

**THE FREE LIBRARY OF NEW HOPE & SOLEBURY**

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**FINANCIAL STATEMENTS  
YEAR ENDED DECEMBER 31, 2023  
(With Comparative Total for December 31, 2022)**

THE FREE LIBRARY OF NEW HOPE & SOLEBURY

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# BAUM, SMITH & CLEMENS, LLP

CERTIFIED PUBLIC ACCOUNTANTS and BUSINESS ADVISORS

## INDEPENDENT ACCOUNTANTS' REVIEW REPORT

To the Board of Directors  
The Free Library of New Hope & Solebury

We have reviewed the accompanying financial statements of The Free Library of New Hope & Solebury (a not-for-profit organization), which are comprised of the statement of financial position as of December 31, 2023, and the related statements of activities, cash flows and functional expenses for the year then ended, and the related notes to the financial statements. A review includes primarily applying analytical procedures to management's financial data and making inquiries of management. A review is substantially less in scope than an audit, the objective of which is the expression of an opinion regarding the financial statements as a whole. Accordingly, we do not express such an opinion.

### Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with U.S. generally accepted accounting principles; this includes 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.

### Accountants' Responsibility

Our responsibility is to conduct the review engagement in accordance with Statements on Standards for Accounting and Review Services promulgated by the Accounting and Review Services Committee of the AICPA. Those standards require us to perform procedures to obtain limited assurance as a basis for reporting whether we are aware of any material modifications that should be made to the financial statements for them to be in accordance with U.S. generally accepted accounting principles. We believe that the results of our procedures provide a reasonable basis for our conclusion.

We are required to be independent of The Free Library of New Hope & Solebury and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements related to our review.

### Accountants' Conclusion

Based on our review, we are not aware of any material modifications that should be made to the accompanying financial statements in order for them to be in accordance with U.S. generally accepted accounting principles.

### Summarized Comparative Information

The prior year financial statements were reviewed by us and in our report dated May 17, 2023, stated that based on our review, we were not aware of any material modifications that should be made to the 2022 financial statements in order for them to be in accordance with U.S. generally accepted accounting principles. We are not aware of any material modifications that should be made to the summarized comparative information presented herein as of and for the year ended December 31, 2022 for it to be consistent with the reviewed financial statements from which it has been derived.

*Baum, Smith & Clemens, LLP*

Harleysville, PA  
June 12, 2024

**THE FREE LIBRARY OF NEW HOPE & SOLEBURY**  
**STATEMENT OF FINANCIAL POSITION**  
**DECEMBER 31, 2023**  
(With Comparative Totals for 2022)  
(See Independent Accountants' Review Report)

	<u>2023</u>	<u>2022</u>
<b>ASSETS</b>		
Current assets		
Cash and cash equivalents	\$ 168,752	\$ 184,202
Contributions receivable	7,000	9,000
Investments - operating	<u>1,430,970</u>	<u>1,228,504</u>
Total current assets	1,606,722	1,421,706
Property and equipment, net	751,332	771,695
Other assets		
Investments - endowment	<u>124,923</u>	<u>113,703</u>
<b>Total assets</b>	<b><u>\$ 2,482,977</u></b>	<b><u>\$ 2,307,104</u></b>
<b>LIABILITIES</b>		
Liabilities		
Accounts payable	<u>\$ 11,520</u>	<u>\$ 11,275</u>
<b>NET ASSETS</b>		
Without donor restrictions		
Undesignated	2,321,644	2,157,463
Designated by the board	17,142	17,142
Total without donor restrictions	<u>2,338,786</u>	<u>2,174,605</u>
With donor restrictions		
Purpose restrictions	7,748	7,521
Perpetual in nature	<u>124,923</u>	<u>113,703</u>
Total with donor restrictions	<u>132,671</u>	<u>121,224</u>
Total net assets	<u>2,471,457</u>	<u>2,295,829</u>
<b>Total liabilities and net assets</b>	<b><u>\$ 2,482,977</u></b>	<b><u>\$ 2,307,104</u></b>

**THE FREE LIBRARY OF NEW HOPE & SOLEBURY**  
**STATEMENT OF ACTIVITIES**  
**FOR THE YEAR ENDED DECEMBER 31, 2023**  
(With Comparative Totals for 2022)  
(See Independent Accountants' Review Report)

	Without Donor Restrictions	With Donor Restrictions	2023 Total	2022 Total
<b>PUBLIC SUPPORT AND REVENUES</b>				
Public Support				
Grants - government	\$ 213,958	\$ -	\$ 213,958	\$ 196,984
Contributions	4,759	5,000	9,759	9,939
Fund drive contributions	56,613	-	56,613	64,730
Special events	7,000	-	7,000	14,566
Revenue				
Summer reading	5,000	-	5,000	752
Other	6,933	-	6,933	11,243
Satisfaction of program restrictions	12,675	(12,675)	-	
Total public support and revenue	<u>306,938</u>	<u>(7,675)</u>	<u>299,263</u>	<u>298,214</u>
<b>EXPENSES</b>				
Program	232,311	-	232,311	217,291
Management and general	74,374	-	74,374	72,845
Fundraising	38,712	-	38,712	41,900
<b>Total expenses</b>	<u><b>345,397</b></u>	<u><b>-</b></u>	<u><b>345,397</b></u>	<u><b>332,036</b></u>
<b>Change in net assets before non-operating income (expense)</b>	<u><b>(38,459)</b></u>	<u><b>(7,675)</b></u>	<u><b>(46,134)</b></u>	<u><b>(33,822)</b></u>
Non-operating income (expense)				
Change in value of investments	184,016	-	184,016	(257,960)
Investment income	18,624	19,122	37,746	25,707
	<u>202,640</u>	<u>19,122</u>	<u>221,762</u>	<u>(232,253)</u>
<b>Change in net assets</b>	<u><b>164,181</b></u>	<u><b>11,447</b></u>	<u><b>175,628</b></u>	<u><b>(266,075)</b></u>
Net assets, beginning of year	<u>2,174,605</u>	<u>121,224</u>	<u>2,295,829</u>	<u>2,561,904</u>
Net assets, end of year	<u><u><b>\$ 2,338,786</b></u></u>	<u><u><b>\$ 132,671</b></u></u>	<u><u><b>\$ 2,471,457</b></u></u>	<u><u><b>\$ 2,295,829</b></u></u>

**THE FREE LIBRARY OF NEW HOPE & SOLEBURY**  
**STATEMENT OF CASH FLOWS**  
**FOR THE YEAR ENDED DECEMBER 31, 2023**  
(With Comparative Totals for 2022)  
(See Independent Accountants' Review Report)

	2023	2022
<b>Cash flows from operating activities</b>		
Change in net assets	\$ 175,628	\$ (266,075)
Adjustments to reconcile change in net assets to net cash used by operating activities		
Depreciation	20,363	19,466
Realized and unrealized (gain) loss on investments	(184,016)	257,960
Investment income, net of operating interest	(18,448)	(23,279)
Change in assets and liabilities		
Accounts receivable	2,000	1,564
Accounts payable	245	1,653
<b>Net cash used by operating activities</b>	<b>(4,228)</b>	<b>(8,711)</b>
<b>Cash flows from investing activities</b>		
Purchase of fixed assets	-	(10,044)
Transfer to operating	7,900	7,000
Purchase of endowment investments	(19,122)	(2,241)
<b>Net cash used by investing activities</b>	<b>(11,222)</b>	<b>(5,285)</b>
<b>Net change in cash and cash equivalents</b>	<b>(15,450)</b>	<b>(13,996)</b>
Cash and cash equivalents		
Beginning of year	184,202	198,198
End of year	\$ 168,752	\$ 184,202

**THE FREE LIBRARY OF NEW HOPE & SOLEBURY**  
**STATEMENT OF FUNCTIONAL EXPENSES**  
**FOR THE YEAR ENDED DECEMBER 31, 2023**

(With Comparative Totals for 2022)

(See Independent Accountants' Review Report)

	Program Services	Management and General	Fundraising	2023 Total	2022 Total
<b>Personnel</b>					
Salaries	\$ 120,759	\$ 28,247	\$ 22,787	\$ 171,793	\$ 167,990
Payroll taxes and employee benefits	15,838	3,725	3,005	22,568	23,675
Total personnel	<u>136,597</u>	<u>31,972</u>	<u>25,792</u>	<u>194,361</u>	<u>191,665</u>
<b>Operations</b>					
Books/ reference materials	38,981	-	-	38,981	33,107
DVD/ audio materials	3,133	-	-	3,133	1,776
Lectures & workshops	5,329	-	-	5,329	3,468
Periodical subscriptions	6,156	-	-	6,156	4,570
Liability insurance	4,464	837	279	5,580	5,424
Postage	-	337	2,068	2,405	2,612
Supplies	33	3,283	-	3,316	5,082
Printing and advertising	167	-	8,208	8,375	9,147
Telecommunications and telephone	4,264	-	-	4,264	3,756
Search expense	-	9,000	-	9,000	-
Utilities	3,663	625	179	4,467	4,745
Appraisals	-	1,800	-	1,800	-
Depreciation	16,290	4,073	-	20,363	19,466
Building maintenance	12,103	3,026	-	15,129	19,018
Website/computer/database mgt	164	206	1,686	2,056	6,033
Professional and consulting fees	-	16,390	500	16,890	19,180
Bank/CCD service fees	-	1,726	-	1,726	1,835
Miscellaneous	967	1,099	-	2,066	1,152
Total operating	<u>95,714</u>	<u>42,402</u>	<u>12,920</u>	<u>151,036</u>	<u>140,371</u>
<b>Total expenses</b>	<u><b>\$ 232,311</b></u>	<u><b>\$ 74,374</b></u>	<u><b>\$ 38,712</b></u>	<u><b>\$ 345,397</b></u>	
 2022 Totals	 <u><u><b>\$ 217,291</b></u></u>	 <u><u><b>\$ 72,845</b></u></u>	 <u><u><b>\$ 41,900</b></u></u>		 <u><u><b>\$ 332,036</b></u></u>

**THE FREE LIBRARY OF NEW HOPE & SOLEBURY**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED DECEMBER 31, 2023**

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NOTE A: ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Organization

The Library provides a library collection and library services to the residences and businesses of New Hope, Solebury and its surrounding communities. Major sources of revenue include state and municipal funding and donor contributions.

Basis of Accounting

The accompanying financial statements have been prepared on the accrual basis of accounting. Revenues are recognized as they are earned and expenses are recorded when liabilities are incurred.

Basis of Presentation

The Library reports information regarding its financial position and activities according to two classes of net assets that are based upon the existence or absence of restriction on use that are placed by its donors: net assets without donor restrictions and net assets with donor restrictions.

New Accounting Pronouncement

The Financial Accounting Standards Board (FASB) issued guidance (Accounting Standards Codification [ASC] 326, *Financial Instruments – Credit Losses*) which significantly changed how entities will measure credit losses for most financial assets and certain other instruments that aren't measured at fair value through net income. The most significant change in this standard is a shift from the incurred loss model to the expected loss model. Under the standard, disclosures are required to provide users of the financial statements with useful information in analyzing an entity's exposure to credit risk and the measurement of credit losses. Receivables that would be subject to this standard are receivables from exchange transactions. The Library had no outstanding balances at the end of the year.

Measure of Operations

The statement of activities reports all changes in net assets, including changes in net assets from operating and nonoperating activities. Operating activities consist of those items attributable to the Library's ongoing services and programs. Nonoperating activities are limited to resources that generate return from investments and other activities considered to be of a more unusual or nonrecurring nature.

Cash and Cash Equivalents

The Library considers all highly liquid financial instruments with original maturities of three months or less, which are neither held for nor restricted by donors for long-term purposes, to be cash and cash equivalents. Cash restricted to building projects, endowments that are perpetual in nature, or other long-term purposes are excluded from this definition. The carrying amounts of the Library's cash and cash equivalents approximate their fairvalues.

Receivables

Receivables represent the unpaid balance of contributions. These receivables are determined to be readily collectible within the next year; therefore, are considered current.

Investments

Investments are recorded at fair value based upon quoted market prices. Net realized and unrealized gains and losses on investments are reflected in the statement of activity and changes in net assets. Investment income includes interest, dividends, and realized and unrealized gains and losses. In general, investments are exposed to market volatility risk. Due to the level of risk associated with certain investments, it is reasonably possible that changes in the values of the investments will occur in the near term and that such changes could materially affect the investment balances and the amounts in the statements of financial position.

Fair Value Measurement

The Library applies the provisions of the Financial Accounting Standards Board's Accounting Standards Codification in determining fair value. This standard defines fair value, establishes a framework for measuring fair value and expands disclosures about fair value measurements



**THE FREE LIBRARY OF NEW HOPE & SOLEBURY**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED DECEMBER 31, 2023**

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NOTE A: ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Property and Equipment

Property and equipment as well as additions are carried on the books at cost if purchased or fair value if donated. Included in property and equipment is a historically certified building with a historical cost of \$267,000. In accordance with U.S. generally accepted accounting principles, depreciation is not required to be provided for historically certified buildings.

Property and equipment are depreciated using the straight line method over the assets estimated useful lives. All capital expenditures in excess of \$2,000 are capitalized to fixed assets. Items under the \$2,000 capitalization threshold as well as costs of maintenance and repairs that do not extend the useful lives of the applicable assets are charged to expense as incurred. When fixed assets are retired, or otherwise disposed of, the asset and the related accumulated depreciation are removed from the accounts, and any resulting gain or loss is recognized in operations.

Collections

Circulating Collections – the circulating collections (materials including books, periodicals, audio visual, etc.) are not recognized as assets in the statement of financial position. Purchases of collection items are expensed in the year in which the items are acquired.

Special Collections – The Library's special collections, which were primarily acquired through contributions since the Library's inception, consist of paintings, prints, furniture and literary works are held for educational and aesthetic purposes. The proceeds from the sale of any collection items would be used to purchase additional items or for the direct care of existing collections (maintenance/repairs). Special collection items are not recognized as an asset on the statement of financial position. No items were purchased or removed from the collection in 2023.

Net Assets

Net Assets, revenues, gains and losses are classified based on the existence or absence of donor imposed restrictions. Accordingly, net assets and changes therein are classified as follows:

Without Donor Restrictions:

Net assets available for use in general operations and not subject to donor (or certain grantor) restrictions. The governing board has designated, from net assets without donor restrictions board-designated funds, to be used for purposes of the board's discretion.

With Donor Restrictions

Net assets subject to donor (or certain grantor) imposed restrictions. Some donor-imposed restrictions are temporary in nature, such as those that will be met by the passage of time or other events specified by the donor. Other donor-imposed restrictions are perpetual in nature, where the donor stipulates that resources be maintained in perpetuity. Donor-imposed restrictions are released when a restriction expires; that is, they are released when the stipulated time has lapsed or when the stipulated purpose for which the resource was restricted has been fulfilled, or both. Income generated from the endowment fund can be used for purchase of classics literature in any form.

Board Designated Funds

Board designated funds have been set aside for future expenditures that benefit the Library and are outside of normal operational expenses. Past releases from the designated funds have been for website improvement, consulting and unbudgeted maintenance and repairs.

Donated Services

The contribution of services are recognized if the services received (a) create or enhance non-financial assets or (b) require specialized skills that are provided by individuals possessing those skills and would typically need to be purchased if not provided by donation. No amounts have been reflected in the statements for donated services. However, many individuals volunteer their time and perform a variety of tasks that assists the Library.

**THE FREE LIBRARY OF NEW HOPE & SOLEBURY**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED DECEMBER 31, 2023**

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NOTE A: ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Income Taxes

The Library is exempt from Federal income taxes under Section 501(c)(3) of the Internal Revenue Code. Additionally, the Library has been classified as an organization that is not a private foundation under Section 509(a)(2).

The Library is required to recognize, measure, classify, and disclose in the financial statements uncertain tax positions taken or expected to be taken in the Library's tax return. Management has determined that the Library does not have any uncertain tax positions and associated unrecognized benefits that materially impact the financial statements or related disclosures

Revenue Recognition

Revenues are recorded on the accrual basis. The Library records special event revenue equal to the fair value of direct benefits to donors, and contribution income for the excess received when the event takes place. The current year event did not include any exchange transactions. Revenues from the summer reading program and other miscellaneous items, such as fines, are recognized at the point of sale. The Library does not have any significant financing component as payment is received at or shortly after the point of sale.

Contributions are recognized when the donor makes a promise to give to the Library that is, in substance, an unconditional promise to give. The Library recognizes contributions when cash, securities or other assets; an unconditional promise to give; or a notification of a beneficial interest is received. Conditional promises to give - that is, those with a measurable performance or other barrier and right of return - are not recognized until the conditions on which they depend have been met. Contributions that are restricted by the donor are reported as net assets without restrictions if the restrictions expire in the fiscal year in which the contribution is recognized. All other donor-restricted contributions are reported as increases in net assets with donor restrictions, depending on the nature of the restrictions. When a restriction expires, net assets with donor restrictions are reclassified to net assets without donor restrictions.

Functional Expenses

The costs of providing the activities of the Library are presented on a functional basis in the statement of activities. Personnel costs of direct labor, including the cost of employee fringe benefits and payroll taxes are charged to the respective category of program, management and general and fundraising based on time spent on tasks for those functions. Allocations among the classifications are performed using a variety of techniques, such as management's identification of direct costs, time and effort or space used.

Use of Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

Comparative Financial Statements

The financial statements include certain prior-year summarized comparative information in total, but not by net asset class. Such information does not include sufficient detail to constitute a presentation in conformity with U. S. generally accepted accounting principles. Accordingly, such information should be read in conjunction with the Library's audited financial statements for the year ended December 31, 2022, from which the summarized information was derived.

Subsequent Events

Management has evaluated subsequent events through the date the financial statements were available to be issued which was June 12, 2024.

**THE FREE LIBRARY OF NEW HOPE & SOLEBURY**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED DECEMBER 31, 2023**

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**NOTE B: CREDIT RISK AND CONCENTRATIONS**

Credit Risk

The Library maintains cash in bank deposit accounts which, at times, may exceed federally insured limits. No loss has been experienced in such accounts and the Library believes it is not exposed to any significant credit risk on cash.

The Library maintains accounts with a brokerage firm. The accounts contain cash and securities. Security balances are insured up to \$500,000 by the Securities Investor Protection Corporation. Cash balances held in these accounts have not exceeded federal limits, and the Library has not experienced any losses in such accounts and believes it is not exposed to any significant credit risk.

Support and Revenue

Concentrations in support and revenue are those who account for 10% or more of the activity. For the year ended December 31, 2023, the Library had three funders who provided a total of 71% of the support and revenue. State Aid was 13% and the Solebury Township and New Hope Borough contributed 43% and 15%, respectively.

**NOTE C: PROPERTY & EQUIPMENT**

Property and equipment consists of the following as of December 31, 2023:

	<u>Amount</u>
Building-Historically Certified	\$ 267,000
Building improvements	636,292
Furniture and fixtures	51,286
	\$ 954,578
Accumulated depreciation	(203,246)
	<u>\$ 751,332</u>

For the year ended December 31, 2023, depreciation expense totaled \$20,363.

**NOTE D: FAIR VALUE MEASUREMENT**

The framework for measuring fair value provides a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. 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 assets in active markets that the Library has the ability to access.
Level 2	Inputs to the valuation methodology include: <ul style="list-style-type: none"> <li>▪ Quoted prices for similar assets in active markets;</li> <li>▪ Quoted prices for identical or similar assets in inactive markets;</li> <li>▪ Inputs other than quoted prices that are observable for the asset;</li> <li>▪ Inputs that are derived principally from or corroborated by observable market data by correlation or other means.</li> </ul>
	If the asset or liability has a specified (contractual) term, the level 2 input must be observable for substantially the full term of the asset.
Level 3	Inputs to the valuation methodology that are unobservable and significant to the fair value measurement.

**THE FREE LIBRARY OF NEW HOPE & SOLEBURY**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED DECEMBER 31, 2023**

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**NOTE D: FAIR VALUE MEASUREMENT (Continued)**

The asset or liability's 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 minimizes the use of unobservable inputs.

Following is a description of the valuation methodologies used for assets measured at fair value. There are no changes in the methodologies used for the year ended December 31, 2023.

Mutual Funds: Valued at the daily closing price as reported by the fund. Mutual funds held by the Library are open-end mutual funds that are registered with the Securities and Exchange Commission. These funds are required to publish their daily net asset value (NAV) and to transact at that price. The mutual funds held by the Library are deemed to be actively traded.

	Level 1	Level 2	Level 3	Total
Mutual funds - stocks	\$ 963,411	\$ -	\$ -	\$ 963,411
Mutual funds - bonds	<u>592,482</u>	-	-	<u>592,482</u>
Total investments	<u>\$ 1,555,893</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,555,893</u>

**NOTE E: ENDOWMENTS**

The Library's endowment consists of an individual fund established for the purpose of purchasing books and periodicals related to classical literature, educational material and certain video streaming services. The terms of the endowment permit an annual draw up to 6% of the amount of the fund. The As required by GAAP, net assets associated with endowment funds are classified and reported based on the existence or absence of donor imposed restrictions.

The Library considers the following factors in making a determination to expend or accumulate donor-restricted endowment funds:

- (1) The duration and preservation of the fund
- (2) The purpose of the library 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 library
- (7) The investment policies of the Library

**Return Objectives and Risk Parameters:** The Library has adopted investment and spending policies for endowment assets that attempt to provide solid growth over time, rather than react to short-term market movements. The Library expects its endowment funds, over time, to provide an acceptable long-term return at a level of risk which the Library has determined to be suitable; however, actual returns in any given year may vary from this amount.

**Strategies Employed for Achieving Objectives:** To satisfy its long-term rate-of-return objectives, the Library relies on a total return strategy in which investment returns are achieved through both capital appreciation (realized and unrealized) and current yield (interest and dividends).

**THE FREE LIBRARY OF NEW HOPE & SOLEBURY**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED DECEMBER 31, 2023**

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**NOTE E: ENDOWMENTS (Continued)**

Endowment activity for the year ended December 31, 2023 is as follows:

	<u>Perpetual In Nature</u>
Endowment net assets, beginning of year	\$ 113,703
Investment return:	
Interest and dividends	3,119
Net appreciation (realized and unrealized)	<u>16,001</u>
	<u>19,120</u>
Appropriation pursuant to spending-rate policy	<u>(7,900)</u>
Endowment net assets, end of year	<u>\$ 124,923</u>

**NOTE F: LINE OF CREDIT**

The Library has available a \$100,000 line of credit, which expires August 2025. The line is secured by the Library's real property. The interest rate on the line is variable. There were no outstanding borrowings at December 31, 2023.

**NOTE G: NET ASSETS WITH DONOR RESTRICTION**

Net Assets with donor restrictions were restricted for the following purposes for the year ended December 31, 2023:

Subject to expenditure for specified Purpose:

	<u>Amount</u>
Technology grant	\$ 6,249
Summer reading	<u>1,499</u>
Sub- total	7,748

Restricted by donors for class literature, in any format:

Perpetual in nature	<u>124,923</u>
Total	<u>\$ 132,671</u>

Donor restricted net assets were released from donor restrictions by incurring expenses satisfying the restricted purposes as follows:

	<u>Amount</u>
Summer reading	\$ 3,502
Classic literature and educational material	7,900
Kanopy movies	1,167
Security system	<u>106</u>
Total	<u>\$ 12,675</u>

**THE FREE LIBRARY OF NEW HOPE & SOLEBURY**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED DECEMBER 31, 2023**

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**NOTE H: FUND RAISING ACTIVITIES**

The Library had two fundraisers during the year. The amount of support that sponsors and donors contributed during the current year for the event was \$7,000, expenses incurred for the event were \$500 and are included in the professional and consulting fees on the Statement of Functional Expenses.

**NOTE I: LIQUIDITY AND AVAILABILITY OF FINANCIAL ASSETS**

Financial assets of the Library available for general expenditure, that is, without donor or other restrictions limiting their use, within one year of the balance sheet date, are comprised of the following:

	Amount
Cash and cash equivalents	\$ 168,752
Contributions receivable	7,000
Investments - operating	1,430,970
	1,606,722
Less amounts that are internally designated or externally restricted:	
Donor restricted for specified purpose or time period	(132,671)
Board designated funds	(17,142)
Amounts available for general operations for the next twelve months	\$ 1,456,909

The Library has a line of credit available to them of \$100,000 that can be used for operations (See Note F). In addition, approximately \$7,500 of the donor restricted funds are restricted for ongoing library programs and are available for use in the next 12 months. The Board-designated assets of \$17,142 would be available for use if needed.