in the prior year's financial statements have been reclassified for comparative purposes to conform with the presentation in the current year's financial statements. The reclassifications had no material effect on the reported change in net assets and cash flows.

Cash and Cash Equivalents

Cash and cash equivalents consist primarily of demand accounts and other highly liquid investments with initial maturities not in excess of three months when purchased.

Concentrations of Credit Risk

Financial instruments that potentially subject the Foundation to concentrations of credit risk consist principally of cash and cash equivalents. The Foundation maintains its cash and cash equivalents in various bank accounts that, at times, may exceed federally insured limits (see Note 4). The Foundation's cash and cash equivalent accounts have been placed with high credit quality financial institutions. The Foundation has not experienced, nor does it anticipate, any losses with respect to such accounts.

Due From (To) Related Parties

Amounts reported as due from (to) related parties, included in the accompanying statements of financial position, arise principally from the collaborative activities between the System, Medical Center and the Foundation to further the mission of the Foundation.

Fair Value Measurement

Fair value is the price that would be received to sell an asset or paid to transfer liability in an orderly transaction in the principal or most advantageous market at the measurement date. Fair value measurement is based on the assumptions market participants would use in pricing the asset or liability. U.S. GAAP establishes a three-level fair value hierarchy that prioritizes the inputs used to measure fair value. The hierarchy gives the highest priority to quoted prices in active markets (Level 1) and the lowest priority to unobservable inputs (Level 3). The Foundation classifies assets at fair value in three levels, based on the markets in which the assets and liabilities are traded and the reliability of the assumptions used to determine fair value. These levels are:

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Fair Value Measurement (Continued)

Level 1 - Unadjusted quoted market prices for identical assets or liabilities in active markets as of the measurement date.

Level 2 - Other observable inputs, either directly or indirectly, including:

- Quoted prices for similar assets/liabilities in active markets;
- Quoted prices for identical or similar assets in non-active markets;
- Inputs other than quoted prices that are observable for the asset/liability; and,
- Inputs that are derived principally from or corroborated by other observable market data.

Level 3 - Unobservable inputs that cannot be corroborated by observable market data.

The Foundation’s financial assets and liabilities include primarily cash and cash equivalents, certificates of deposit, receivables, and accounts payable. Because of the short-term nature of these financial instruments, the carrying amounts of these assets and liabilities approximate their fair value.

Pledges and Grants Receivable

Pledges receivable is the unconditional promises to give are recognized as revenue when verifiable documentation of a promise is received. Unconditional promises to give that are expected to be collected in less than one year are reported at a net realizable value. Those that are expected to be collected in more than one year are reported at fair value at the date of promise. The fair value is computed using a present value technique applied to future cash flows. Amortization of the resulting discount is recognized as additional contribution revenue.

Grants receivable are stated at unpaid balances, less allowance for doubtful accounts.

The Foundation establishes an allowance for uncollectible accounts based on several factors, including the age of receivables, historical cash collection experience, and other relevant information. Uncollectible accounts are charged to expense in the period in which that determination is made.

Revenue Recognition

Grants and Contracts

The Foundation recognizes revenues when eligible costs are incurred for cost-reimbursement grants and contracts and when contracted services are performed for fee-for-service grants and contracts. Amounts received prior to incurring qualifying expenditures are reported as grant and contract advances in the statements of financial position.

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Revenue Recognition (Continued)

Contributions

Contributions received are recorded as net assets without donor restrictions or net assets with donor restrictions, depending on the existence and / or nature of any donor-imposed restrictions. Contributions that are restricted by the donor are reported as an increase in net assets without donor restrictions if the restriction expires in the reporting period in which the contribution is recognized. All other donor restricted contributions are reported as an increase in net assets with donor restrictions, depending on the nature of restriction. When a restriction expires (that is, when a stipulated time restriction ends or purpose restriction is accomplished), net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the statements of activities as net assets released from restrictions.

Contributed property and equipment are recorded at fair value at the date of donation. Contributions with donor-imposed stipulations regarding how long the contributed assets must be used are recorded as net assets with donor restrictions; otherwise, the contributions are recorded as net assets without donor restrictions.

Conditional promises to give, that is, those with a measurable performance or other barrier and a right of return, are not recognized until the conditions on which they depend have been met.

Donations in-Kind

Contributions of noncash assets are recorded at fair value in the period received. A portion of the Foundation's functions are conducted with the assistance of donated goods, facilities and services from various individuals and agencies. The donated goods, facilities and services are recorded as revenue and expense, calculated at fair value (see Note 10).

Donated services are recognized if the service requires specialized skills, is provided by individuals possessing the skills and the service would otherwise need to be purchased.

Support of Beneficiary Organizations

The Foundation maintains discretion as to the distribution of funds in accordance with any donor restrictions placed on the funds. The timing of distributions is determined by the Foundation in consultation with beneficiaries based on current beneficiary needs and requests for the funds.

Amounts requested by year-end but paid after year-end, and conditional grant amounts for which the beneficiary has fulfilled the requirements of the grant, are recorded as a liability.

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Functional Allocation of Expenses

The financial statements report expenses by both their natural and functional classifications. The costs of providing program and other activities have been summarized on a functional basis in the statements of activities. Expenses that are directly attributable to a specific program or supporting service are charged accordingly. Certain costs that benefit multiple functional areas are allocated among program and supporting services using reasonable and consistently applied methodologies as determined by management.

Program services consist of amounts distributed to beneficiaries in accordance with the Foundation's mission. Fundraising consists of the costs undertaken to solicit potential donors to contribute money or other assets. Management and general include all other administrative expenses not associated with program services or fundraising. The expenses are allocated based on time and effort.

For the current year, management determined that support provided to beneficiary organizations should be classified entirely as program services, based on its assessment of the nature and purpose of these activities. In prior years, a portion of these costs had been allocated to management and general expenses.

Use of Estimates

The preparation of financial statements in conformity with U.S. GAAP requires management to make estimates and assumptions that affect the reported amounts and disclosures in the financial statements. Actual results could differ from those estimates.

Income Taxes

The Foundation is a not-for-profit organization that is exempt from income taxes under Section 501(c)(3) of the Internal Revenue Code and Section 23701d of the California Revenue and Taxation Code. Accordingly, no provision for income taxes or related credits are included in these financial statements. The Foundation qualifies as a public charity classified as a Type I Supporting Organization and is not a private foundation.

U.S. GAAP prescribes a recognition threshold and measurement attribute for the financial statement recognition and measurement of a tax position taken or expected to be taken in a tax return. The Foundation has evaluated its tax positions and the certainty as to whether those positions will be sustained in the event of an audit by taxing authorities at the federal and state levels. The primary tax positions evaluated relate to the organization’s continued qualification as a tax-exempt organization and whether there is a material unrelated trade or business income tax liability. Management has determined that all income tax positions, based on the technical merits of the position, will more likely than not be sustained upon potential audit or examination. Therefore, no disclosures of uncertain income tax positions are required.

The Foundation’s income tax returns remain subject to examination generally for three and four years after they were filed for federal and state, respectively.

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Recently Adopted Accounting Pronouncement

In March 2023, the FASB issued ASU 2023-01, *Leases (Topic 842): Common Control Arrangements*, which addresses the terms and conditions to be considered when classifying and accounting for leases and leasehold improvements in leases between entities under common control. This ASU was effective for the Foundation beginning on January 1, 2024. The adoption of ASU as of January 1, 2024, did not have a material impact on the Foundation's financial statements

In September 2022, the FASB issued ASU 2022-04, *Liabilities—Supplier Finance Programs (Subtopic 405-50): Disclosure of Supplier Finance Program Obligations*, which requires additional disclosures for a buyer in a supplier finance program related to the program's nature, activity during the period, changes from period to period, and potential magnitude. The ASU is effective for fiscal years beginning after December 15, 2022, with the exception of the amendment on roll forward information, which is effective for fiscal years beginning after December 15, 2023. The adoption of ASU 2022-04 did not have a significant impact on the Foundation's financial statements.

New Accounting Pronouncement Effective in the Future Years

In December 2023, the FASB issued ASU 2023-09, *Income Taxes (Topic 740)*: *Improvements to Income Tax Disclosures*, which provides for improvements to income tax disclosures primarily related to the rate reconciliation and income taxes paid information. This ASU is effective for the Foundation beginning on January 1, 2026. The Foundation is currently evaluating the impact of this new guidance on its financial statements.

NOTE 3 LIQUIDITY AND AVAILABILITY OF FINANCIAL ASSETS

The Foundation receives significant contributions with donor restrictions to be used in accordance with the associated purpose restrictions. In addition, the Foundation receives support without donor restrictions (unrestricted monies), and the remainder is investment income generally without donor restrictions and appropriated earnings from gifts with donor restrictions.

Some of the cash and investments of the Foundation are pooled with the cash and investments of the System. These pooled cash and investments are managed by the System in accordance with its own investment policy.

The Foundation considers investment income, contributions without donor restrictions and contributions with donor restrictions for use in current programs which are ongoing, major, and central to its annual operations to be available to meet cash needs for general expenditures. General expenditure includes administrative and general expenses, fundraising expenses and grant commitments expected to be paid in the subsequent year. Annual operations are defined as activities occurring during the Foundation's calendar year.

NOTE 3 LIQUIDITY AND AVAILABILITY OF FINANCIAL ASSETS (CONTINUED)

The Foundation, through the System, manages its cash available to meet general expenditures following three guiding principles:

- Operating within a prudent range of financial soundness and stability,
- Maintaining adequate liquid assets, and
- Maintaining sufficient reserves to provide reasonable assurance that term grant commitments and obligations will continue to be met, ensuring the sustainability of the Foundation.

The table below presents financial assets available for general expenditures within one year at December 31:

	2024	2023
Financial assets at year end:		
Cash and cash equivalents	**$ 16,176,270**	$ 15,484,037
Receivable from Related Parties		
White Memorial	**160,462**	49,759
Net pledges receivable	**1,544,324**	1,317,073
Grants receivable	**4,004**	473,976
Total financial assets	**17,885,060**	17,324,845
Less amounts not available to be used within one year:		
Net pledges receivable, noncurrent	**587,549**	676,623
	587,549	676,623
Financial assets available to meet general expenditures over the next twelve months	**$ 17,297,511**	$ 16,648,222

NOTE 4 CASH AND CASH EQUIVALENTS

Cash and cash equivalents consisted of the following at December 31:

	2024	2023
Deposits with financial institutions	**$ 301,743**	$ 609,331
Cash in the System	**15,874,527**	14,874,706
	$ 16,176,270	$ 15,484,037

Cash and cash equivalents include deposits with financial institutions and amounts held in the System's pooled cash program. Deposits held with traditional financial institutions are insured by the FDIC up to $250,000 at December 31, 2024 and 2023.

NOTE 4 CASH AND CASH EQUIVALENTS (CONTINUED)

At certain times, the Foundation's bank balances exceeded federally insured limits. Amounts held in the System's pooled cash program are not insured by the FDIC but are available to the Foundation on demand under the System's centralized cash management arrangement.

The Foundation participates in a pooled cash and investment program managed by the System. The Foundation's share of the pooled balance is reported at fair value within cash and cash equivalents. The underlying investment composition of the System's pooled portfolio as of December 31 is as follows:

	2024	2023
Cash or short-term investments	**7.7%**	4.1%
Government agencies	**1.9%**	1.9%
Treasury notes	**1.7%**	1.9%
Municipal bonds	**0.1%**	0.3%
Corporate debt	**10.4%**	10.2%
Mortgage-backed securities	**0.2%**	0.2%
Mutual funds - fixed income	**12.7%**	14.1%
Mutual funds - equity	**39.5%**	38.1%
Commingled funds	**4.5%**	4.8%
Hedge funds	**12.2%**	16.7%
Private equity funds	**9.1%**	7.7%

Interest, dividends, and investment gains and losses from the pooled portfolio are allocated to participants based on their proportionate share of the pool. For the years ended December 31, 2024 and 2023, the Foundation recognized $1,016,730 and $352,527 of interest, dividends, and realized gains, and $186,651 and $854,220 of unrealized gains, respectively. Total investment income of $1,203,381 and $1,206,747 for 2024 and 2023 is included in other income in the statements of activities.

The Foundation's balance in the System's pooled cash program is classified as cash and cash equivalents because it is available on demand and represents a cash-like deposit rather than a direct investment in the underlying portfolio. Accordingly, the fair value hierarchy disclosures required for investment assets under ASC 820 are not applicable.

NOTE 5 GRANTS RECEIVABLE

The Foundation receives certain grants that contain donor-imposed conditions, such as incurring qualifying program expenditures, supporting a specified number of physician residency positions, or obtaining required matching contributions. These grants are not recognized as revenue until the conditions are substantially met. Once the Foundation meets the conditions, revenue is recognized and a corresponding receivable is recorded. At December 31, conditional grant amounts for which conditions had been met, but payment had not yet been received, were as follows:

	2024	2023
CalMed Force Grant - Family Medicine	**$ 4,004**	$ -
QueensCare - Emergency Medical Services Grant	**-**	402,057
LA Care Residency Expansion Grant		
- Family Medicine	**-**	64,307
CCF Planning Grant - Behavioral Health Grant	**-**	7,560
Song Brown Grant Fund	**-**	52
	$ 4,004	$ 473,976

QueensCare - Emergency Medical Services Grant
This grant provides conditional support to indigent inpatient services delivered by the Medical Center. Although the grant is awarded to the Foundation, the funds are deposited directly into the Medical Center's account. The Foundation secured the grant on behalf of the Medical Center and provides administrative support to assist the Medical Center in meeting billing and reporting requirements under the grant. Funds awarded under this arrangement totaled $1,873,709 and $1,500,000 for the years ended December 31, 2024 and 2023, respectively.

NOTE 6 NET PLEDGES RECEIVABLE

At December 31, outstanding pledge amounts from fundraising campaigns are estimated to be collected as follows:

	2024	2023
Within one year	**$ 993,675**	$ 685,450
Within one to five years	**500,000**	500,000
Over five years	**200,000**	300,000
Gross pledges receivable	**1,693,675**	1,485,450
Less: allowance for uncollectible pledges	**(36,900)**	(45,000)
Less: discount to net present value at 3.79%	**(112,451)**	(123,377)
Net pledges receivable	**$ 1,544,324**	$ 1,317,073

NOTE 6 NET PLEDGES RECEIVABLE (CONTINUED)

Unconditional pledges expected to be collected within one year are recorded at net realizable value. Pledges expected to be collected in more than one year are recorded at fair value using a present value technique applied to expected future cash flows. As of December 31, 2024 and 2023, the discount reflects a 4.58% and 3.88% rate, respectively, based on current market yields. Amortization of the discount is recognized as contribution revenue. The allowance for uncollectible pledges is based on historical collection experience, aging of outstanding balances, and other relevant factors. In 2024, the Foundation written off uncollectible pledges amounting to $43,600.

NOTE 7 GRANT AND CONTRACT ADVANCES

Grant and contract advances represent funds received in advance of incurring allowable costs or meeting eligibility requirements under the respective grant agreements. At December 31, advances consist of the following:

	2024	2023
LA Care Residency Expansion Grant	**$ 1,200,311**	$ 1,557,734
Cal Med Force Grant	**401,301**	1,380,996
Song Brown Capitation	**-**	2,123,538
CCF 2020-2023 Behavioral Health	**-**	573,962
NBCF Patient Navigator Program 2023	**-**	26,212
Behavioral Health Integration Incentive Program	**-**	78,800
HRSA Local Community-Based Workforce to Increase COVID-19 Vaccine Access	**-**	8,212
American Cancer Society Patient TransportationGrant	**-**	371
	$ 1,601,612	$ 5,749,825

Programs with no remaining balances at year-end reflect funds fully utilized or program periods completed during the year.

NOTE 8 NET ASSETS WITHOUT DONOR RESTRICTION - INTERNALLY DESIGNATED

Internally designated net assets represent amounts designated by the Foundation's Board or management for specific programmatic or operational purposes. These amounts are included in net assets without donor restrictions and may be re-designated at the discretion of the Board or management. At December 31, internally designated net assets consisted of the following:

	2024	2023
Diabetes Related	$ **514,271**	$ 599,727
Center for Hispanic Health	**107,785**	107,785
Evidence Based Practice Scholar Program	**25,298**	25,298
Development Shared Governance Nursing Research Council	**12,235**	12,235
Vive Bien Senior Wellness Program/ What Matters to Me	**3,309**	3,309
Other	**2,500**	2,500
Garden	**1,518**	1,518
Foster McGaw	**616**	616
Total Internally Designated Assets	$ **667,532**	$ 752,988

NOTE 9 NET ASSETS WITH DONOR RESTRICTIONS

Net assets with donor restrictions represent contributions restricted by donors for specific programmatic, capital, or other operating purposes, as well as amounts restricted for expenditure in future periods. These restrictions are satisfied as expenditures are incurred for the designated purposes. At December 31, net assets with donor restrictions were available for the following purposes:

	2024	2023
Cancer Center	$ **1,475,042**	$ 1,069,459
Workforce Development	**1,191,020**	1,003,150
Center for Hispanic Health	**720,253**	685,666
Family Medicine Song Brown Capitation	**702,909**	(336,568)
National Breast Cancer Foundation Programs	**669,434**	248,921
California Community Foundation Patient	**600,000**	-
California Community Foundation Behavioral	**456,620**	-
Blue Zone	**372,038**	321,038
Gala 2024	**317,420**	-
Simulation Center	**282,759**	279,501
Internal Medicine Song Brown Capitation	**273,835**	540,769
OB/GYN Song Brown Capitation	**267,817**	350,096
CalMedForce Residency Program	**263,956**	-
Diabetes/Service Areas	**243,439**	387,415
Medical Office Building Improvements	**230,000**	230,000

(Continued)

NOTE 9 NET ASSETS WITH DONOR RESTRICTIONS (CONTINUED)

	2024	2023
Unihealth Foundation Montebello Healthcare	$ 200,000	$ -
Behavioral Health	173,497	55,697
CalBridge Behavioral Health Navigator Program	151,808	11,709
Neonatal ICU	137,964	135,440
Cardiology	127,683	121,504
Golf 2024	110,669	-
Medical Education	72,726	76,726
California Community Foundation CA Jobs First	50,000	-
LA Care Residency Expansion	47,751	705,012
UniHealth - Homeless Navigator	39,453	46,439
Nursing Education	37,127	27,138
CCF Cancer Center Clinical Melonoma	34,686	34,686
H.E.L.P. Program	31,989	31,933
QueensCare: Transportation	31,000	-
Friends of the Library	25,684	25,684
Walmart (Grant) - Diabetes Education	25,000	25,000
OR Equipment	22,650	20,000
Maternity	15,289	14,169
JP Morgan Chase Cancer Grant	15,000	15,000
Diabetes - Other	14,685	14,671
Little Angels of Adventist Health White Memorial	14,043	15,721
Chaplains Fund	13,771	8,366
Mission Projects: Mexico	10,269	6,202
California Community Foundation CRC Food	9,586	40,000
Employee Assistance	9,483	478
Pet Therapy	9,424	11,339
Cardiac Outreach	6,536	6,536
Breast Cancer - Susan G Komen Grant	6,125	7,428
Gala 2023	5,000	393,371
Close the Gap - 2018	4,547	4,547
Cleft Palate Program	3,114	620,398
Dupper Community Fund	2,696	5,664
Starlight Foundation Pediatric Grant	2,203	2,403
Mammograms	1,850	1,850
Foundation Philanthropy	1,500	1,500
Breast Cancer Prevention Grant	1,241	34,438
Program - Educational Fund	504	3,544
Limb Preservation & Advanced Wound Care	104	48
Other restricted purposes	376,790	339,630
Gala 2022	-	51,000
Golf 2022	-	14,250
National Breast Cancer Foundation Patient Relief	-	31,125
Novartis Clinical Trials	-	13,907
QueensCare - Indigent Patient Grant	-	198,482
Seattle Genetic Clinical Trials	-	9,200
Smile Train - Anti Bullying Grant	-	917
Walmart Community Resource Center Food	-	21,791
	$ 9,909,989	$ 7,984,390

NOTE 10 RELATED PARTY TRANSACTIONS

Donated goods, services, and facilities

The Medical Center and the System provide the Foundation with donated goods, services, and facilities, including employee compensation and operating support. The value of these donated goods, services, and facilities recognized within the statements of activities included:

	2024	2023
Personnel	**$ 1,205,679**	$ 1,073,285
Rent	**91,022**	84,672
Consultant and professional	**36,643**	-
	$ 1,333,344	$ 1,157,957

A portion of these costs is reimbursed to the Medical Center through grant funding obtained by the Foundation.

Donated personnel and consultant services represent salaries, benefits, and professional fees paid directly by the Medical Center or the System on behalf of the Foundation. These services meet the criteria for recognition under ASC 958-605 because they require specialized skills and would otherwise need to be purchased by the Foundation. Amounts recognized are based on actual costs incurred by the contributing entities.

Donated rent represents the fair value of office space provided to the Foundation. Fair value is estimated using prevailing market rental rates for comparable facilities in the area.

Due from (to) the Related Parties

	2024	2023
Due from Related Parties		
Adventist Health White Memorial	**$ 148,772**	$ 33,155
Adventist Health System	**11,690**	16,604
	$ 160,462	$ 49,759
Due to Related Parties		
Adventist Health White Memorial	**$ 2,530,425**	$ 682,473
Adventist Health System	**8,212**	26,753
	$ 2,538,637	$ 709,226

These balances relate primarily to reimbursable program and operating costs.

NOTE 11 OTHER EXPENSES

For the years ended December 31, 2024 and 2023, other expenses consist of:

	2024	2023
Rents and leases	**$ 92,722**	$ 92,047
Contributions to others	**37,797**	14,875
Bank charges	**9,384**	8,182
Others	**8,783**	1,179
Utilities	**-**	1,555
Postage	**-**	1,140
	$ 148,686	$ 118,978

NOTE 12 SUBSEQUENT EVENTS

The Foundation has evaluated events or transactions that occurred subsequent to December 31, 2024 through November 26, 2025, the date the accompanying financial statements were available to be issued, for potential recognition or disclosure in the financial statements and determined that no subsequent events required disclosure or adjustment to the accompanying financial statements.

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