

THE FREE LIBRARY OF NEW HOPE & SOLEBURY

**FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2024
(With Comparative Totals for December 31, 2023)**

THE FREE LIBRARY OF NEW HOPE & SOLEBURY

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BAUM, SMITH & CLEMENS, LLP

CERTIFIED PUBLIC ACCOUNTANTS and BUSINESS ADVISORS

INDEPENDENT AUDITORS' REPORT

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

Opinion

We have audited the accompanying financial statements of The Free Library of New Hope & Solebury (a nonprofit organization), which are comprised of the statement of financial position as of December 31, 2024, and the related statements of activities and cash flows for the year 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 The Free Library of New Hope & Solebury as of December 31, 2024, and the changes in its net assets and its cash flows for the year then ended in accordance with U.S. generally accepted accounting principles.

Basis for Opinion

We conducted our audit in accordance with U.S. generally accepted auditing standards. 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 Free Library of New Hope & Solebury and to meet our other ethical responsibilities in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with U.S. generally accepted accounting principles, 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 Free Library of New Hope & Solebury'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 auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements, including omissions, 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 The Free Library of New Hope & Solebury'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 Free Library of New Hope & Solebury'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 Summarized Comparative Information

The 2023 financial statements were reviewed by us, and our report thereon, dated June 12, 2024, stated we were not aware of any material modifications that should be made to those financial statements for them to be in accordance with U.S. generally accepted accounting principles. However, a review is substantially less in scope than an audit and does not provide a basis for the expression of an opinion on the financial statements as a whole.

Baum, Smith & Clemens, LLP

Harleysville, PA
May 21, 2025

THE FREE LIBRARY OF NEW HOPE & SOLEBURY
STATEMENT OF FINANCIAL POSITION
DECEMBER 31, 2024
(With Comparative Totals for 2023)

	Audited 2024	Reviewed 2023
ASSETS		
Current assets		
Cash and cash equivalents	\$ 164,650	\$ 168,752
Contributions receivable	9,907	7,000
Investments - operating	1,785,942	1,430,970
Total current assets	<u>1,960,499</u>	<u>1,606,722</u>
Property and equipment, net	732,699	751,332
Other assets		
Investments - endowment	<u>133,812</u>	<u>124,923</u>
Total assets	<u>\$ 2,827,010</u>	<u>\$ 2,482,977</u>
LIABILITIES		
Liabilities		
Accounts payable	<u>\$ 13,243</u>	<u>\$ 11,520</u>
NET ASSETS		
Without donor restrictions		
Undesignated	2,656,562	2,321,644
Designated by the board	17,142	17,142
Total without donor restrictions	<u>2,673,704</u>	<u>2,338,786</u>
With donor restrictions		
Purpose restrictions	6,251	7,748
Perpetual in nature	133,812	124,923
Total with donor restrictions	<u>140,063</u>	<u>132,671</u>
Total net assets	<u>2,813,767</u>	<u>2,471,457</u>
Total liabilities and net assets	<u>\$ 2,827,010</u>	<u>\$ 2,482,977</u>

See Accompanying Notes to Financial Statements

THE FREE LIBRARY OF NEW HOPE & SOLEBURY
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED DECEMBER 31, 2024
(With Comparative Totals for 2023)

	Audited			Reviewed
	Without Donor	With Donor	2024	2023
	Restrictions	Restrictions	Total	Total
PUBLIC SUPPORT AND REVENUES				
Public Support				
Grants - government	\$ 214,372	\$ -	\$ 214,372	\$ 213,958
Bequests	150,000	-	150,000	-
Contributions	10,702	-	10,702	9,759
Fund drive contributions	61,353	-	61,353	56,613
Special events	18,425	-	18,425	7,000
Revenue				
Summer reading	-	-	-	5,000
Other	6,391	-	6,391	6,933
Satisfaction of program restrictions	10,195	(10,195)	-	-
Total public support and revenue	<u>471,438</u>	<u>(10,195)</u>	<u>461,243</u>	<u>299,263</u>
EXPENSES				
Program	258,008	-	258,008	232,311
Management and general	68,309	-	68,309	74,374
Fundraising	15,344	-	15,344	38,712
Total expenses	<u>341,661</u>	<u>-</u>	<u>341,661</u>	<u>345,397</u>
Change in net assets before non-operating income (expense)	<u>129,777</u>	<u>(10,195)</u>	<u>119,582</u>	<u>(46,134)</u>
Non-operating income				
Change in value of investments	173,338	-	173,338	184,016
Investment income	31,803	17,587	49,390	37,746
	<u>205,141</u>	<u>17,587</u>	<u>222,728</u>	<u>221,762</u>
Change in net assets	<u>334,918</u>	<u>7,392</u>	<u>342,310</u>	<u>175,628</u>
Net assets, beginning of year	2,338,786	132,671	2,471,457	2,295,829
Net assets, end of year	<u>\$ 2,673,704</u>	<u>\$ 140,063</u>	<u>\$ 2,813,767</u>	<u>\$ 2,471,457</u>

See Accompanying Notes to Financial Statements

THE FREE LIBRARY OF NEW HOPE & SOLEBURY
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED DECEMBER 31, 2024
(With Comparative Totals for 2023)

	Audited 2024	Reviewed 2023
Cash flows from operating activities		
Change in net assets	\$ 342,310	\$ 175,628
Adjustments to reconcile change in net assets to net cash provided (used) by operating activities		
Depreciation	18,633	20,363
Realized and unrealized gain on investments	(173,338)	(184,016)
Investment income, net of operating interest	(31,636)	(18,448)
Change in assets and liabilities		
Accounts receivable	(2,907)	2,000
Accounts payable	1,723	245
Net cash provided (used) by operating activities	154,785	(4,228)
Cash flows from investing activities		
Transfer to operating	8,700	7,900
Purchase of operating investments	(150,000)	-
Purchase of endowment investments	(17,587)	(19,122)
Net cash used by investing activities	(158,887)	(11,222)
Net change in cash and cash equivalents	(4,102)	(15,450)
Cash and cash equivalents		
Beginning of year	168,752	184,202
End of year	<u>\$ 164,650</u>	<u>\$ 168,752</u>

See Accompanying Notes to Financial Statements

THE FREE LIBRARY OF NEW HOPE & SOLEBURY
STATEMENT OF FUNCTIONAL EXPENSES
FOR THE YEAR ENDED DECEMBER 31, 2024
(With Comparative Totals for 2023)

	Audited			Reviewed
	Program Services	Management and General	Fundraising	2023 Total
	2024 Total			
Personnel				
Salaries	\$ 145,922	\$ 22,729	\$ 5,682	\$ 174,333
Payroll taxes and employee benefits	21,390	3,350	837	25,577
Total personnel	<u>167,312</u>	<u>26,079</u>	<u>6,519</u>	<u>199,910</u>
Operations				
Books/ reference materials	39,207	-	-	39,207
DVD/ audio materials	4,486	-	-	4,486
Lectures & workshops	3,610	-	-	3,610
Periodical subscriptions	7,628	-	-	7,628
Liability insurance	4,174	783	260	5,217
Postage	-	224	1,372	1,596
Supplies	75	7,510	-	7,585
Printing and advertising	99	-	4,848	4,947
Telecommunications and telephone	3,235	-	-	3,235
Search expense	-	6,000	-	6,000
Utilities	4,009	684	196	4,889
Appraisals	-	-	-	-
Depreciation	14,906	3,727	-	18,633
Building maintenance	8,865	2,216	-	11,081
Website/computer/database mgt	208	263	2,149	2,620
Professional and consulting fees	-	18,541	-	18,541
Bank/CCD service fees	-	2,064	-	2,064
Miscellaneous	194	218	-	412
Total operating	<u>90,696</u>	<u>42,230</u>	<u>8,825</u>	<u>141,751</u>
Total expenses	<u>\$ 258,008</u>	<u>\$ 68,309</u>	<u>\$ 15,344</u>	<u>\$ 341,661</u>
 2023 Totals	 <u>\$ 232,311</u>	 <u>\$ 74,374</u>	 <u>\$ 38,712</u>	 <u>\$ 345,397</u>

See Accompanying Notes to Financial Statements

THE FREE LIBRARY OF NEW HOPE & SOLEBURY
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2024

NOTE A: ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Organization

The Free Library of New Hope & Solebury (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.

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 fair values.

Receivables and Current Expected Credit Losses

Receivables represent the unpaid balance of contributions. These receivables are determined to be readily collectible within the next year; and are therefore, considered current. The Library has not experienced any losses on its receivables. Management evaluates the need for a credit loss based on changes in the regulatory environment and other pertinent external factors that may impact the collectability of future outstanding receivables.

Accounts receivable are stated at the amount management expects to collect from outstanding balances. Management considers all receivable balances to be collectible.

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

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.

THE FREE LIBRARY OF NEW HOPE & SOLEBURY
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2024

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

Property and Equipment (Continued)

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 2024.

Net Assets

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

The 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, 2024

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 reviewed financial statements for the year ended December 31, 2023, 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 May 21, 2025.

THE FREE LIBRARY OF NEW HOPE & SOLEBURY
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2024

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, 2024, the Library had three funders who provided a total of 70.6% of the support and revenue. The bequest was 32.5% and the Solebury Township and New Hope Borough contributed 28.2% and 10.1%, respectively.

NOTE C: PROPERTY & EQUIPMENT

Property and equipment consists of the following as of December 31, 2024:

	<u>Amount</u>
Building-Historically Certified	\$ 267,000
Building improvements	636,292
Furniture and fixtures	<u>51,286</u>
	954,578
Accumulated depreciation	<u>(221,879)</u>
	<u>\$ 732,699</u>

For the year ended December 31, 2024, depreciation expense totaled \$18,633.

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 Foundation has the ability to access.
Level 2	Inputs to the valuation methodology include: <ul style="list-style-type: none">▪ Quoted prices for similar assets in active markets;▪ Quoted prices for identical or similar assets in inactive markets;▪ Inputs other than quoted prices that are observable for the asset;▪ Inputs that are derived principally from or corroborated by observable market data by correlation or other means. <p>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.</p>
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, 2024

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 years ended December 31, 2024.

Mutual Funds: Valued at the daily closing price as reported by the fund. Mutual funds held by the Foundation 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.

	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total</u>
Mutual funds - stocks	\$ 1,184,752	\$ -	\$ -	\$ 1,184,752
Mutual funds - bonds	<u>735,002</u>	<u>-</u>	<u>-</u>	<u>735,002</u>
Total investments	<u>\$ 1,919,754</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,919,754</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. 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 growth of the fund 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, 2024

NOTE E: ENDOWMENTS (Continued)

Endowment activity for the year ended December 31, 2024 is as follows:

	<u>Perpetual In Nature</u>
Endowment net assets, beginning of year	\$ 124,923
Investment return:	
Interest and dividends	3,480
Net appreciation (realized and unrealized)	<u>14,109</u>
	<u>17,589</u>
Appropriation pursuant to spending-rate policy	<u>(8,700)</u>
Endowment net assets, end of year	<u>\$ 133,812</u>

NOTE F: LINE OF CREDIT

The Library has available a \$100,000 line of credit, which expires August 2025. The line is secured the Library's real property. The interest rate on the line is variable. There were no outstanding borrowings at December 31, 2024.

NOTE G: NET ASSETS WITH DONOR RESTRICTION

Net Assets with donor restrictions were restricted for the following purposes for the year ended December 31, 2024:

Subject to expenditure for specified Purpose:

	<u>Amount</u>
Technology grant	\$ 6,251
Restricted by donors for classic literature, in any format:	
Perpetual in nature	<u>133,812</u>
Total	<u>\$ 140,063</u>

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

	<u>Amount</u>
Summer reading club	\$ 1,495
Classic literature and educational material	<u>8,700</u>
Total	<u>\$ 10,195</u>

NOTE H: FUND RAISING ACTIVITIES

The Library had one fundraiser during the year. The amount of support that sponsors and donors contributed during the current year for the event was \$18,425, expenses incurred for the event were \$125 and are included in the professional and consulting fees on the statement of functional expenses.

THE FREE LIBRARY OF NEW HOPE & SOLEBURY
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2024

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:

	<u>Amount</u>
Cash and Cash equivalents	\$ 164,650
Accounts receivable	9,907
Investments - operating	<u>1,785,942</u>
	<u>1,960,499</u>

Less amounts that are internally designated or externally restricted:

Donor restricted for	
specified purpose or time period	(140,063)
Board designated funds	<u>(17,142)</u>

Amounts available for general operations for the next twelve months	<u>\$ 1,803,294</u>
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Approximately \$73,000 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.