



# LOYOLA ACADEMY OF ST. LOUIS

Financial Statements with Supplementary  
Information and Independent Auditors' Report

**YEARS ENDED JUNE 30, 2025 AND 2024**



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## Independent Auditors' Report

Board of Trustees  
Loyola Academy of St. Louis  
St. Louis, Missouri

### ***Opinion***

We have audited the accompanying financial statements of Loyola Academy of St. Louis (a not-for-profit 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 Loyola Academy of St. Louis 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 audits in accordance with auditing standards generally accepted in the United States of America. Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of Loyola Academy of St. Louis 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 Loyola Academy of St. Louis'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 Loyola Academy of St. Louis'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 Loyola Academy of St. Louis'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 audits were conducted for the purpose of forming an opinion on the financial statements as a whole. The Schedules of Operating Income on page 25 are presented for purposes of additional analysis and are not a required part of the 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 financial statements. The information has been subjected to the auditing procedures applied in the audits of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the 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 financial statements as a whole.

*Anders Minkler Huber & Helms LLP*

December 5, 2025

St. Louis, Missouri

**Loyola Academy of St. Louis  
Statement of Financial Position  
June 30, 2025**

**Assets**

	Without Donor Restrictions	With Donor Restrictions	Total
<b>Current Assets</b>			
Cash and cash equivalents	\$ 1,358,680	\$ 858,617	\$ 2,217,297
Pledges receivable	38,316	20,000	58,316
Accounts receivable	6,887	-	6,887
Prepaid expenses	<u>12,484</u>	<u>-</u>	<u>12,484</u>
<b>Total Current Assets</b>	<b>1,416,367</b>	<b>878,617</b>	<b>2,294,984</b>
Investments, at Fair Value	3,574,995	7,405,495	10,980,490
Property and Equipment, net	5,858,083	-	5,858,083
Pledges Receivable long-term, net	<u>-</u>	<u>19,100</u>	<u>19,100</u>
<b>Total Assets</b>	<b><u>\$10,849,445</u></b>	<b><u>\$ 8,303,212</u></b>	<b><u>\$ 19,152,657</u></b>

**Liabilities and Net Assets**

<b>Current Liabilities</b>			
Accounts payable	\$ 102,537	\$ -	\$ 102,537
Deferred income	<u>147,360</u>	<u>-</u>	<u>147,360</u>
<b>Total Liabilities</b>	<b><u>249,897</u></b>	<b><u>-</u></b>	<b><u>249,897</u></b>
<b>Net Assets</b>			
Without donor restrictions			
Board designated	1,386,938	-	1,386,938
Undesignated	9,212,610	-	9,212,610
With donor restrictions	<u>-</u>	<u>8,303,212</u>	<u>8,303,212</u>
<b>Total Net Assets</b>	<b><u>10,599,548</u></b>	<b><u>8,303,212</u></b>	<b><u>18,902,760</u></b>
<b>Total Liabilities and Net Assets</b>	<b><u>\$10,849,445</u></b>	<b><u>\$ 8,303,212</u></b>	<b><u>\$ 19,152,657</u></b>

**Loyola Academy of St. Louis  
Statement of Financial Position  
June 30, 2024**

<b>Assets</b>			
	<u>Without Donor Restrictions</u>	<u>With Donor Restrictions</u>	<u>Total</u>
<b>Current Assets</b>			
Cash and cash equivalents	\$ 414,726	\$ 1,831,586	\$ 2,246,312
Pledges receivable	18,136	1,080,000	1,098,136
Prepaid expenses	<u>1,120</u>	<u>-</u>	<u>1,120</u>
Total Current Assets	433,982	2,911,586	3,345,568
Investments, at Fair Value	3,927,022	5,082,656	9,009,678
Property and Equipment, net	4,050,949	-	4,050,949
Pledges Receivable long-term, net	<u>-</u>	<u>37,800</u>	<u>37,800</u>
Total Assets	<u>\$ 8,411,953</u>	<u>\$ 8,032,042</u>	<u>\$ 16,443,995</u>

<b>Liabilities and Net Assets</b>			
<b>Current Liabilities</b>			
Accounts payable	\$ 295,861	\$ -	\$ 295,861
Deferred income	<u>76,125</u>	<u>-</u>	<u>76,125</u>
Total Liabilities	<u>371,986</u>	<u>-</u>	<u>371,986</u>
<b>Net Assets</b>			
Without donor restrictions			
Board designated	1,330,860	-	1,330,860
Undesignated	6,709,107	-	6,709,107
With donor restrictions	<u>-</u>	<u>8,032,042</u>	<u>8,032,042</u>
Total Net Assets	<u>8,039,967</u>	<u>8,032,042</u>	<u>16,072,009</u>
Total Liabilities and Net Assets	<u>\$ 8,411,953</u>	<u>\$ 8,032,042</u>	<u>\$ 16,443,995</u>

**Loyola Academy of St. Louis**  
**Statement of Activities**  
**Year Ended June 30, 2025**

	<u>Without Donor Restrictions</u>	<u>With Donor Restrictions</u>	<u>Total</u>
Revenues, Gain and Other Support			
Public Support			
Contributions	\$ 1,317,138	\$ 1,272,511	\$ 2,589,649
Grants	931,270	440,000	1,371,270
In-kind contributions	<u>99,257</u>	<u>-</u>	<u>99,257</u>
Total Public Support	2,347,665	1,712,511	4,060,176
Revenues			
Tuition and fees	125,845	-	125,845
State lunch program	76,833	-	76,833
Interest and dividend income, net	367,680	-	367,680
Net realized/unrealized gain on investments	520,086	297,587	817,673
Other revenue	<u>22,048</u>	<u>-</u>	<u>22,048</u>
	<u>3,460,157</u>	<u>2,010,098</u>	<u>5,470,255</u>
Gross special events revenues	1,108,018	-	1,108,018
Less cost of direct benefit to donors	<u>244,225</u>	<u>-</u>	<u>244,225</u>
Net special events revenues	<u>863,793</u>	<u>-</u>	<u>863,793</u>
Net assets released from restrictions			
Satisfaction of time and purpose restrictions	<u>1,738,928</u>	<u>(1,738,928)</u>	<u>-</u>
Total Revenues, Gain and Other Support	<u>6,062,878</u>	<u>271,170</u>	<u>6,334,048</u>
Expenses			
Program Services	<u>2,698,799</u>	<u>-</u>	<u>2,698,799</u>
Supporting Activities			
Management and general	344,532	-	344,532
Fundraising	<u>459,966</u>	<u>-</u>	<u>459,966</u>
Total Supporting Activities	<u>804,498</u>	<u>-</u>	<u>804,498</u>
Total Expenses	<u>3,503,297</u>	<u>-</u>	<u>3,503,297</u>
Change in Net Assets	2,559,581	271,170	2,830,751
Net Assets, Beginning of Year	<u>8,039,967</u>	<u>8,032,042</u>	<u>16,072,009</u>
Net Assets, End of Year	<u>\$10,599,548</u>	<u>\$ 8,303,212</u>	<u>\$18,902,760</u>

**Loyola Academy of St. Louis**  
**Statement of Activities**  
**Year Ended June 30, 2024**

	Without Donor <u>Restrictions</u>	With Donor <u>Restrictions</u>	<u>Total</u>
Revenues, Gain and Other Support			
Public Support			
Contributions	\$ 1,043,591	\$ 781,105	\$ 1,824,696
Grants	735,252	-	735,252
In-kind contributions	<u>50,652</u>	<u>-</u>	<u>50,652</u>
Total Public Support	1,829,495	781,105	2,610,600
Revenues			
Tuition and fees	112,237	-	112,237
State lunch program	75,755	-	75,755
Interest and dividend income, net	311,200	-	311,200
Net realized/unrealized gain on investments	472,492	308,000	780,492
Other revenue	<u>12,759</u>	<u>-</u>	<u>12,759</u>
	<u>2,813,938</u>	<u>1,089,105</u>	<u>3,903,043</u>
Gross special events revenues	1,001,437	-	1,001,437
Less cost of direct benefit to donors	<u>231,762</u>	<u>-</u>	<u>231,762</u>
Net special events revenues	<u>769,675</u>	<u>-</u>	<u>769,675</u>
Net assets released from restrictions			
Satisfaction of time and purpose restrictions	<u>881,680</u>	<u>(881,680)</u>	<u>-</u>
Total Revenues, Gain and Other Support	<u>4,465,293</u>	<u>207,425</u>	<u>4,672,718</u>
Expenses			
Program Services	<u>2,569,487</u>	<u>-</u>	<u>2,569,487</u>
Supporting Activities			
Management and general	376,505	-	376,505
Fundraising	<u>360,117</u>	<u>-</u>	<u>360,117</u>
Total Supporting Activities	<u>736,622</u>	<u>-</u>	<u>736,622</u>
Total Expenses	<u>3,306,109</u>	<u>-</u>	<u>3,306,109</u>
Change in Net Assets	1,159,184	207,425	1,366,609
Net Assets, Beginning of Year	<u>6,880,783</u>	<u>7,824,617</u>	<u>14,705,400</u>
Net Assets, End of Year	<u>\$ 8,039,967</u>	<u>\$ 8,032,042</u>	<u>\$16,072,009</u>

**Loyola Academy of St. Louis**  
**Statement of Functional Expenses**  
**Year Ended June 30, 2025**

	Program Services	Supporting Activities			Total Expenses
		Management and General	Fundraising	Total	
Salaries and wages	\$ 1,285,969	\$ 192,953	\$ 249,818	\$ 442,771	\$ 1,728,740
Payroll taxes	91,185	13,682	17,714	31,396	122,581
Health insurance	144,816	21,729	28,133	49,862	194,678
Retirement plan	73,542	11,034	14,286	25,320	98,862
Alumni support	309,413	-	-	-	309,413
Books and supplies	43,891	-	-	-	43,891
Development expenses	-	-	40,216	40,216	40,216
Food costs	130,361	-	-	-	130,361
Staff mission related expenses	4,865	730	945	1,675	6,540
Insurance	45,743	6,864	8,886	15,750	61,493
Office expense	38,655	5,800	7,509	13,309	51,964
Volunteer services	1,421	-	-	-	1,421
Printing and postage	8,135	452	452	904	9,039
Professional fees	-	27,950	20,813	48,763	48,763
Repairs and maintenance	47,314	-	-	-	47,314
School activities and athletics	74,162	-	-	-	74,162
Student Special Needs	36,989	-	-	-	36,989
School activities - in-kind	17,221	31,178	50,858	82,036	99,257
Staff expense	6,567	985	1,276	2,261	8,828
Staff training and development	6,837	760	-	760	7,597
Technology expense	73,581	4,088	4,088	8,176	81,757
Telephone	19,533	1,085	1,085	2,170	21,703
Utilities	45,553	2,531	2,531	5,062	50,615
Total Expense Before Depreciation	2,505,753	321,821	448,610	770,431	3,276,184
Depreciation	193,046	22,711	11,356	34,067	227,113
Total Expenses	<u>\$ 2,698,799</u>	<u>\$ 344,532</u>	<u>\$ 459,966</u>	<u>\$ 804,498</u>	<u>\$ 3,503,297</u>

**Loyola Academy of St. Louis**  
**Statement of Functional Expenses**  
**Year Ended June 30, 2024**

	Program Services	Supporting Activities			Total Expenses
		Management and General	Fundraising	Total	
Salaries and wages	\$ 1,215,064	\$ 212,135	\$ 220,071	\$ 432,206	\$ 1,647,270
Payroll taxes	87,266	15,235	15,805	31,040	118,306
Health insurance	142,671	24,908	25,840	50,748	193,419
Retirement plan	72,901	12,728	13,204	25,932	98,833
Alumni support	303,970	-	-	-	303,970
Credit loss expense	25,000	-	-	-	25,000
Books and supplies	43,554	-	-	-	43,554
Development expenses	-	-	30,071	30,071	30,071
Food costs	136,021	-	-	-	136,021
Staff mission related expenses	8,802	1,537	1,594	3,131	11,933
Insurance	37,514	6,549	6,794	13,343	50,857
Office expense	26,922	4,700	4,876	9,576	36,498
Volunteer services	128	-	-	-	128
Printing and postage	7,044	829	414	1,243	8,287
Professional fees	-	31,972	8,500	40,472	40,472
Repairs and maintenance	46,329	-	-	-	46,329
School activities and athletics	56,394	-	-	-	56,394
School activities - in-kind	15,910	22,280	12,462	34,742	50,652
Staff expense	4,596	802	832	1,634	6,230
Staff training and development	5,284	3,523	-	3,523	8,807
Technology expense	107,538	12,651	6,326	18,977	126,515
Telephone	19,733	2,321	1,161	3,482	23,215
Utilities	39,374	4,632	2,316	6,948	46,322
Total Expense Before Depreciation	2,402,015	356,802	350,266	707,068	3,109,083
Depreciation	167,472	19,703	9,851	29,554	197,026
Total Expenses	<u>\$ 2,569,487</u>	<u>\$ 376,505</u>	<u>\$ 360,117</u>	<u>\$ 736,622</u>	<u>\$ 3,306,109</u>

**Loyola Academy of St. Louis**  
**Statements of Cash Flows**  
**Years Ended June 30, 2025 and 2024**

	2025	2024
Cash Flows From Operating Activities		
Change in net assets	\$ 2,830,751	\$ 1,366,609
Adjustments to reconcile change in net assets to net cash provided by operating activities:		
Depreciation	227,113	197,026
Amortization of discount for pledges receivable	(1,300)	(102,800)
Net unrealized gains on investments	(786,287)	(573,770)
Net realized gains on investments	(65,250)	(206,722)
Donated stock	-	(18,781)
(Increase) decrease in assets:		
Pledges receivable	1,059,820	1,935,970
Accounts receivable	(6,887)	30,428
Prepaid expenses	(11,364)	1,434
Increase (decrease) in liabilities:		
Accounts payable	(193,324)	35,055
Deferred income	71,235	(76,541)
Net Cash Provided by Operating Activities	3,124,507	2,587,908
Cash Flows From Investing Activities		
Purchases of investments	(1,283,567)	(3,018,860)
Proceeds from sales of investments	164,292	2,672,769
Purchases of property and equipment	(2,034,247)	(530,671)
Net Cash Used in Investing Activities	(3,153,522)	(876,762)
Net Increase (Decrease) in Cash and Cash Equivalents	(29,015)	1,711,146
Cash and Cash Equivalents, Beginning of Year	2,246,312	535,166
Cash and Cash Equivalents, End of Year	\$ 2,217,297	\$ 2,246,312

**Loyola Academy of St. Louis**  
**Notes to Financial Statements**  
**June 30, 2025 and 2024**

**1. Nature of Operations and Basis of Presentation**

**Organization**

Loyola Academy of St. Louis (the "Academy"), a Missouri not-for-profit corporation, is a Catholic, Jesuit upper-elementary and middle school for boys in grades 4 through 8. The Academy's mission is to serve boys who have the potential for college preparatory work, but whose progress may be impeded because of barriers to education, residence in underserved neighborhoods, or other social or economic factors. In addition to a rigorous academic program, the Academy offers its students a range of other holistic supports including counseling, tutoring, enrichment activities, sports, recreation, graduate support, and referral to other services intended to ensure each student's success. The Academy is located in the Grand Center neighborhood of the City of St. Louis.

**Basis of Presentation**

The accompanying financial statements have been prepared in accordance with the provisions of the Financial Accounting Standards Board ("FASB"), Accounting Standards Codification (the "FASB ASC"), which is the source of authoritative, non-governmental accounting principles generally accepted in the United States of America ("GAAP"). All references to authoritative accounting guidance contained in our disclosures are based on the general accounting topics within the FASB ASC.

Net assets and revenues, expenses, gains, and losses are classified based on the existence or absence of donor-imposed restrictions. Accordingly, net assets of the Academy and changes therein are classified into two categories of net assets, as applicable, and reported as follows:

Net assets without donor restrictions - Net assets that are not subject to donor-imposed stipulations. Board designated funds are established by the Board of Trustees (the "Trustees") and represent net assets without donor restrictions that have been set aside for a particular purpose.

Net assets with donor restrictions - Net assets subject to donor-imposed stipulations that may be satisfied by specific activities or the passage of time, or are required to be maintained in perpetuity by the Academy. The income earned on any related investments would also be subject to donor-imposed stipulations.

**2. Summary of Significant Accounting Policies**

**Use of Estimates**

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

**Loyola Academy of St. Louis**  
**Notes to Financial Statements**  
**June 30, 2025 and 2024**

**Fair Value Measurements**

The Academy follows guidance issued by the FASB on fair value measurements, which establishes a framework for measuring fair value, clarifies the definition of fair value within that framework, and expands disclosures about the use of fair value measurements. This guidance applies whenever fair value is the applicable measurement. The three general valuation techniques used to measure fair value are the market approach, cost approach, and income approach.

**Cash and Cash Equivalents**

The Academy considers all short-term investments with an original maturity of three months or less at the time of purchase to be cash equivalents.

**Investments**

The Academy carries investments at fair value. Realized and unrealized gains and losses are included in investment earnings and are derived using the average cost method for determining the cost of securities sold. Dividends are recorded on the ex-dividend date, and interest income is recognized when earned. Dividend and interest income is net of investment fees on the statement of activities.

**Accounts Receivable**

Accounts receivable consist primarily of amounts due for tuition and amounts due under reimbursable grant arrangements through June 30.

The Academy provides an allowance for credit losses equal to the estimated losses that will be incurred in the collection of accounts receivable, if any. The allowance is based on multiple factors, including historical experience, the credit quality of the student base, the aging of accounts receivable, current economic conditions, and management's expectations of conditions in the future, as applicable. The allowance and associated accounts receivable are reduced when the receivables are determined to be uncollectible. Currently, the Academy considers accounts receivable to be fully collectible.

The Academy's accounts receivable are disaggregated and pooled by aging categories. Accounts past due 90 days or more are evaluated for loss individually on a student by student basis. For all other aging categories, the risk of loss is assessed over the contractual life of the accounts receivable and the historical loss amounts for each pool are adjusted for current and future conditions based on management's qualitative considerations.

**Loyola Academy of St. Louis  
Notes to Financial Statements  
June 30, 2025 and 2024**

**Pledges Receivable**

Pledges receivable are unconditional promises to give that are recorded at their net realizable value if due in the next year. Pledges receivable due in subsequent years are reported at the present value of their net realizable value using risk-free interest rates applicable to the years in which the pledges are to be received.

The Academy provides an allowance for doubtful pledges equal to the estimated losses that will be incurred in the collection of pledges. This estimate is based on historical experience coupled with a review of the current status of existing pledges. The allowance and associated pledges are reduced when the pledges are determined to be uncollectible. Currently, the Academy considers pledges receivable to be fully collectible.

**Property and Equipment**

Property and equipment acquisitions with a life of 3 years or greater and a cost in excess of \$2,500 are capitalized and recorded at cost, while maintenance and repairs are expensed as incurred. Donated assets are recorded at fair value at the date of donation. Such donations are reported as increases in net assets without donor restrictions unless the donor has restricted the donated asset to a specific purpose or period of time. When assets are sold or otherwise disposed of, the related cost and accumulated depreciation are removed from the accounts. Any gain or loss arising from such disposition is included as income or expense in the year of disposition.

Depreciation is computed using the straight-line method over the estimated useful lives of the assets.

The estimated lives for computing depreciation on property and equipment are:

<u>Classification</u>	<u>Years</u>
Buildings and improvements	15-40
Furniture, fixtures, equipment and automobiles	3-15

**Long-Lived Asset Impairment**

The Academy evaluates the recoverability of the carrying value of long-lived assets whenever events or circumstances indicate the carrying amount may not be recoverable. If a long-lived asset is tested for recoverability and the undiscounted estimated future cash flows expected to result from the use and eventual disposition of the asset are less than the carrying amount of the asset, the asset cost is adjusted to fair value, and an impairment loss is recognized as the amount by which the carrying amount of a long-lived asset exceeds its fair value. Management does not believe any impairment exists as of June 30, 2025 and 2024.

**Loyola Academy of St. Louis**  
**Notes to Financial Statements**  
**June 30, 2025 and 2024**

**Endowment Fund**

The State of Missouri enacted the State Prudent Management of Institutional Funds Act ("SPMIFA") effective August 28, 2009. The Academy follows FASB guidance on accounting for the net assets classification of restricted endowment funds for a not-for-profit organization that is subject to the enacted version of the SPMIFA. The Academy has determined that the donor restricted contributions at June 30, 2025 and 2024 meet the definition of endowment funds under SPMIFA.

The Academy has interpreted the SPMIFA as requiring the preservation of the original gift amount. As a result of this interpretation, the Academy classifies net assets with donor restrictions as the original value of gifts donated to the endowment held in perpetuity. The remaining portion of funds are appropriated for expenditure by the Academy in a manner consistent with the standard of prudence prescribed by SPMIFA.

**Tuition and Fees**

Tuition and fees are uncollateralized student obligations due under normal trade terms requiring payment according to the payment options offered by the Academy. Tuition and fees are recognized over the school year to which they relate.

**Support and Revenue**

Contributions and grants are recorded as received, and unconditional pledges are recorded as the promise is made. All contributions are available for general activities unless specifically restricted by the donor. When a restriction expires, net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the statement of activities as net assets released from restrictions. Conditional pledges are recognized when the conditions on which they depend are substantially met. Contributions with donor restrictions in which the restrictions are met within the same year as received are reported as contributions without donor restrictions in the accompanying financial statements.

**Donated Stock, Materials and Services**

Donated noncash assets are recorded as contributions at their fair values at the date of donation. The estimated fair values of donated materials and services were \$99,257 and \$50,652 for the years ended June 30, 2025 and 2024, respectively. The estimated fair values of donated stocks was \$18,781 for the year ended June 30, 2024. There were no donated stocks for the year ended June 30, 2025.

**Functional Expense Allocation**

The costs of program services and supporting activities have been summarized on a functional basis in the statements of activities. The statements of functional expenses present the natural classification detail of expenses by function. Accordingly, certain costs have been allocated among the program services and supporting activities benefited.

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**Income Taxes**

The Academy is exempt from federal income taxes under Section 501(c)(3) of the Internal Revenue Code (the "Code"), except on net income derived from unrelated business activities as defined in the Code. Accordingly, the Academy files as a tax exempt organization.

The Academy follows guidance issued by the FASB on accounting for income taxes and has evaluated its tax positions, expiring statutes of limitations, changes in tax law and new authoritative rulings, and believes that no provision for income taxes is necessary to cover any uncertain tax positions. The Academy's returns for tax years 2021 and later remain subject to examination by taxing authorities.

**Subsequent Events**

The Academy has evaluated subsequent events through December 5, 2025, the date the financial statements were available to be issued.

**3. Contract Balances**

Contract balances from contracts with customers, at June 30, are as follows:

	2025	2024	2023
Accounts receivable	\$ 6,887	\$ -	\$ 30,428
Deferred income	\$ 147,360	\$ 76,125	\$ 152,666

**4. Fair Value Measurements**

The framework for measuring fair value establishes a fair value hierarchy which prioritizes the inputs to valuation techniques used to measure fair value into Levels 1, 2, and 3. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (Level 1) and the lowest priority to unobservable inputs (Level 3). The three levels of the fair value hierarchy are described as follows:

- Level 1      Inputs to the valuation methodology are unadjusted quoted prices for identical instruments in active markets.
- Level 2      Inputs to the valuation methodology to include quoted prices for similar instruments in active markets, quoted prices for identical or similar instruments in inactive markets, inputs other than quoted prices that are observable for the instrument, or inputs that are derived principally from or corroborated by observable market data by correlation or other means.
- Level 3      Inputs to the valuation methodology are unobservable and significant to the fair value measurement.

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The instruments' fair value measurement level within the fair value hierarchy is based on the lowest level of any input that is significant to the fair value measurement. Valuation techniques maximize the use of relevant observable inputs and minimize the use of unobservable inputs.

Following is a description of the valuation methodologies used for instruments measured at fair value.

Level 1 Instruments consist of publicly traded mutual funds. Publicly traded mutual funds are traded on national exchanges and are valued at the net asset value ("NAV") of shares held at year-end.

The following table presents the fair value measurements of instruments recognized in the accompanying statements of financial position measured at fair value on a recurring basis and the level within the fair value hierarchy in which the fair value measurements are categorized at June 30, as follows:

	2025			
	Total	Fair Value Measurements		
		Level 1	Level 2	Level 3
Mutual funds	<u>\$ 10,980,490</u>	<u>\$ 10,980,490</u>	<u>\$ -</u>	<u>\$ -</u>
Total assets in fair value hierarchy	<u>\$ 10,980,490</u>	<u>\$ 10,980,490</u>	<u>\$ -</u>	<u>\$ -</u>
	2024			
	Fair Value Measurements			
	Total	Level 1	Level 2	Level 3
Mutual funds	<u>\$ 9,009,678</u>	<u>\$ 9,009,678</u>	<u>\$ -</u>	<u>\$ -</u>
Total assets in fair value hierarchy	<u>\$ 9,009,678</u>	<u>\$ 9,009,678</u>	<u>\$ -</u>	<u>\$ -</u>

**5. Investments**

A summary of the cost and fair value of the Academy's investments as of June 30, is as follows:

	2025			
	Cost	Unrealized Gains	Unrealized Losses	Fair Value
Mutual funds	<u>\$ 9,255,573</u>	<u>\$ 1,752,393</u>	<u>\$ (27,476)</u>	<u>\$ 10,980,490</u>

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	2024			
Cost	Unrealized Gains	Unrealized Losses	Fair Value	
Mutual funds	<u>\$ 8,108,311</u>	<u>\$ 922,946</u>	<u>\$ (21,579)</u>	<u>\$ 9,009,678</u>

Investment income, net for the years ended June 30, is summarized as follows:

	2025	2024
Interest and dividend income	\$ 367,680	\$ 342,571
Unrealized gains on investments	786,287	573,770
Realized gains on investments	<u>65,250</u>	<u>206,722</u>
	1,219,217	1,123,063
Less: Investment expenses	<u>33,864</u>	<u>31,371</u>
Total Investment Income, net	<u>\$ 1,185,353</u>	<u>\$ 1,091,692</u>

**6. Pledges Receivable**

Pledges receivable at June 30, consist of unconditional promises to give and are due as follows:

	2025	2024
Less than one year - Current	\$ 58,316	\$ 1,098,136
One to five years - Long-term	<u>20,000</u>	<u>40,000</u>
	78,316	1,138,136
Less:		
Unamortized discount	<u>900</u>	<u>2,200</u>
	<u>\$ 77,416</u>	<u>\$ 1,135,936</u>

Pledges receivable due in more than one year are to be reflected at the present value of estimated future cash flows using a discount rate of 4.50 percent and 5.50 percent for the years ended June 30, 2025 and 2024, respectively. The amounts are classified on the statements of financial position as follows:

	2025	2024
Pledges receivable current	\$ 58,316	\$ 1,098,136
Pledges receivable long-term	<u>19,100</u>	<u>37,800</u>
	<u>\$ 77,416</u>	<u>\$ 1,135,936</u>

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Notes to Financial Statements  
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**7. Property and Equipment**

Property and equipment at June 30, is as follows:

	2025	2024
Land	\$ 161,000	\$ 161,000
Buildings and improvements	7,881,748	5,475,069
Furniture, fixtures and equipment	376,006	263,325
Computer equipment	359,547	346,620
Automobiles	70,307	70,307
Construction in progress	60,904	558,944
	8,909,512	6,875,265
 Less accumulated depreciation	 3,051,429	 2,824,316
	<b>\$ 5,858,083</b>	<b>\$ 4,050,949</b>

Depreciation expense for the years ended June 30, 2025 and 2024 totaled \$227,113 and \$197,026, respectively.

During the year ended June 30, 2008, the Academy entered into a lease for land with the Cardinal Ritter College Prep High School (the "School") for a term of 99 years. The lease required a one-time payment of \$86,000, which has been capitalized and included in land. The lease states that the land will be used to construct a gymnasium for the Academy. Upon expiration of the 99-year term, the lease will automatically continue in 10-year increments until terminated by either party. Upon expiration or termination of the lease, the Academy will surrender the land and the gymnasium to the School. The adoption of FASB ASC 842, *Leases*, did not result in the recognition of right-of-use assets and lease liabilities.

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**8. Liquidity and Availability of Financial Assets**

The following reflects the Academy's financial assets as of June 30, reduced by amounts not available for general use within one year because of contractual or donor-imposed restrictions or internal designations. Amounts not available include amounts set aside as board designations that could be drawn upon if the Board approves the action.

	2025	2024
Cash and cash equivalents	\$ 2,217,297	\$ 2,246,312
Pledges receivable	77,416	1,135,936
Accounts receivable	6,887	-
Investments	10,980,490	9,009,678
Contractual or donor-imposed restrictions:		
Endowment fund investments	(6,280,046)	(5,080,046)
Other donor restrictions	(2,023,166)	(2,951,996)
Board designations	(1,386,938)	(1,330,860)
Financial Assets Available to Meet		
Cash Needs for Expenditures Within		
One Year	\$ 3,591,940	\$ 3,029,024

Our endowment funds consist of donor-restricted endowments and funds designated by the Board as 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. Our board designated endowment is subject to an annual spending rate of five percent as described in Note 11. Although we do not intend to spend from this board designated endowment (other than amounts appropriated for general expenditure as part of our Board's annual budget approval and appropriation), these amounts could be made available, if necessary.

The Academy's primary sources of support are contributions, grants, special event income, tuition and fees, state lunch programs and interest and dividend income. Some support is required to be used in accordance with the purpose restrictions imposed by the donors. As part of a liquidity management plan, the Academy invests cash in excess of daily requirements in short-term investments and money market funds.

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**9. Board Designated Funds**

The Academy's Trustees have designated net assets without donor restrictions as follows:

	June 30,	
	2025	2024
Designated for post-secondary education	\$ 603,977	\$ 576,283
Designated for future building repairs	2,082	54,317
Designated for strategic planning operations	780,879	700,260
	\$ 1,386,938	\$ 1,330,860

**10. Net Assets With Donor Restrictions**

Net assets with donor restrictions are restricted for the following purposes or periods:

	June 30,	
	2025	2024
Subject to expenditures for specified purpose	\$ 1,983,166	\$ 2,927,812
Subject to passage of time	40,000	24,184
	\$ 2,023,166	\$ 2,951,996

Endowments:

	June 30,	
	2025	2024
Investment in perpetuity, the income of which is expendable to support the operations of the Academy	\$ 6,280,046	\$ 5,080,046

Net assets released from restrictions for the years ended June 30, are as follows:

	2025	2024
Released from time and purpose restrictions	\$ 1,738,928	\$ 881,680

**11. Endowment Funds**

The Academy has adopted investment and spending policies, approved by the Trustees, for endowment assets that attempt to provide a predictable stream of funding to the Academy, while also maintaining the purchasing power of those endowment assets over the long-term. Disbursements, other than amounts to pay investment fees, require the approval of the Trustees. The Academy considers the following factors in making a determination to appropriate or accumulate donor-restricted endowment funds:

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- 1.) The duration and preservation of the fund
- 2.) The purposes of the Academy and the donor-restricted endowment fund
- 3.) General economic conditions
- 4.) The possible effect of inflation and deflation
- 5.) The expected total return from income and the appreciation of investments
- 6.) Other resources of the Academy
- 7.) The investment policies of the Academy

Endowment funds at June 30, are as follows:

	2025		
	Without Donor Restrictions	With Donor Restrictions	Total Endowment Assets
	Restricted endowment fund investments in perpetuity, the income from which is to support the operations of the Academy	<u>\$ 603,977</u>	<u>\$ 7,326,289</u>

	2024		
	Without Donor Restrictions	With Donor Restrictions	Total Endowment Assets
	Restricted endowment fund investments in perpetuity, the income from which is to support the operations of the Academy	<u>\$ 576,283</u>	<u>\$ 5,998,802</u>

Changes in endowment net assets for the years ended June 30, are as follows:

	2025		
	Without Donor Restrictions	With Donor Restrictions	Total Endowment Assets
	Endowment net assets, beginning of year	\$ 576,283	\$ 5,998,802
Contributions	-	1,200,000	1,200,000
Investment income	27,694	297,587	325,281
Released for spending	<u>-</u>	<u>(170,100)</u>	<u>(170,100)</u>
Endowment net assets, end of year	<u>\$ 603,977</u>	<u>\$ 7,326,289</u>	<u>\$ 7,930,266</u>

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	2024		
	Without Donor Restrictions	With Donor Restrictions	Total Endowment Assets
Endowment net assets, beginning of year	\$ 523,598	\$ 5,241,882	\$ 5,765,480
Contributions	-	756,920	756,920
Investment income	52,685	308,000	360,685
Released for spending	-	(308,000)	(308,000)
Endowment net assets, end of year	\$ 576,283	\$ 5,998,802	\$ 6,575,085

The Academy has adopted an endowment fund policy which defines annual income available for appropriation in the amount of up to 5% of the average fair value of the assets held in the endowment fund on the first business day of each of the preceding 12 fiscal quarters. In the event that the annual income is more than the annual appropriations, the difference shall remain with donor restrictions until appropriated. If the annual income is less than the amount appropriated, the difference can be released from net assets with donor restrictions created previously. For the year ended June 30, 2025, the amount appropriated totaled \$170,100. For the year ended June 30, 2024, the amount appropriated totaled \$308,000.

The Academy has adopted a passive investment management philosophy with the objective of enhancing the real purchasing power of the principal while providing a predictable stream of income at an acceptable level of risk. Performance is evaluated by the Academy's finance committee and investment advisors. The Academy's investment policy established a target allocation of 40% fixed income, 42% United States equities, and 18% international equities. For overbalancing purposes, tolerance bands ranging from 10% to 20% of the target are allowed.

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**12. Contributed Nonfinancial Assets**

The Academy received the following contributions of nonfinancial assets for the years ended June 30:

	2025	2024
Supplies	\$ 4,030	\$ 8,553
Auction items	49,458	12,462
Services	28,548	13,726
Student gifts	17,221	15,911
	\$ 99,257	\$ 50,652

Contributed school supplies and student gifts received by the Academy are recorded as in-kind revenue with a corresponding increase to school expenses. Contributed supplies and gifts are used in the operation of the Academy's programs.

The Academy receives items to be sold or items that are provided at its various special events. It is the Academy's policy to record contributed auction items at the gross selling price received.

Contributed services are recognized as in-kind revenues at their estimated fair value if they create or enhance nonfinancial assets or they require specialized skills that would need to be purchased if they were not donated. The Academy received a significant amount of donated services from unpaid volunteers who assist in various fundraising events. No amounts have been recognized in the statements of activities for these services provided by volunteers because the criteria for recognition have not been satisfied. Contributed services were utilized in the Academy's programs.

**13. Retirement Plans**

The Academy maintains a contributory retirement savings plan under Section 403(b) of the Code covering substantially all employees who meet certain eligibility requirements. Employer contributions to the plan totaled \$98,862 and \$98,833 for the years ended June 30, 2025 and 2024, respectively.

**14. Risks and Uncertainties**

**Concentrations**

For the years ended June 30, 2025 and 2024, contributions from one donor were approximately 17 and 27 percent of the Academy's contributions, respectively. For the years ended June 30, 2025 and 2024, grant revenue from four and three grantors were approximately 69 percent and 57 percent of the Academy's grant revenue, respectively. Pledges receivable from three and one donors were approximately 96 percent and 88 percent of the Academy's pledges during the years ended June 30, 2025 and 2024, respectively.

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**Concentration of Credit Risk**

Financial instruments, which potentially subject the Academy to concentrations of credit risk, consist principally of cash and cash equivalents, receivables and investments. The Academy maintains its cash primarily with two financial institutions. Deposits at these banks are insured by the Federal Deposit Insurance Corporation ("FDIC") up to \$250,000. Cash balances of \$1,598,241 were in excess of federally insured limits at June 30, 2025. The Academy maintains its investments primarily with one brokerage firm. Securities held at this firm are insured by the Securities Investor Protection Corporation ("SIPC") up to \$500,000. As of June 30, 2025, there were investment balances of \$10,773,431 in excess of SIPC limits at the brokerage firm.

**Investments**

The Academy invests in various investment securities. Investment securities are exposed to various risks such as interest rate, market and credit risks. Due to the level of risk associated with certain investment securities, it is at least reasonably possible that changes in the values of investment securities will occur in the near term and that such changes could materially affect the amounts reported in the accompanying statement of financial position.

**Loyola Academy of St. Louis**  
**Schedules of Operating Income**  
**Years Ended June 30**

	<u>2025</u>	<u>2024</u>	<u>2023</u>	<u>2022</u>
Public Support				
Contributions	\$ 2,589,649	\$ 1,824,696	\$ 3,376,300	\$ 1,786,294
Grants	1,371,270	735,252	649,500	572,983
Special Events, net	863,793	769,675	460,109	482,659
In-kind Contributions	<u>99,257</u>	<u>50,652</u>	<u>23,976</u>	<u>9,375</u>
Total Public Support	<u>4,923,969</u>	<u>3,380,275</u>	<u>4,509,885</u>	<u>2,851,311</u>
Revenues				
Tuition and Fees	125,845	112,237	64,605	51,965
State Lunch Program	76,833	75,755	63,362	63,010
Other Revenue	<u>22,048</u>	<u>12,759</u>	<u>6,545</u>	<u>57,617</u>
Total Revenues	<u>224,726</u>	<u>200,751</u>	<u>134,512</u>	<u>172,592</u>
Total Operating Revenue and Support	<u>5,148,695</u>	<u>3,581,026</u>	<u>4,644,397</u>	<u>3,023,903</u>
Expenses				
Program Services	2,698,799	2,569,487	2,273,670	2,014,633
Supporting Activities				
Management and general	344,532	376,505	400,491	504,158
Fundraising	<u>459,966</u>	<u>360,117</u>	<u>393,272</u>	<u>332,620</u>
Total Expenses	<u>3,503,297</u>	<u>3,306,109</u>	<u>3,067,433</u>	<u>2,851,411</u>
Net Operating Income	<u>\$ 1,645,398</u>	<u>\$ 274,917</u>	<u>\$ 1,576,964</u>	<u>\$ 172,492</u>
Contributions and Grants Subject to Donor Restrictions Included in Public Support	<u>\$ 1,712,511</u>	<u>\$ 781,105</u>	<u>\$ 2,901,000</u>	<u>\$ 525,000</u>