Georgia Tech Alumni Association

FINANCIAL STATEMENTS

June 30, 2025 and 2024

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REPORT

CARR, RIGGS & INGRAM, L.L.C.

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INDEPENDENT AUDITOR'S REPORT

To the Audit Committee of
Georgia Tech Alumni Association

Opinion

We have audited the accompanying financial statements of Georgia Tech Alumni Association (the Association) (a nonprofit organization), which comprise the statements of financial position as of June 30, 2025 and 2024, the related statements of activities, functional expenses, and cash flows for the years then ended, and the related notes to the financial statements (collectively, the financial statements).

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Georgia Tech Alumni Association 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 Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the Association 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 these financial statements in accordance with accounting principles generally accepted in the United States of America and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the Association's ability to continue as a going concern within one year after the date that the financial statements are available to be issued.

Auditor's Responsibility 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 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 Association'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 Association'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 audits.

Carr, Riggs & Ingram, L.L.C.

CARR, RIGGS & INGRAM, L.L.C.

Atlanta, Georgia
August 22, 2025

FINANCIAL STATEMENTS

Statements of Financial Position

June 30,		**2025**		2024
Assets				
Current assets				
Cash and cash equivalents	**$**	**1,638,674**	$	768,723
Accounts receivable, net		**222,188**		196,307
Prepaid expenses		**245,926**		223,626
Inventory		**15,000**		20,114
Total current assets		**2,121,788**		1,208,770
Non-current assets				
Investments in marketable securities		**1,880,353**		1,764,260
Property and equipment, net		**442,054**		340,888
Antique Ramblin' Wreck		**12,500**		12,500
Total non-current assets		**2,334,907**		2,117,648
Total assets	**$**	**4,456,695**	$	3,326,418
Liabilities and Net Assets				
Current liabilities				
Accounts payable	**$**	**110,089**	$	81,193
Amounts due to affiliated organizations		**31,403**		410,522
Accrued expenses		**562,949**		435,807
Other liabilities		**36,178**		55,183
Performance obligation liabilities		**1,499,818**		111,032
Current portion of long-term debt		**17,709**		14,867
Total current liabilities		**2,258,146**		1,108,604
Long-term liabilities				
Long-term debt, less current portion		**6,697**		25,834
Total long-term liabilities		**6,697**		25,834
Total liabilities		**2,264,843**		1,134,438
Net assets				
Without donor restrictions		**687,516**		778,482
With donor restrictions		**1,504,336**		1,413,498
Total net assets		**2,191,852**		2,191,980
Total liabilities and net assets	**$**	**4,456,695**	$	3,326,418

For the year ended June 30, 2025	Without Donor Restrictions	With Donor Restrictions	Total
Revenue and Other Support			
Georgia Tech Foundation support	$ 5,774,000	$ -	**$ 5,774,000**
Georgia Institute of Technology support	613,658	-	**613,658**
Contributions	718,150	-	**718,150**
Royalties	240,128	-	**240,128**
Advertising and sponsorships	250,818	-	**250,818**
Events	327,456	-	**327,456**
Tours	198,362	-	**198,362**
Merchandise sales	3,384	-	**3,384**
Investment income (loss), net	51,357	142,177	**193,534**
Other income	43,061	-	**43,061**
Net assets released from restrictions	51,339	(51,339)	**-**
Total revenue and other support	8,271,713	90,838	**8,362,551**
Expenses			
Program services			
Publications	923,514	-	**923,514**
Strategic communications	318,629	-	**318,629**
Events	1,754,770	-	**1,754,770**
Alumni engagement	1,517,978	-	**1,517,978**
Career and professional development	658,058	-	**658,058**
Roll Call	2,048,458	-	**2,048,458**
Campus engagement	715,338	-	**715,338**
Total program services	7,936,745	-	**7,936,745**
Supporting services			
General and administrative	425,934	-	**425,934**
Total supporting services	425,934	-	**425,934**
Total expenses	8,362,679	-	**8,362,679**
Change in net assets	(90,966)	90,838	**(128)**
Net assets at beginning of year	778,482	1,413,498	**2,191,980**
Net assets at end of year	$ 687,516	$ 1,504,336	**$ 2,191,852**

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

For the year ended June 30, 2024	Without Donor Restrictions	With Donor Restrictions	Total
Revenue and Other Support			
Georgia Tech Foundation support	$ 5,773,900	$ -	$ 5,773,900
Georgia Institute of Technology support	611,158	-	611,158
Contributions	542,808	-	542,808
Royalties	262,508	-	262,508
Advertising and sponsorships	102,351	-	102,351
Events	166,954	-	166,954
Tours	245,085	-	245,085
Contributions of non-financial assets	64,500	-	64,500
Merchandise sales	4,680	-	4,680
Investment income (loss), net	47,997	102,089	150,086
Other income	23,535	-	23,535
Net assets released from restrictions	48,541	(48,541)	-
Total revenue and other support	7,894,017	53,548	7,947,565
Expenses			
Program services			
Publications	985,953	-	985,953
Strategic communications	458,638	-	458,638
Events	1,746,807	-	1,746,807
Alumni engagement	1,551,892	-	1,551,892
Career and professional development	584,793	-	584,793
Roll Call	1,851,832	-	1,851,832
Campus engagement	724,399	-	724,399
Total program services	7,904,314	-	7,904,314
Supporting services			
General and administrative	275,653	-	275,653
Total supporting services	275,653	-	275,653
Total expenses	8,179,967	-	8,179,967
Change in net assets	(285,950)	53,548	(232,402)
Net assets at beginning of year	1,064,432	1,359,950	2,424,382
Net assets at end of year	$ 778,482	$ 1,413,498	$ 2,191,980

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

For the year ended June 30, 2025

	Program Services								Supporting Services	
	Publications	Strategic Communications	Events	Alumni Engagement	Career and Professional Development	Roll Call	Campus Engagement	Programs Subtotal	General and Administrative	Total
Salaries and wages	$ 347,108	$ 176,339	$ 459,983	$ 853,267	$ 466,915	$ 1,283,115	$ 457,822	$ 4,044,549	$ 249,715	**$ 4,294,264**
Payroll taxes	23,573	11,976	31,239	57,948	31,710	87,140	31,092	274,678	16,959	**291,637**
Other employee benefits	56,102	28,501	74,346	137,911	103,051	207,386	73,996	681,293	40,361	**721,654**
Contractors	-	9,219	63,569	33,304	5,250	-	1,338	112,680	9,610	**122,290**
Professional services	-	-	-	-	-	-	-	-	23,550	**23,550**
Postage and shipping	88,148	433	2,961	7,367	216	165,812	501	265,438	433	**265,871**
Printing and publications	334,253	17,291	25,144	16,723	2,087	145,946	6,369	547,813	3,525	**551,338**
Travel and entertainment	13,796	13,802	92,895	90,874	7,752	28,224	22,247	269,590	13,796	**283,386**
Food and beverage	2,355	2,793	624,793	77,673	4,980	5,795	31,683	750,072	2,268	**752,340**
Information technology	21,586	21,587	32,379	43,172	10,793	43,172	21,586	194,275	21,586	**215,861**
Office supplies and other	21,077	21,080	31,510	42,649	10,556	41,630	23,750	192,252	20,815	**213,067**
Advertising and promotion	2,361	2,453	91,612	61,813	8,170	13,927	25,764	206,100	2,361	**208,461**
Consulting	-	-	-	-	-	-	-	-	7,800	**7,800**
Scholarships and donations	50	50	75	53,439	25	100	5,050	58,789	50	**58,839**
Rentals, repairs, and maintenance	1,389	1,389	206,691	18,407	695	2,779	2,424	233,774	1,389	**235,163**
Automobile	2,628	2,628	3,942	5,255	1,314	5,256	2,628	23,651	2,629	**26,280**
Cost of sales	511	511	767	1,023	256	1,023	511	4,602	511	**5,113**
Interest	295	295	442	590	147	590	295	2,654	295	**2,949**
Depreciation and amortization	8,282	8,282	12,422	16,563	4,141	16,563	8,282	74,535	8,281	**82,816**
Total expenses	$ 923,514	$ 318,629	$ 1,754,770	$ 1,517,978	$ 658,058	$ 2,048,458	$ 715,338	$ 7,936,745	$ 425,934	**$ 8,362,679**

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

For the year ended June 30, 2024

	Program Services								Supporting Services	
	Publications	Strategic Communications	Events	Alumni Engagement	Career and Professional Development	Roll Call	Campus Engagement	Programs Subtotal	General and Administrative	Total
Salaries and wages	$ 391,468	$ 299,706	$ 432,821	$ 887,188	$ 428,032	$ 1,160,749	$ 469,363	$ 4,069,327	$ 138,082	$ 4,207,409
Payroll taxes	26,967	20,646	29,815	61,115	29,485	79,959	32,333	280,320	9,512	289,832
Other employee benefits	63,691	48,762	70,419	144,762	81,946	188,851	76,364	674,795	23,518	698,313
Contractors	-	9,239	108,915	38,307	2,100	-	5,379	163,940	5,594	169,534
Professional services	-	-	-	-	-	-	-	-	25,629	25,629
Postage and shipping	83,195	631	2,774	7,964	236	110,651	622	206,073	469	206,542
Printing and publications	355,230	13,851	43,851	25,169	4,159	170,457	22,968	635,685	8,005	643,690
Travel and entertainment	11,269	11,394	106,676	98,828	7,754	22,602	17,500	276,023	11,269	287,292
Food and beverage	1,313	2,034	560,440	73,602	4,067	3,871	32,143	677,470	1,313	678,783
Information technology	20,169	20,169	30,253	40,338	10,084	40,337	20,169	181,519	20,169	201,688
Office supplies and other	20,392	19,907	30,191	60,812	10,067	46,528	24,396	212,293	19,835	232,128
Advertising and promotion	827	867	70,192	38,154	1,148	4,963	11,625	127,776	827	128,603
Consulting	-	-	4,687	500	-	-	-	5,187	-	5,187
Scholarships and donations	50	50	75	51,900	25	100	50	52,250	50	52,300
Rentals, repairs, and maintenance	2,239	2,239	241,983	4,966	1,119	4,477	2,344	259,367	2,238	261,605
Automobile	2,126	2,126	3,189	4,252	1,063	4,252	2,126	19,134	2,126	21,260
Cost of sales	184	184	277	369	92	369	184	1,659	184	1,843
Interest	424	424	636	848	212	848	424	3,816	424	4,240
Depreciation and amortization	6,409	6,409	9,613	12,818	3,204	12,818	6,409	57,680	6,409	64,089
Total expenses	$ 985,953	$ 458,638	$ 1,746,807	$ 1,551,892	$ 584,793	$ 1,851,832	$ 724,399	$ 7,904,314	$ 275,653	$ 8,179,967

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

Georgia Tech Alumni Association
Statements of Cash Flows

For the years ended June 30,	**2025**	2024
Operating Activities		
Change in net assets	**$ (128)**	$ (232,402)
Adjustments to reconcile change in net assets to net cash provided by (used in) operating activities		
Depreciation and amortization	**82,816**	64,089
Unrealized and realized (gain) loss on investments	**(186,515)**	(135,403)
Contributions of property and equipment	**-**	(64,500)
Changes in operating assets and liabilities		
Accounts receivable, net	**(25,881)**	127,875
Prepaid expenses	**(22,300)**	(156,657)
Inventory	**5,114**	(17,247)
Accounts payable	**28,896**	(192,936)
Amounts due to affiliated organizations	**(379,119)**	71,672
Accrued expenses	**127,142**	32,551
Other liabilities	**(19,005)**	30,086
Performance obligation liabilities	**1,388,786**	(12,964)
Net cash provided by (used in) operating activities	**999,806**	(485,836)
Investing Activities		
Purchase of property and equipment	**(183,982)**	(113,230)
Proceeds from sale of investments	**86,795**	132,201
Purchases of investments	**(16,373)**	(19,992)
Net cash provided by (used in) investing activities	**(113,560)**	(1,021)
Financing Activities		
Payments on note payable	**(16,295)**	(15,001)
Net cash provided by (used in) financing activities	**(16,295)**	(15,001)
Net change in cash and cash equivalents	**869,951**	(501,858)
Cash and cash equivalents, at beginning of year	**768,723**	1,270,581
Cash and cash equivalents, at end of year	**$ 1,638,674**	$ 768,723
Schedule of Certain Cash Flow Information		
Cash paid for interest	**$ 2,949**	$ 4,240

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

Note 1: DESCRIPTION OF THE ORGANIZATION

Georgia Tech Alumni Association (the Association) is a nonprofit organization formed in 1908 to assist the Georgia Institute of Technology (the Institute) with alumni engagement and to promote a lifelong connection with the Institute. The Association is dedicated to the interests and welfare of the Georgia Institute of Technology. Among its many programs and activities, and in accordance with an operating agreement with the Institute, the Association develops meaningful relationships with alumni and other friends of the Institute that lead to philanthropic support.

Under the agreement, the Association acts as a fundraising arm of the Institute through the Georgia Tech Foundation (the Foundation) by the solicitation of contributions from both alumni and friends. The Institute provides funding as well as building facilities and related improvements in which the Association operates. The Association also receives operating funding from the Foundation. In addition, the Association generates income through royalties, advertising, sponsorships, events, tours, merchandise sales and direct contributions.

The Association's program services consist of the following:

Publications – Communications produces alumni publications that include the alumni magazine with a total annual circulation of 370,500 and an electronic newsletter with circulation of 3,400,000.

Strategic communications – Conducts promotional efforts to engage alumni and invite them to participate in the Association's programs. Also manages the alumni Association's website and all social media.

Events – Plans and stages alumni events to bring alumni together in social and learning environments. Manages the Association events calendar.

Alumni engagement – Manages alumni constituency groups. The Association's 80 networks provide opportunities for alumni to socialize, connect with students, raise funds, network and impact their community. The alumni tours offer educational trips for alumni to travel, learn about the world, and build community with each other.

Career and professional development – Provides alumni with networking and career development programs in webinar and in-person formats. Enables access to job opportunities and other resources to assist alumni in building skills and growing careers.

Roll Call – *T*he Association serves as a fundraising arm of the Institute. This department manages the annual fund and performs all solicitations that raise funds from approximately 25,000 alumni and friends. The fundraising program promotes education at the Institute by providing unrestricted funds for student scholarships, financial aid, recruitment, and retention of top faculty and support of academic programs.

Campus engagement – Responsible for activities facilitating and promoting interaction among students, alumni, parents and friends of the Institute through three student-led groups. The team also works with approximately 50 organizations on campus to provide connections with alumni.

Note 2: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of Accounting

The accompanying financial statements have been prepared on the accrual basis of accounting in accordance with accounting principles generally accepted in the United States of America (U.S. GAAP). The Financial Accounting Standards Board (FASB) provides authoritative guidance regarding U.S. GAAP through the Accounting Standards Codification (ASC) and related Accounting Standards Updates (ASUs).

Use of Estimates

The preparation of U.S. GAAP financial statements requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and changes therein and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenue and expenses during the reporting period. Actual results could differ from those estimates. Estimates that are particularly susceptible to significant change in the near term are related to the allowance for credit losses, depreciation of property and equipment, fair value of investments in marketable securities, contributions of non-financial assets and allocations used in the statement of functional expenses.

Cash and Cash Equivalents

Cash and cash equivalents include cash and all highly liquid investments with an original maturity of 90 days or less.

Accounts Receivable

Accounts receivable represent amounts owed to the Association which are expected to be collected within twelve months and are presented in the statements of financial position net of the allowance for credit losses.

Allowance for Credit Losses

Management evaluates its receivables on an ongoing basis by analyzing customer relationships and previous payment histories. The allowance for credit losses is management’s best estimate of the amount of expected credit losses in the existing accounts based on current market conditions. Historically, losses on uncollectible accounts have been within management’s expectations. The allowance for credit losses is reviewed on a periodic basis to ensure there is sufficient reserve to cover any potential credit losses. When receivables are considered uncollectible, they are charged against the allowance for credit losses. Collections on accounts previously written off are included in the change in net assets as received.

The allowance for credit losses was $3,000 for both of the years ended June 30, 2025 and 2024.

Inventory

Inventories are stated at the lower of cost or net realizable value. Cost is determined by the first-in, first-out method. When evidence exists that the net realizable value of inventory is lower than its cost, the difference is recognized as a loss in the statements of activities in the period in which it occurs. Inventory consists of mini Ramblin’ Wreck model cars.

Note 2: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Investments

The Association reports investments in equity securities with readily determinable fair values and all investments in debt securities at their fair values in the statements of financial position. Unrealized gains and losses are included in the change in net assets in the accompanying statements of activities. Investment income and gains restricted by donors are reported as increases in net assets without donor restrictions if the restrictions are met (either a stipulated time period ends, or a purpose restriction is accomplished) in the reporting period in which the income and gains are recognized.

Property and Equipment

All acquisitions of property and equipment in excess of $1,000 and all expenditures for maintenance, renewals, and betterments that materially prolong the useful lives of assets are capitalized. Repairs and maintenance are expensed as incurred. Property and equipment are carried at cost or, if donated, at the approximate fair value at the date of donation. Depreciation is computed using the straight-line method over the estimated useful lives of the assets.

Net Assets

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

Net assets without donor restrictions are resources available to support operations and not subject to donor restrictions. The only limits on the use of net assets without donor restrictions are the broad limits resulting from the nature of the Association, the environment in which it operates, the purposes specified in its corporate documents and its application for tax-exempt status, and any limits resulting from contractual agreements with creditors and others that are entered into in the course of its operations.

Net assets with donor restrictions are resources that are subject to donor-imposed restrictions. Some restrictions are temporary in nature, such as those that are restricted by a donor for use for a particular purpose or in a particular future period. Other restrictions may be perpetual in nature, such as those that are restricted by a donor that the resources be maintained in perpetuity.

When a donor's restriction is satisfied, either by using the resources in the manner specified by the donor or by the passage of time, the expiration of the restriction is reported in the financial statements by reclassifying the net assets from net assets with donor restrictions to net assets without donor restrictions.

Revenue Recognition

Revenue from royalties, advertising and sponsorship revenue, events, tours and merchandise sales are recognized as revenue when performance obligations under the terms of the contracts with customers are satisfied. Revenue received in advance is deferred and recognized over the periods to which the dates and fees relate. These amounts are included in performance obligation liabilities within the statements of financial position.

Note 2: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Revenue Recognition (continued)

Contributions are recognized when cash, other assets, an unconditional promise to give, or notification of a beneficial interest is received. Conditional promises to give are not recognized until the conditions on which they depend have been substantially met or the donor has explicitly removed the conditions. Contributions received with donor-imposed restrictions that are met in the same year in which the contributions are received are classified as net assets without donor restrictions.

Donated Assets

Donated investments and other noncash donations are recorded as contributions at their fair values at the date of donation.

Donated Services

Donated services are recognized as contributions if the services (a) create or enhance nonfinancial assets or (b) require specialized skills, are performed by people with those skills, and would otherwise be purchased by the Association. Volunteers provided services throughout the year that are not recognized as contributions in the financial statements since the recognition criteria were not met.

Functional Allocation of Expenses

Directly identifiable expenses are charged to programs and supporting services. Expenses related to salaries and wages, payroll taxes, and other employee benefits are allocated based on actual percentages of time spent in each functional area. General and administrative expenses are allocated based on variety of factors, including the Association's strategic priorities for each year and time and effort in each functional area.

Advertising

The Association uses advertising to promote its programs among the audiences it serves. The production costs of advertising are expensed as incurred. During the years ended June 30, 2025 and 2024, advertising costs totaled $8,741 and $5,063, respectively.

Income Taxes

Under section 501(c)(3) of the Internal Revenue Code, the Association is exempt from taxes on income other than unrelated business income. Unrelated business income results from advertising income. Historically, the costs associated with the unrelated business income have exceeded the revenue generated. Accordingly, no provision for federal and state income taxes is required.

The Association utilizes the accounting requirements associated with uncertainty in income taxes using the provisions of Financial Accounting Standards Board (FASB) ASC 740*, Income Taxes*. Using that guidance, tax positions initially need to be recognized in the financial statements when it is more-likely-than-not the positions will be sustained upon examination by the tax authorities. It also provides guidance for derecognition, classification, interest and penalties, accounting in interim periods, disclosure and transition. As of June 30, 2025 and 2024, the Association has no uncertain tax positions that qualify for recognition or disclosure in the financial statements.

Note 2: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Reclassifications

Certain reclassifications were made to prior year balances to conform with current year presentation.

Subsequent Events

Management has evaluated subsequent events through the date that the financial statements were available to be issued, August 22, 2025, and determined there were no events that occurred that required disclosure. No subsequent events occurring after this date have been evaluated for inclusion in these financial statements.

Note 3: LIQUIDITY AND FINANCIAL ASSET AVAILABILITY

The Association maintains its financial assets primarily in cash and cash equivalents to provide liquidity to ensure funds are available as the Association's expenditures come due. The following reflects the Association's financial assets as of the statements of financial position date, reduced by amounts not available for general use within one year of the statements of financial position date because of contractual or donor-imposed restrictions.

June 30,	**2025**	2024
Total assets at year end	**$ 4,456,695**	$ 3,326,418
Less non-financial assets		
Prepaid expenses	**(245,926)**	(223,626)
Inventory	**(15,000)**	(20,114)
Property and equipment, net	**(442,054)**	(340,888)
Antique Ramblin' Wreck	**(12,500)**	(12,500)
Financial assets at year end	**3,741,215**	2,729,290
Less those assets not available for general expenditure within one year, due to contractual or donor-imposed restrictions		
Donor restricted investments - for scholarships	**(1,504,336)**	(1,413,498)
Financial assets available to meet cash needs for general expenditures within one year	**$ 2,236,879**	$ 1,315,792

The Association is principally supported by the Georgia Tech Foundation, the Georgia Institute of Technology, contributions with and without donor restrictions, and revenue generated from royalties, advertising, sponsorships, events, and tours.

Note 4: ACCOUNTS RECEIVABLE

Accounts receivable consists of the following:

June 30,		**2025**		2024
Advertising	**$**	**69,550**	$	22,780
Sponsorships		**10,167**		37,000
Tours		**15,545**		49,632
Gold & White Gala		**67,000**		-
Affiliated organizations		**51,868**		37,480
Other		**11,058**		52,415
Total accounts receivable		**225,188**		199,307
Less allowance for credit losses		**(3,000)**		(3,000)
Accounts receivable, net	**$**	**222,188**	$	196,307

Note 5: INVESTMENTS

Investments in marketable securities consist of the following:

June 30,		**2025**		2024
Pooled investments held by Georgia Tech Foundation	**$**	**1,880,353**	$	1,764,260
Total investment in marketable securities	**$**	**1,880,353**	$	1,764,260

Note 6: PROPERTY AND EQUIPMENT

The components of property and equipment consist of the following at June 30, 2025 and 2024:

	Estimated Useful Lives (in years)	**2025**	2024
Leasehold improvements	15	**$ 165,397**	$ 165,397
Equipment	3 - 5	**287,756**	259,681
Furniture and fixtures	7	**230,000**	211,103
Vehicles	5	**194,166**	194,166
Software	5	**60,198**	60,198
Total depreciable property and equipment		**937,517**	890,545
Less accumulated depreciation and amortization		**(632,473)**	(549,657)
Total depreciable property and equipment, net		**305,044**	340,888
Work in progress		**137,010**	-
Total property and equipment, net		**$ 442,054**	$ 340,888

Depreciation and amortization expense for the years ended June 30, 2025 and 2024 amounted to $82,816 and $64,089, respectively.

Note 7: LONG-TERM DEBT

Long-term debt consists of the following:

June 30,	**2025**	2024
Note payable to a financial institution, monthly payments of $1,612 including interest of 8.54% per annum, maturity of 2027, collateralized by vehicle.	**$ 24,406**	$ 40,701
Less current portion	**(17,709)**	(14,867)
Long-term debt, less current portion	**$ 6,697**	$ 25,834

Interest expense related to the note payable was $2,949 and $4,240 for the years ended June 30, 2025 and June 30, 2024, respectively.

Note 7: LONG-TERM DEBT (Continued)

Maturities of long-term debt subsequent to June 30, 2025, consist of the following:

For the years ending June 30,	
2026	$ 17,709
2027	6,697
Total	$ 24,406

Note 8: NET ASSETS

A summary of net assets with donor restrictions consists of the following:

June 30,	**2025**	2024
Purpose restricted		
Scholarship endowment	**$ 1,504,336**	$ 1,413,498
Total net assets with donor restrictions	**$ 1,504,336**	$ 1,413,498

A summary of the release of donor restrictions consists of the following:

For the years ended June 30,	**2025**	2024
Purpose restricted		
Scholarships	**$ 51,339**	$ 48,541
Total net assets released from donor restrictions	**$ 51,339**	$ 48,541

Note 9: REVENUE

The Association recognizes revenue at a point in time for its royalty revenue, advertising and sponsorship revenue, event fees and tour commissions. Revenue is recognized when performance obligations under the terms of the contracts with customers are satisfied. As of June 30, 2025 and 2024, there are performance obligations to be satisfied of $1,499,818 and $111,032, respectively. At June 30, 2025, management expects to recognize $1,499,818 as revenue during the year ended June 30, 2026. All performance obligations at June 30, 2024, were recognized during the year ended June 30, 2025.

Note 9: REVENUE (Continued)

Contract Balances

Contract assets and liabilities related to revenue from contracts with customers consists of the following:

June 30,		**2025**		2024
Contract assets				
Accounts receivable, beginning of year	**$**	**196,307**	$	324,182
Accounts receivable, end of year	**$**	**222,188**	$	196,307
Contract liabilities				
Performance obligation liabilities, beginning of year	**$**	**111,032**	$	123,996
Performance obligation liabilities, end of year	**$**	**1,499,818**	$	111,032

Note 10: CONTRIBUTIONS OF NON-FINANCIAL ASSETS

All donated property and equipment were utilized by the Association's program services. There were no donor-imposed restrictions associated with contributed property and equipment.

There were no contributed non-financial assets during the year ended June 30, 2025. The components of donated property and equipment contributed to the Association consist of the following for the year ended June 30, 2024:

For the year ended June 30,		2024
Program services		
Vehicle	$	64,500
Total contributed goods	$	64,500

Donated property and equipment was valued at price that would be paid for purchasing a similar vehicle.

Note 11: ENDOWMENTS

The Association's quasi endowment consists of one individual fund established for scholarships. Its endowment includes only donor-restricted funds. As required by generally accepted accounting principles, net assets associated with endowment funds, including funds designated by the Board of Trustees to function as endowments, are classified and reported based on the existence or absence of donor-imposed restrictions.

Note 11: ENDOWMENTS (Continued)

Absent explicit donor stipulations to the contrary, the Board of Trustees of the Association has interpreted the State of Georgia's Uniform Prudent Management of Institutional Funds Act (UPMIFA) as requiring the preservation of the fair value of the original gift as of the gift date of the donor-restricted endowment funds. As a result of this interpretation, the Association retains in perpetuity and classifies as net assets with donor restrictions (1) the original value of gifts donated to the perpetual endowment, (2) the original value of subsequent gifts to the perpetual endowment, and (3) accumulations to the perpetual endowment made in accordance with the direction of the applicable donor gift instrument at the time the accumulation is added to the fund. The remaining portion of the donor-restricted endowment fund that is not retained in perpetuity are subject to appropriation for expenditure by the Association in a manner consistent with the standard of prudence prescribed by UPMIFA. In accordance with UPMIFA, the Association considers the following factors in making a determination to appropriate or accumulate donor-restricted endowment funds: (1) the duration and preservation of the various funds, (2) the purposes of the donor-restricted endowment funds, (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 Association, and (7) the Association's investment policies.

Investment Return Objectives, Risk Parameters and Strategies. The Association has adopted investment and spending policies, approved by the Board of Trustees, for endowment assets. Those policies attempt to provide a predictable stream of funding to programs supported by its endowment funds while also maintaining the purchasing power of those endowment assets over the long-term. Accordingly, the investment process seeks to achieve an after-cost total real rate of return, including investment income as well as capital appreciation, which exceeds the annual distribution with acceptable levels of risk.

Endowment assets are managed by the Foundation and combined in the Foundation’s investment pool, which is a broadly diversified fund consisting primarily of stocks, bonds, hedge funds, real estate and limited partnerships. The Association expects its endowment assets to achieve a target rate of return of 5% over the consumer price index over a five-year horizon and to outperform the investment policy benchmark over the rolling five-year periods.

Spending Policy. The Association has a policy of appropriating for distribution each year up to 4% of its endowment fund's average fair value of the prior 12 quarters. In establishing this policy, the Association considered the long-term expected return on its investment assets, the nature and duration of the individual endowment funds, and the possible effects of inflation. This is consistent with the Association's objective to maintain the purchasing power of the endowment assets as well as to provide additional real growth through new gifts and investment return.

From time to time, certain donor-restricted endowment funds may have fair values that are less than the amount required to be maintained by donors or by law (underwater endowments). The Association has interpreted UPMIFA to permit spending from underwater endowments in accordance with prudent measures required under law. The Association had no underwater endowments at June 30, 2025 or 2024.

Endowment net asset composition by type of fund consists of the following:

June 30,	**2025**	2024
Endowment funds with donor restrictions	**$ 1,504,336**	$ 1,413,498
Total endowment funds	**$ 1,504,336**	$ 1,413,498

Note 11: ENDOWMENTS (Continued)

Changes in endowment net assets consist of the following for the years ended June 30, 2025 and 2024:

June 30,	**2025**	2024
Endowment net assets, July 1	**$ 1,413,498**	$ 1,359,950
Investment income (loss)	**(6,473)**	(2,839)
Net appreciation (depreciation)	**148,650**	104,928
Amounts appropriated for expenditure	**(51,339)**	(48,541)
Endowment net assets, June 30	**$ 1,504,336**	$ 1,413,498

Note 12: FAIR VALUE MEASUREMENTS

Fair value is the exchange price that would be received for an asset or paid to transfer a liability (exit price) in the principal or most advantageous market for the asset or liability in an orderly transaction between market participants on the measurement date. There are three levels of inputs that may be used to measure fair values:

Level 1: Quoted prices (unadjusted) for identical assets or liabilities in active markets that the entity has the ability to access as of the measurement date.

Level 2: Significant other observable inputs other than Level 1 prices, such as:

- Quoted prices for similar assets or liabilities in active markets;
- Quoted prices for identical or similar assets or liabilities in inactive markets;
- Inputs, other than quoted prices, that are:
  - observable; or
  - can be corroborated by observable market data.

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 or liability.

Level 3: Inputs to the valuation methodology are unobservable and significant to the fair value measurement.

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 minimize the use of unobservable inputs.

Following is a description of the valuation methodologies used for assets measured at fair value. There have been no changes in the methodologies used at June 30, 2025 and 2024.

Pooled Investments: Valued based on net asset value (NAV) per share or unit as a practical expedient as reported by the fund manager, multiplied by the number of shares or units held as of the measurement date. Accordingly, the NAV based investments have been excluded from the fair value hierarchy leveling.

Note 12: FAIR VALUE MEASUREMENTS (Continued)

The preceding methods described may produce a fair value calculation that may not be indicative of net realizable value or reflective of future fair values. Furthermore, although the Association believes its valuation methods are appropriate and consistent with other market participants, the use of different methodologies or assumptions to determine fair value of certain financial instruments could result in different fair value measurements at the reporting date.

Assets and liabilities are measured at fair value on a recurring basis. All investments at June 30, 2025 and 2024 are measured at fair value using the NAV per share and have been excluded from the fair value hierarchy leveling.

Changes in Fair Value Levels

The availability of observable market data is monitored to assess the appropriate classification of financial instruments within the fair value hierarchy. Changes in economic conditions or model-based valuation techniques may require the transfer of financial instruments from one fair value level to another. In such instances, the transfer is reported at the beginning of the reporting period.

Management evaluated the significance of transfer between levels based upon the nature of the financial instrument and size of the transfer relative to total assets. For the years ended June 30, 2025 and 2024, there were no significant transfers in or out of Levels 1, 2 or 3.

Fair Value of Investments that Calculate Net Asset Value

The following table summarizes information related to the pooled investments measured at fair value based on NAV per share as of June 30, 2025 and 2024, respectively. The pooled investments are maintained by Georgia Tech Foundation which hold the investments in accordance with a stated set of fund objectives.

Year-end	Fair Value	Unfunded Commitments	Redemption Frequency (if eligible)	Redemption Notice Period
June 30, 2025	**$ 1,880,353**	**$ -**	**Daily**	**None**
June 30, 2024	$ 1,764,260	$ -	Daily	None

Note 13: CONCENTRATIONS

The Association depends heavily on support from the Foundation. The ability of the Foundation to continue its support is indeterminate due to the uncertainty of future resources. Should this support be discontinued, the Association would have to replace this funding from other sources or discontinue certain of its programs. For the years ended, June 30, 2025 and 2024, the Association received approximately 69% and 73%, respectively, of its total revenue and support from the Foundation.

The Association maintains cash deposits with financial institutions at June 30, 2025 and 2024, in excess of federally insured limits of $416,972 and $133,546 respectively.

Note 14: COMMITMENTS

Previously, the Foundation entered into a service agreement with a company to purchase the rights to new marketing software that includes website management, e-mail marketing, event management, on-line giving, social networking, and data management. In turn, the Association entered into a commitment with the Foundation to pay a portion of the costs associated with the software agreement. During the year ended June 30, 2023, the Foundation renewed the agreement and the commitment was extended through October 31, 2025. The expense incurred by the Association during the years ended June 30, 2025 and 2024 totaled $55,322 and $53,711, respectively. There are no remaining future minimum payments required to be paid by the Association as of June 30, 2025.

Previously, the Association entered into an agreement with another company for software and services related to a virtual engagement platform. During the year ended June 30, 2024, the Association renewed the agreement. The effective dates of this agreement are June 7, 2024 through June 6, 2027. The expense incurred by the Association totaled $75,705 and $73,879 during the years ended June 30, 2025 and June 30, 2024, respectively. Under the terms of this agreement, the remaining future minimum payments required to be paid by the Association are $151,410 as of June 30, 2025.

Note 15: RELATED PARTIES

The Association is an affiliate of the Foundation and the Institute. During the years ended June 30, 2025 and 2024, the Association paid the Foundation $670,286 and $393,459, respectively. During the years ended June 30, 2025 and 2024, the Association paid the Institute and the Institute’s auxiliary affiliates $287,678 and $601,240, respectively. At June 30, 2025 and 2024, the amounts due to affiliated organizations totaled $31,403 and $410,807, respectively.

The Association receives support from the Foundation and the Institute. During the years ended June 30, 2025 and 2024, the Association received $5,774,000 and $5,773,900, respectively, in unrestricted contributions from the Foundation. The Association received $878,082 and $858,327 during the years ended June 30, 2025 and 2024, respectively, in unrestricted contributions from the Institute and the Institute’s auxiliary affiliates. At June 30, 2025 and 2024, the amounts due from affiliated organizations totaled $51,868 and $37,480, respectively.

Note 16: DEFINED CONTRIBUTION PLAN

The Association sponsors a 401(k) defined contribution plan (the Plan) that allows eligible participants to contribute a portion of their annual compensation. The Association matches participants' contributions to the Plan up to the first 5% of the individual participant's compensation. In addition, the Association operates under a Safe Harbor plan where the Association contributes an additional 3% of each eligible employee’s salary at the end of each calendar year. Total expense for the years ended June 30, 2025 and 2024 was $283,749 and $267,889, respectively.