

**Amit Children, Inc.  
and Affiliates**

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CONSOLIDATED  
FINANCIAL  
STATEMENTS  
AND  
SUPPLEMENTARY INFORMATION

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December 31, 2024

**AMIT Children, Inc. and Affiliates**  
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**For the Year Ended December 31, 2024**

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## INDEPENDENT AUDITOR'S REPORT

To the Board of Directors  
Amit Children Inc. and Affiliates  
New York, New York

### *Opinion*

We have audited the consolidated financial statements of Amit Children Inc. and its Affiliates (a nonprofit organization), which comprise the consolidated balance sheets as of December 31, 2024, and the related consolidated statements of activities, functional expenses, and cash flows for the year then ended, and the related notes to the consolidated financial statements.

In our opinion, based on our audits and the reports of, and additional audit procedures performed by, the other auditors, the accompanying consolidated financial statements present fairly, in all material respects, the financial position of Amit Children Inc. and Affiliates as of December 31, 2024, and the results of its operations and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

We did not audit the financial statements of two foreign affiliates, which statements reflect total assets of approximately \$167.3 million at December 31, 2024, and total revenues of approximately \$296.9 million for the year then ended. Those statements, which were prepared in accordance with International Financial Reporting Standards as issued by the International Accounting Standards Board, were audited by other auditors in accordance with International Standards on Auditing, whose reports have been furnished to us. We have applied audit procedures on the conversion adjustments to the financial statements of the two affiliates, which conform those financial statements to accounting principles generally accepted in the United States of America. Our opinion, insofar as it relates to the amounts included for such affiliates, prior to those conversion adjustments, is based solely on the reports of, and additional audit procedures to meet the relevant requirements of auditing standards generally accepted in the United States of America performed by, the other auditors.

### *Basis for Opinion*

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of Amit Children Inc. and Affiliates 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.

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### ***Responsibilities of Management for the Financial Statements***

Management is responsible for the preparation and fair presentation of the consolidated 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 consolidated financial statements that are free from material misstatement, whether due to fraud or error.

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

### ***Auditor's Responsibilities for the Audit of the Financial Statements***

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

In performing an audit in accordance with GAAS, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the consolidated 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 consolidated 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 Amit Children Inc. and Affiliates' 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 consolidated financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about Amit Children Inc. and Affiliates' 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.

***Disclaimer of Opinion on Supplementary Information***

Our audit was conducted for the purpose of forming an opinion on the consolidated financial statements as a whole. The supplementary information, which is the responsibility of management, is presented for purposes of additional analysis and is not a required part of the consolidated financial statements. Such information has not been subjected to the auditing procedures applied in the audit of the consolidated financial statements and, accordingly, we do not express an opinion or provide any assurance on it.

*Roth & Company LLP*

Roth & Company, LLP  
Brooklyn, New York  
November 17, 2025

**Amit Children, Inc. and Affiliates**  
**Consolidated Statement of Financial Position**  
**December 31, 2024**

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**ASSETS**

**CURRENT ASSETS**

Cash and cash equivalents	\$ 32,114,212	
Short-term investments, at fair value	47,886,684	
Contributions receivable, current portion	6,219,633	
Government and other receivables	8,022,484	
Prepaid expenses and other assets	<u>31,669</u>	
<b>TOTAL CURRENT ASSETS</b>		<b>\$ 94,274,682</b>

**OTHER ASSETS**

Long-term investments, at fair value	27,852,207	
Contributions receivable, net	13,755,738	
Prepaid expenses and other assets, less current portion	881,821	
Fixed assets, net	58,521,392	
Right of use asset, operating leases	<u>6,789,296</u>	
<b>TOTAL OTHER ASSETS</b>		<b><u>107,800,454</u></b>

<b>TOTAL ASSETS</b>		<b><u><u>\$ 202,075,136</u></u></b>
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THE ACCOMPANYING NOTES ARE AN INTEGRAL PART OF THESE CONSOLIDATED FINANCIAL STATEMENTS

**Amit Children, Inc. and Affiliates**  
**Consolidated Statement of Financial Position**  
**December 31, 2024**

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**LIABILITIES AND NET ASSETS**

**CURRENT LIABILITIES**

Accounts payable and accrued expenses	\$ 41,106,853	
Deferred revenue	11,775,432	
Accrued salaries and benefits	1,336,227	
Short-term lease liability	355,425	
Obligations due under split-interest agreements	473,867	
<b>TOTAL CURRENT LIABILITIES</b>		<b>\$ 55,047,804</b>

**LONG-TERM LIABILITIES**

Long-term lease liability	6,785,712	
Long-term debt	57,697,285	
Economic Injury Disaster Loan payable	70,815	
<b>TOTAL LONG-TERM LIABILITIES</b>		<b>64,553,812</b>

<b>TOTAL LIABILITIES</b>		<b>119,601,616</b>
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**NET ASSETS**

Without donor restrictions	58,413,496	
With donor restrictions	24,060,024	
<b>TOTAL NET ASSETS</b>		<b>82,473,520</b>

<b>TOTAL LIABILITIES AND NET ASSETS</b>		<b>\$ 202,075,136</b>
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THE ACCOMPANYING NOTES ARE AN INTEGRAL PART OF THESE CONSOLIDATED FINANCIAL STATEMENTS

**Amit Children, Inc. and Affiliates**  
**Consolidated Statement of Activities**  
**For the year ended December 31, 2024**

	Without Donor Restrictions	With Donor Restrictions	Total
<b>REVENUES</b>			
Tuition and fees	\$ 278,301,810	\$ 3,898,406	\$ 282,200,216
Contributions	15,185,970	8,554,106	23,740,076
Special events (net of direct costs of \$839,234)	280,108	-	280,108
Legacies and bequests	1,014,174	-	1,014,174
Investment gain, net	1,372,619	24,588	1,397,207
Other revenue	368,549	-	368,549
Net assets released from restrictions	2,769,901	(2,769,901)	-
<b>TOTAL REVENUES</b>	<u>299,293,131</u>	<u>9,707,199</u>	<u>309,000,330</u>
<b>OPERATING EXPENSES</b>			
<b>Program expenses</b>			
Israel projects	285,256,430	-	285,256,430
Public information and education	1,520,246	-	1,520,246
AMIT Children magazine	115,121	-	115,121
<b>TOTAL PROGRAM EXPENSES</b>	<u>286,891,797</u>	<u>-</u>	<u>286,891,797</u>
<b>Supporting services</b>			
General and administrative expenses	9,739,135	-	9,739,135
Fundraising expenses	880,938	-	880,938
<b>TOTAL SUPPORTING EXPENSES</b>	<u>10,620,073</u>	<u>-</u>	<u>10,620,073</u>
<b>TOTAL OPERATING EXPENSES</b>	<u>297,511,870</u>	<u>-</u>	<u>297,511,870</u>
<b>CHANGE IN NET ASSETS FROM OPERATIONS</b>	<u>1,781,261</u>	<u>9,707,199</u>	<u>11,488,460</u>
<b>OTHER INCOME (LOSS)</b>			
Actuarial change in split-interest agreements	(31,576)	-	(31,576)
Change in long-term receivable discount	-	(369,723)	(369,723)
Gain/(Loss) on foreign currency translation	(387,132)	54,130	(333,002)
<b>TOTAL OTHER INCOME (LOSS)</b>	<u>(418,708)</u>	<u>(315,593)</u>	<u>(734,301)</u>
<b>CHANGE IN NET ASSETS</b>	1,362,553	9,391,606	10,754,159
<b>NET ASSETS - BEGINNING</b>	<u>57,050,943</u>	<u>14,668,418</u>	<u>71,719,361</u>
<b>NET ASSETS - ENDING</b>	<u>\$ 58,413,496</u>	<u>\$ 24,060,024</u>	<u>\$ 82,473,520</u>

THE ACCOMPANYING NOTES ARE AN INTEGRAL PART OF THESE FINANCIAL STATEMENTS

**Amit Children, Inc. and Affiliates**  
**Consolidated Statement of Functional Expenses**  
**For the year ended December 31, 2024**

	<u>Program Services</u>			<u>Supporting Services</u>			<u>Total</u>
	<u>Israel Projects</u>	<u>Public Information and Education</u>	<u>AMIT Children Magazine</u>	<u>Total Program Services</u>	<u>General and Administrative</u>	<u>Fundraising</u>	
Salaries and benefits	\$ 201,200,089	\$ 853,465	\$ 37,602	\$ 202,091,156	\$ 7,801,389	\$ 557,702	\$ 210,450,247
Grants	992,489	-	-	992,489	-	-	992,489
School cultural and educational materials	51,730,182	-	-	51,730,182	-	-	51,730,182
Food, clothing and medicine	21,438,268	-	-	21,438,268	127,322	-	21,565,590
Bad debt	-	-	-	-	69,792	-	69,792
Cleaning and rubbish removal	7,038	4,565	190	11,793	4,375	2,853	19,021
Computer services	52,492	39,048	1,832	93,372	29,578	19,290	142,240
Dues and subscriptions	11,984	7,773	324	20,081	7,449	4,858	32,388
Equipment rental and repairs	23,296	14,717	599	38,612	13,780	8,987	61,379
Fees and taxes	87,190	22,949	956	111,095	27,523	14,343	152,961
Insurance	606,533	8,046	335	614,914	40,719	5,671	661,304
Occupancy	911,141	149,092	6,212	1,066,445	142,879	93,182	1,302,506
Office supplies	317,487	6,956	290	324,733	27,419	4,348	356,500
Postage	46,122	16,679	4,478	67,279	20,956	9,032	97,267
Printing	28,403	28,403	39,535	96,341	1,187	-	97,528
Professional fees	167,597	18,728	780	187,105	363,766	11,705	562,576
Public relations and advertising	933,931	290,124	21,167	1,245,222	-	3,232.00	1,248,454
Security	779,520	1,687	70	781,277	1,816	1,054	784,147
Telephone	744,820	7,932	331	753,083	105,979	5,159	864,221
Travel and transportation	1,805,133	49,672	-	1,854,805	542,535	106,465	2,503,805
Miscellaneous	662,808	410	420	663,638	167,367	33,057	864,062
<b>Total expenses, before depreciation and amortization</b>	<b>282,546,523</b>	<b>1,520,246</b>	<b>115,121</b>	<b>284,181,890</b>	<b>9,495,831</b>	<b>880,938</b>	<b>294,558,659</b>
Depreciation and amortization	2,709,907	-	-	2,709,907	243,304	-	2,953,211
<b>Total expenses</b>	<b>\$ 285,256,430</b>	<b>\$ 1,520,246</b>	<b>\$ 115,121</b>	<b>\$ 286,891,797</b>	<b>\$ 9,739,135</b>	<b>\$ 880,938</b>	<b>\$ 297,511,870</b>

THE ACCOMPANYING NOTES ARE AN INTEGRAL PART OF THESE FINANCIAL STATEMENTS

**Amit Children, Inc. and Affiliates**  
**Consolidated Statement of Cash Flows**  
**For the year ended December 31, 2024**

<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Change in net assets		\$ 10,754,159
Adjustments to reconcile change in net assets to net cash provided by operating activities		
Loss on foreign currency translation	\$ 333,002	
Depreciation and amortization	2,953,211	
Actuarial change in split-interest obligation	31,576	
Change in long term receivable discount	369,723	
Unrealized/realized gain on investments	(1,000,740)	
Amortization of right of use asset in excess of cash lease payments	142,486	
Bad debt expense	69,792	
Change in operating assets and liabilities		
Contributions receivable	(5,963,162)	
Government and other receivables	(2,565,535)	
Prepaid expenses and other assets	27,831	
Accounts payable	3,721,017	
Accrued expenses	3,950,184	
Total adjustments		<u>2,069,385</u>
<b>NET CASH PROVIDED BY OPERATING ACTIVITIES</b>		<u>12,823,544</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Purchase of investments	(37,937,033)	
Proceeds from sale of investments	283,631	
Additions to property and equipment	(20,581,846)	
Payment of annuity obligations	(72,653)	
Proceeds from gift annuities	63,900	
<b>NET CASH USED IN INVESTING ACTIVITIES</b>		<u>(58,244,001)</u>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Payment on loan	(58,372)	
Receipt of long-term loans from banking institution	54,039,449	
<b>NET CASH PROVIDED BY FINANCING ACTIVITIES</b>		<u>53,981,077</u>
<b>NET INCREASE IN CASH</b>		8,560,620
<b>CASH AT BEGINNING OF YEAR</b>		23,609,911
Effect of exchange rate changes on cash and cash equivalents		(56,319)
<b>CASH AT END OF YEAR</b>		<u><u>\$ 32,114,212</u></u>
<b>SIGNIFICANT NON CASH ACTIVITIES</b>		
Paid-in-kind interest expense on long-term debt capitalized to fixed assets		\$ 1,109,430

THE ACCOMPANYING NOTES ARE AN INTEGRAL PART OF THESE FINANCIAL STATEMENTS

**AMIT Children, Inc. and Affiliates**  
**Notes to Consolidated Financial Statements**  
**December 31, 2024**

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**NOTE 1      PRINCIPLES OF CONSOLIDATION**

The accompanying consolidated financial statements include the accounts of AMIT Children, inc. (AMIT USA) and its affiliates, AMIT Women (AMIT Israel); Yazamut Vehadshanut Behinuh and AMIT Women, Inc. (collectively, AMIT). The Board of Directors of AMIT USA appoints the Board of Directors of AMIT Israel and has board control of AMIT Israel; AMIT Women, Inc.; and Yazamut Vehadshanut Behinuh.

All material intercompany transactions and balances have been eliminated in consolidation.

**NOTE 2      NATURE OF ORGANIZATIONS**

AMIT enables Israel's youth to realize their potential and strengthen Israeli society by educating and nurturing children from diverse backgrounds within a framework of academic excellence, Jewish values, and Zionist ideals. Founded in 1925, AMIT operates 107 schools, youth villages, surrogate family residences, and other programs in 33 cities, constituting Israel's only government-recognized network of religious Jewish education incorporating academic and technological studies.

AMIT USA is a 501 (c)(3) not-for-profit organization that is exempt from federal income taxes under Section 501(a) of the Internal Revenue Code (the Code). The majority of the funds raised by AMIT USA and its volunteers are used to fund projects in Israel.

AMIT Israel is registered as an Amuta (a Society) under the Laws of Societies in Israel and is a "public institution" as defined in the Income Tax Ordinance and is, therefore, exempt from income tax. In addition, AMIT Israel is also recognized by the Income Tax Authority for purposes of receiving donations under Article No. 46 of the income Tax Ordinance. AMIT Israel's primary sources of revenues are government grants, tuition fees, and contributions. AMIT USA's primary source of revenue is contributions.

AMIT Children, Inc. is an American not-for-profit organization, which is incorporated in the U.S. and is also registered in Israel as a foreign corporation under the name of AMIT Women, Inc.

Yazamut Vehadshanut Behinuh is registered as an Amuta under the Laws of Societies in Israel as of June 4, 2019, in order to develop innovative and relevant methodologies for promoting Jewish and social values and promoting high school graduates from Israel and abroad.

**NOTE 3      SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

***Basis of Presentation***

The accompanying consolidated financial statements have been prepared on the accrual basis of accounting and have been prepared in accordance with accounting principles generally accepted in the United States of America (U.S. GAAP) as applicable to not-for-profit organizations. In the consolidated statement of financial position, assets and liabilities are presented in order of liquidity or conversion to cash and their maturity resulting in the use of cash, respectively.

***Financial Statement Presentation***

The classification of a not-for-profit organization's net assets and its support, revenue, and expenses is based on the existence or absence of donor-imposed restrictions. It requires that the amounts for each of the classes of net assets—with donor restrictions and without donor restrictions—be displayed in a statement of financial position and that the amounts of change in each of those classes of net assets be displayed in a statement of activities.

These classes are defined as follows:

*Without Donor Restrictions* - This class consists of the part of net assets that are not subject to donor-imposed stipulations and are, therefore, available for the general operations of AMIT.

*With Donor Restrictions* - This class consists of net assets resulting from contributions and other inflows of assets whose use by AMIT is limited by donor-imposed stipulations. When such stipulations end or are fulfilled, such net assets are reclassified as net assets without donor restrictions and reported in the consolidated statement of activities as net assets released from restrictions.

***Cash and Cash Equivalents***

AMIT considers all highly liquid instruments purchased with maturities of three months or less to be cash equivalents. Cash and cash equivalents held by brokers for Long-term investment are classified as investments, The financial instruments that potentially subject AMIT to concentration of credit risk consist primarily of cash and cash equivalents. At various times, AMIT has cash deposits at financial institutions that exceed the Federal Deposit Insurance Corporation (FDIC) limit. These financial institutions have strong credit ratings; therefore, management believes the risk related to these accounts is minimal.

**AMIT Children, Inc. and Affiliates**  
**Notes to Consolidated Financial Statements**  
**December 31, 2024**

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**NOTE 3      SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)**

***Investments, at Fair Value***

Accounting Standards Codification (ASC) 820, *Fair Value Measurement*, establishes a hierarchy for inputs used in measuring fair value that maximizes the use of observable inputs and minimizes the use of unobservable inputs by requiring that inputs that are most observable be used when available. Observable inputs are those inputs that market participants operating within the same marketplace as AMIT would use in pricing AMIT's asset or liability based on independently derived and observable market data. Unobservable inputs are inputs that cannot be sourced from a broad active market in which assets or liabilities identical or similar to those of AMIT are traded. AMIT estimates the price of any assets for which there are only unobservable inputs by using assumptions that market participants that have investments in the same or similar assets would use as determined by the money managers for each investment based on best information available in the circumstances. The input hierarchy is broken down into three levels based on the degree to which the exit price is independently observable or determinable, as follows:

*Level 1* Valuation is based on quoted market prices in active markets for identical assets or liabilities. Since valuations are based on quoted prices that are readily and regularly available in an active market, valuation of these products does not entail a significant degree of judgment.

*Level 2* - Valuation is based on quoted market prices of investments that are not actively traded or for which certain significant inputs are not observable, either directly or indirectly.

*Level 3* - Valuation is based on inputs that are unobservable and reflect management's best estimate of what market participants would use as fair value.

***Revenue Recognition***

Revenue is recognized when control of promised goods or services is transferred to customers, in an amount that reflects the consideration the Organization expects to be entitled to in exchange for those goods or services, in accordance with Accounting Standards Codification (ASC) 606, Revenue from Contracts with Customers.

***Tuition Revenue***

Tuition revenue is recognized over time, as the Organization has determined that the educational services provided are simultaneously transferred to and consumed by the student. Accordingly, revenue is recognized ratably over the school year. Tuition is generally due monthly in equal installments throughout the school year. Revenues from state and local governments in Israel resulting from AMIT's operations are based on the number of students enrolled and are recorded when services are performed in accordance with agreements with the governing authorities.

For the year ended December 31, 2024, all revenue recognized under ASC 606 was recognized over time and amounted to \$282,200,216 from tuition.

**AMIT Children, Inc. and Affiliates**  
**Notes to Consolidated Financial Statements**  
**December 31, 2024**

**NOTE 3 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)**

***Revenue Recognition (continued)***

**Deferred Revenue**

Tuition payments received prior to the start of the school year are recognized as a contract liability and recorded as deferred revenue. As the Organization provides education services, the deferred revenue is amortized into revenue on a pro-rata basis over the school year.

**Accounts Receivable and Contract Liabilities**

The balances of accounts receivable and contract liabilities related to student revenue were as follows:

Description	Accounts Receivable	Contract Liabilities
Balance at January 1, 2024	\$5,372,479	\$12,274,662
Balance at December 31, 2024	\$8,022,484	\$11,775,432

The Organization did not recognize contract assets, as its billing practices do not result in amounts earned that it is precluded from billing.

**Significant Judgments**

The Organization applies significant judgment in estimating the amount of revenue it expects to collect under the terms of tuition contracts. These estimates are based on historical collection trends and adjusted for any expected changes in economic conditions. The transaction price reflects contractual amounts adjusted for explicit or implicit price concessions. Estimated uncollectible amounts are excluded from revenue at the time of recognition.

The following table shows AMIT 's revenues disaggregated by service type:

Year ended December 31, 2024:

Tuition and fees	\$ 282,200,216
Total revenue subject to ASC 606	282,200,216
Contributions	23,740,076
Special events income, net	280,108
Legacies and bequests	1,014,174
Investment income	1,397,207
Other income	368,549
Total revenue	\$ 309,000,330

**AMIT Children, Inc. and Affiliates**  
**Notes to Consolidated Financial Statements**  
**December 31, 2024**

**NOTE 3      SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)**

***Revenue Recognition (continued)***

The following table shows AMIT's revenue (after eliminations) disaggregated by geography based on services provided:

Year ended December 31, 2024:

AMIT USA	\$ 20,772,555
AMIT Israel	284,572,547
Affiliates	<u>3,655,228</u>
 Total revenue	 <u><u>\$ 309,000,330</u></u>

The following table shows AMIT's accounts receivable disaggregated by service type:

Year ended December 31, 2024:

Due from Israeli government ministries and municipalities	\$ 2,105,566
Due from local authorities	2,387,124
Other receivables	<u>3,529,794</u>
 Total accounts receivable	 <u><u>\$ 8,022,484</u></u>

***Contributions***

Contributions, including unconditional promises to give (pledges), are reported as revenues in the period received or pledged, at their net realizable value. Unconditional promises to give, which are to be received after one year, are discounted using an appropriate discount rate (credit adjusted) commensurate with the risks involved. An allowance for uncollectible contributions receivable is provided in the net asset class in which the contribution receivable resides, based on management's assessment of the aged basis of its receivables, current economic conditions, subsequent receipts, and historical information. Receivables are charged to bad debt when they are deemed to be uncollectible, based upon a periodic review of the accounts by management. AMIT writes off any amounts that are no longer considered to be recoverable, and any payments subsequently received on such receivables are recorded as income in the period received.

Contributions with purpose or time restrictions are reported as increases in net assets with donor restrictions and subsequently released when the restrictions on which they depend are met.

**AMIT Children, Inc. and Affiliates**  
**Notes to Consolidated Financial Statements**  
**December 31, 2024**

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**NOTE 3      SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)**

***Contributions (continued)***

Conditional promises to give and intentions to give are not recognized until they become unconditional - that is, when the conditions on which they depend are substantially met.

***Contributed Services and in-Kind Contributions***

For the year ended December 31, 2024, the value of contributed services meeting the requirements for recognition in the consolidated financial statements was not material and has not been recorded. In addition, many individuals volunteer their time and perform a variety of tasks that assist AMIT, which receives more than 5,000 volunteer hours per year. These services are not reflected in these combined financial statements, since the services provided do not meet the criteria for recognition under GAAP (ASC Topic 958-605-25-16).

***Receivables and Allowance for Credit Losses***

The Organization does not require collateral in support of its receivables. Estimated provisions for losses on these receivables are recorded each period as credit loss expense on the statement of activities. The provision for credit losses is based on the Organization's assessment of the collectability of assets pooled together with similar risk characteristics. The Organization estimates its provision for credit losses based on its historical collection trends, the age of outstanding receivables, existing economic conditions and reasonable forecasts. If events or changes in circumstances indicate that specific receivable balances may be impaired, further consideration is given to the collectability of those balances, and the allowance is adjusted accordingly. The Organization applied this methodology and determined the allowance for expected credit losses was immaterial and has not been separately recorded in the financial statements for the year ended December 31, 2024.

***Split-Interest Agreements***

AMIT holds assets under split-interest agreements consisting of charitable remainder trusts and charitable gift annuities for which AMIT serves as the trustee. Such agreements provide for payments to the donors, or their stipulated beneficiaries of either income earned on related investments or specified annuity amounts. Assets held under these agreements are reported as investments held under split-interest agreements on the consolidated statement of financial position. A portion of the contributed assets is considered to be a charitable contribution for income tax purposes and has been recognized as a contribution at the date of gift. When the terms of the gift instrument have been met, the remaining amount of the gift may be used for general or specific purposes, as stipulated by the respective donor.

**AMIT Children, Inc. and Affiliates**  
**Notes to Consolidated Financial Statements**  
**December 31, 2024**

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**NOTE 3      SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)**

***Split-Interest Agreements (continued)***

Under AMIT's charitable remainder trusts and charitable gift annuities programs where AMIT is the trustee, liabilities are recorded for the present value of the estimated future payments expected to be made to the donors and/or beneficiaries, as long as they live, after which time the remaining assets, if any, are available for the unrestricted use of AMIT, unless otherwise stipulated by the donor. Upon termination of a life interest, the share of the corpus attributable to the life tenant becomes available to AMIT. Changes in the life expectancy of the donor or beneficiary, amortization of the discount, and other changes in the estimates of future payments are reported as an actuarial change in split-interest agreements on the consolidated statement of activities.

***Prepaid Expenses and Other Assets***

Prepaid expenses and other assets principally include prepaid expenses, deferred costs, and other receivables. AMIT records receivables when billed based on established rates or contracts for services provided. Reserves are established based on periodic review by management. Factors used to determine whether an allowance should be recorded include the age of the receivable and a review of payments subsequent to year-end. Interest is not recorded or accrued on outstanding receivables. There was no allowance for the year ended December 31, 2024.

***Fixed Assets, Net***

Fixed assets, net, are stated at cost less accumulated depreciation and amortization. Items of \$1,000 or more and an estimated useful life of greater than one year are capitalized at cost. Upon retirement or other disposal of fixed assets, the realized gain or loss sustained on such transaction is reflected in other income or expenses. Depreciation and amortization of fixed assets is calculated on the straight-line basis over the estimated useful lives of the assets, as follows:

<u>Asset Category</u>	<u>Useful Life (Years)</u>
Building and building improvements	15-50
Furniture, fixtures, and equipment	5-10
Computer hardware and software	5-10
Motor vehicles	5-10
Torahs	-

**NOTE 3      SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)**

***Impairment of Long-Lived Assets***

ASC 360, Property, Plant, and Equipment, requires AMIT to review long-lived assets, such as fixed assets, for impairment whenever events or changes in circumstances indicate that the carrying amount of an asset may not be recoverable. Recoverability of assets to be held and used is measured by a comparison of the carrying amount of an asset to estimated undiscounted future cash flows expected to be generated by the asset. If the carrying amount of an asset exceeds its estimated future cash flows, an impairment charge is recognized by the amount by which the carrying amount of the asset exceeds the fair value of the asset. For the year ended December 31, 2024, there were no impairment charges.

***Accounts Receivable and Allowance for Credit Losses***

The allowance for credit losses is based on the Organization's assessment of the collectability of assets pooled together with similar risk characteristics. The Organization estimates its allowance for credit losses based on its historical collection trends, the age of outstanding receivables, existing economic conditions and reasonable forecasts. If events or changes in circumstances indicate that specific receivable balances may be impaired, further consideration is given to the collectability of those balances, and the allowance is adjusted accordingly. The Organization applied this methodology and determined there were no expected credit losses for the year ended December 31, 2024.

***Leases***

Right of use assets represent AMIT's right to use an underlying asset for the lease term and lease liabilities represent AMIT's obligation to make lease payments arising from the lease. Right of use assets and lease liabilities are recognized at the commencement date based on the present value of lease payments over the lease term. AMIT elected to use the risk-free rate at the lease commencement date of the lease, in measuring the present value of lease payments. Lease terms, which include the period of the lease that cannot be canceled, may also include options to extend the lease when it is reasonably certain that AMIT will exercise that option. Leases with an initial term of twelve months or less are not recorded on the balance sheet, rather, AMIT recognizes short-term lease expense, on a straight-line basis over the life of these leases.

**AMIT Children, Inc. and Affiliates**  
**Notes to Consolidated Financial Statements**  
**December 31, 2024**

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**NOTE 3      SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)**

***Foreign Currency Translation***

Foreign currency is translated in accordance with ASC 830, Foreign Currency Matters. Under the provisions of ASC 830, the Local currency used in AMIT's foreign operations is considered to be the functional currency of these operations. Assets and liabilities denominated in New Israeli Shekels (NIS), are translated to U.S. dollars (USD) using the exchange rate in effect at the date of the consolidated statement of financial position. Revenues, expenses, gains, and losses are translated using the average exchange rate for the year. Gains or losses on foreign currency translation are recognized in the accompanying consolidated financial statements. The foreign currency exchange rate utilized within the consolidated statement of financial position at December 31, 2024 was NIS 0.2742/1.00 USD, The average exchange rate utilized to translate revenue, expenses, gains, and losses relating to the year ended December 31, 2024 was NIS 0.2702/1.00 USD.

The cumulative translation loss of foreign currency for the year ended December 31, 2024, amounted to \$333,002.

***Bequests***

Bequest income is recorded at the time AMIT has established the right to such bequest and the proceeds are measurable.

***Functional Allocation of Expenses***

The consolidated financial statements report certain categories of expenses that are attributable to more than one program or supporting function. These include salaries and benefits, professional fees, travel and transportation, occupancy, and depreciation and amortization. Such expenses are allocated to AMIT's programmatic and supporting functions for financial reporting purposes based on management's estimates of time spent on each function.

***Use of Estimates***

In preparing consolidated financial statements in conformity with U.S. GAAP, management is required to make estimates and judgments that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the consolidated financial statements and revenues and expenses during the reporting period. Actual results could differ from those estimates.

***Income Taxes***

AMIT USA was incorporated in the state of New York and is exempt from federal and state income taxes under Section 501(c)(3) of the Code and, therefore, has made no provision for income taxes in the accompanying consolidated financial statements. AMIT USA has been determined by the Internal Revenue Service (IRS) to not be "a private foundation" within the meaning of Section 509(a) of the Code.

**AMIT Children, Inc. and Affiliates**  
**Notes to Consolidated Financial Statements**  
**December 31, 2024**

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**NOTE 3      SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)**

***Income Taxes (continued)***

Under ASC 740, *Income Taxes*, an organization must recognize the tax benefit associated with tax positions taken for tax return purposes when it is more likely than not that the position will be sustained upon examination by a taxing authority. AMIT does not believe they have taken any material uncertain tax positions, and accordingly, they have not recorded any liability for unrecognized tax benefits. AMIT has filed for and received income tax exemptions in the jurisdictions where they are required to do so. Additionally, AMIT is current on all 990 filings, along with any other applicable returns in required jurisdictions. For the year ended December 31, 2024, there were no interest or penalties recorded or included in the consolidated statement of activities.

**NOTE 4      INVESTMENTS, AT FAIR VALUE**

AMIT's assets recorded at fair value have been categorized based upon a fair value hierarchy, in accordance with ASC 820. See Note 3 for the discussion of AMIT's policies regarding this hierarchy. A description of the valuation techniques applied to AMIT's major categories of assets measured at fair value is as follows. There have been no changes in valuation methodologies as of December 31, 2024. As discussed further in Note 7, included in investments are amounts held under charitable remainder trusts and charitable gift annuities.

*Equities and U.S. Treasury Bonds—Traded Funds* - These assets are valued at the closing price reported on the active market on which the individual securities are traded. These investments are classified as Level 1.

*Mutual Funds* - These assets are valued on a daily basis at the close of business day. Each mutual fund's net asset value (NAV) is the value of a single share, which is actively traded on national securities exchanges. These investments are classified as Level 1.

*Corporate Bonds and Foreign Government Bonds* - AMIT also has investments in fixed-income securities, which include corporate bonds and foreign government bonds. The investment managers priced these investments using nationally recognized pricing services. Since fixed-income securities other than U.S. Treasury securities may not trade on a daily basis, the pricing services prepare estimates of fair value measurements for these securities using its proprietary pricing applications, which include available relevant market information, benchmark curves, benchmarking of similar securities, sector grouping, and matrix pricing. These investments are classified as Level 2.

**AMIT Children, Inc. and Affiliates**  
**Notes to Consolidated Financial Statements**  
**December 31, 2024**

**NOTE 4 INVESTMENTS, AT FAIR VALUE (continued)**

*State of Israel Bonds* - These assets are valued based on yields currently available on comparable securities of issuers with similar credit ratings. These investments are classified as Level 2.

AMIT's investments, by level within the fair value hierarchy, consist of the following:

December 31, 2024:

	Level I	Level 2	Level 3	Total
Assets				
Cash and cash equivalents	\$ 70,960,993	\$ -	\$ -	\$ 70,960,993
Certificates of deposit	12,952	-	-	12,952
Corporate bonds	-	440,688	-	440,688
U.S. Treasury bonds	1,091,529	-	-	1,091,529
Foreign government bonds	-	51,581	-	51,581
Common stock	975,028	-	-	975,028
Mutual funds	2,206,120	-	-	2,206,120
Total	<u>\$ 75,246,622</u>	<u>\$ 492,269</u>	<u>\$ -</u>	<u>\$ 75,738,891</u>

There were no transfers between levels for the year ended December 31, 2024.

**NOTE 5 CONTRIBUTIONS RECEIVABLE**

Contributions receivable, net, have been recorded at present value. Those receivables that are due in more than one year have been discounted to their present value using an average discount rate of 6.29% at December 31, 2024. Contributions receivables consist of the following:

Year ending December 31,

2025	\$ 6,219,633
2026	6,150,000
2027	4,150,000
2028	4,100,000
2029	2,500,000
Thereafter	<u>200,000</u>
	23,319,633
Less: discount to present value	<u>(3,344,262)</u>
Contributions receivable, net	<u>\$ 19,975,371</u>

**AMIT Children, Inc. and Affiliates**  
**Notes to Consolidated Financial Statements**  
**December 31, 2024**

**NOTE 6      FIXED ASSETS, NET**

Fixed assets, net, are as follows:

December 31, 2024:

Land and buildings	\$ 79,800,300
Construction in progress	29,306,829
Furniture, fixtures, and equipment	13,002,776
Computer hardware and software	8,504,181
Motor vehicles	448,039
Torahs	<u>48,000</u>
	131,110,125
Less: accumulated depreciation and amortization	<u>(72,588,733)</u>
 Fixed assets, net	 <u>\$ 58,521,392</u>

Depreciation and amortization expense for the year ended December 31, 2024, amounted to \$2,953,211.

**NOTE 7      SPLIT-INTEREST AGREEMENTS**

AMIT is the beneficiary or agent for a third-party beneficiary of a number of split-interest agreements with donors. Certain agreements provide that AMIT hold the contributed assets as trustee (e.g., pooled-income funds and charitable remainder trusts), while other agreements are part of the general assets of AMIT (e.g., charitable gift annuities). Under both forms of agreement, AMIT invests the donated assets and distributes to the donor or donor's designee income generated from those assets until such time as stated in the agreement (usually upon the death of the donor or donor's designee). AMIT will be able to utilize that part of the gift in which it has an interest upon the death of the respective life income beneficiary and will distribute to any third-party beneficiaries their respective remainder interests.

At the time of the gift, and adjusted annually, AMIT records contribution income and a liability for amounts payable to annuitants and third-party beneficiaries using an actuarial calculation based on estimated mortality rates and other assumptions that could change in the near term. The discount rates used in the calculation of obligations due to annuitants under split-interest agreements at December 31, 2024 ranged from 4% to 6%. State-mandated insurance reserves related to charitable gift annuity agreements are maintained at the required level.

The outstanding split-interest agreement for charitable gift annuities at December 31, 2024 is \$473,867.

**AMIT Children, Inc. and Affiliates**  
**Notes to Consolidated Financial Statements**  
**December 31, 2024**

**NOTE 7 SPLIT-INTEREST AGREEMENTS (continued)**

AMIT's investments held under split-interest agreements, by level within the fair value hierarchy, consist of the following and are included within investments on the consolidated statement of financial position:

December 31, 2024:

	Level 1	Level 2	Level 3	Total
Cash and cash equivalents	\$ 19,394	\$ -	\$ -	\$ 19,394
Common stock, domestic (Note 4)	975,028	-	-	975,028
Total Investment Assets, in the fair value hierarchy	\$ 994,422	\$ -	\$ -	\$ 994,422

**NOTE 8 COMMITMENTS AND CONTINGENCIES**

***Operating Leases***

AMIT USA leases two office spaces: one in Manhattan, New York under an operating lease agreement expiring August 31, 2039, and one in Boca Raton, Florida under an operating lease agreement originally expiring May 31, 2025, which was subsequently renewed for a one-year term.

The assets and liabilities from operating leases are recognized at the commencement date based on the present value of remaining lease payments over the lease term using AMIT USA's secured incremental borrowing rates or implicit rates, when readily determinable. Short-term leases, which have an initial term of 12 months or less, are not recorded on the balance sheet.

AMIT USA's weighted-average remaining lease term relating to its operating leases is 14.64 years, with a weighted-average discount rate of 2.05%.

The following table presents information about the amount, timing and uncertainty of cash flows arising from AMIT USA's operating leases as of December 31, 2024.

<b><u>Maturity Analysis</u></b>	<b><u>Operating</u></b>
2025	\$ 497,580
2026	492,250
2027	500,500
2028	508,750
2029	524,700
Thereafter	5,804,881
Total undiscounted cash flows	8,328,661
Less: present value discount	(1,187,524)
Total lease liabilities	<u>\$ 7,141,137</u>

**AMIT Children, Inc. and Affiliates**  
**Notes to Consolidated Financial Statements**  
**December 31, 2024**

**NOTE 8      COMMITMENTS AND CONTINGENCIES (continued)**

Under the terms of the leases, AMIT USA also pays property taxes and other operating expenses incurred by the landlord, which are included in the operating lease expense as shown in the table below:

Operating lease expense	\$	573,791
Short-term lease expense		10,940
Variable lease expense		36,484
Total		\$ 621,215

***Litigation***

AMIT is involved in certain claims arising out of the ordinary course of business. Management is of the opinion that the ultimate outcome of these matters is not expected to have a material adverse impact on AMIT's financial position, results of operations, or liquidity.

**NOTE 9      LONG TERM DEBT**

In March 2024, the Organization entered into a loan agreement in the amount of \$54,039,449 to finance the construction of a public institution in Israel. The loan bears a fixed annual interest rate of 6.86%, compounded annually, with principal and interest due in full upon maturity in March 2027. The loan is secured by first-ranking mortgages over certain ownership and leasehold rights of the Organization in land located in Israel. As of December 31, 2024, the outstanding loan balance, including accrued interest, was \$57,697,285 which is presented as a long-term liability in the financial statements. The accrued interest, net of investment income earned on the unused portion of the loan proceeds, has been capitalized as part of the cost of fixed assets.

**NOTE 10      NET ASSETS WITH DONOR RESTRICTIONS AND NET ASSETS RELEASED FROM DONOR RESTRICTIONS**

Net assets with donor restrictions are available for the following purposes:

December 31, 2024:

Time restrictions		\$19,621,844
Renovations and expansion in educational institutions in Israel		3,943,417
Endowment (Note 11)		494,763
		\$24,060,024

**AMIT Children, Inc. and Affiliates**  
**Notes to Consolidated Financial Statements**  
**December 31, 2024**

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**NOTE 10     NET ASSETS WITH DONOR RESTRICTIONS AND NET ASSETS  
RELEASED FROM DONOR RESTRICTIONS (continued)**

The following assets are donor restricted:

Contributions receivable	\$19,621,844
Investments	<u>4,438,180</u>
	<u>\$24,060,024</u>

Net assets with donor restrictions were released by incurring expenses satisfying the following restricted purposes:

December 31, 2024:

Lapse of time restrictions	\$ 2,674,792
Renovations and expansion in educational institutions in Israel	<u>95,109</u>
	<u>\$ 2,769,901</u>

**NOTE 11     ENDOWMENT NET ASSET CLASSIFICATION**

***Endowment Funds***

***General***

AMIT's endowment fund consists of two donor-restricted funds restricted for investment in perpetuity, the income from which, except for the net appreciation (depreciation) on the assets of AMIT Israel's fund, is available to be used for renovations and expansion in educational institutions and scholarships to students in Israel. As required by U.S. GAAP, net assets associated with endowment funds are classified and reported based on the existence or absence of donor-imposed restrictions. All net appreciation (depreciation) on the assets of the fund held by AMIT Israel is restricted.

**AMIT Children, Inc. and Affiliates**  
**Notes to Consolidated Financial Statements**  
**December 31, 2024**

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**NOTE 11      ENDOWMENT NET ASSET CLASSIFICATION (continued)**

AMIT considers the following factors in making a determination to appropriate or accumulate donor-restricted endowment funds:

- The duration and preservation of the funds.
- The purposes of AMIT and the donor-restricted endowment funds.
- General economic conditions,
- The possible effect of inflation and deflation.
- The expected total return from income and the appreciation (depreciation) of investments.
- The investment policy of AMIT.
- Other resources of AMIT.

***Interpretation of Relevant Law***

AMIT USA is governed by the New York Prudent Management of Institutional Funds Act (NYPMIFA) spending policy, which establishes a standard maximum prudent spending limit of 7% of the average of its previous five years balance. As a result of this interpretation, AMIT USA classifies as restricted net assets (a) the original value of gifts donated to the endowment, (b) the original value of subsequent gifts to the endowment, and (c) accumulations to the endowment made in accordance with the direction of the applicable donor gift instrument at the time the accumulation is added to the fund. Endowment funds held in Israel are not required to follow NYPMIFA but follow prudent-man principles.

***Return Objectives, Strategies Employed, and Spending Policy***

The objective of AMIT is to generate revenues to support operations while preserving the original corpus donated, in keeping with the donor's wishes. The investment policy to achieve this objective is to invest these funds in cash and cash equivalents to ensure the corpus of the fund. Interest earned in relation to the endowment funds is recorded as unrestricted upon expenditure for the program for which the endowment fund was established. Interest earned in relation to the endowment funds of AMIT whose restriction is satisfied in the year of restriction is classified as net assets without donor restrictions in the consolidated financial statements.

**AMIT Children, Inc. and Affiliates**  
**Notes to Consolidated Financial Statements**  
**December 31, 2024**

**NOTE 11 ENDOWMENT NET ASSET CLASSIFICATION (continued)**

***Endowment Net Asset Composition by Type of Fund***

The endowment net asset composition of \$494,763 consists of 46 funds primarily used to support operations. All assets included in AMIT's endowment fund are as follows:

December 31, 2024:

	Level 1	Level 2	Level 3	Total
Mutual funds	\$ 494,763	\$ -	\$ -	\$ 494,763
Total Investment Assets, in the fair value hierarchy	<u>\$ 494,763</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 494,763</u>

Donor-restricted endowment funds consist of the following:

December 31, 2024:

	AMIT USA	AMIT Israel	Total
Renovations and expansion in educational institutions in Israel	\$ 200,000	\$ -	\$ 200,000
Scholarships for students	<u>-</u>	<u>294,763</u>	<u>294,763</u>
	<u>\$ 200,000</u>	<u>\$294,763</u>	<u>\$ 494,763</u>

Changes in endowment net assets were as follows:

December 31, 2024:

Endowment net assets, beginning of year	\$ 479,635
Investment gain	24,588
Loss on foreign currency translation	<u>(9,460)</u>
Endowment net assets, end of year	<u>\$ 494,763</u>

**AMIT Children, Inc. and Affiliates**  
**Notes to Consolidated Financial Statements**  
**December 31, 2024**

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**NOTE 12 EMPLOYEE BENEFIT PLAN**

Employees of AMIT Israel participate in a defined contribution plan, for which expenses for the year ended December 31, 2024, amounted to approximately \$5,386,112.

AMIT USA has a 403(b) plan, for which there are no age or service requirements to qualify, with respect to making elective deferrals. Under the terms of the 403(b) plan, the employer shall make contributions to eligible employees at 4% of eligible compensation. For the year ended December 31, 2024, expenses related to the 403(b) plan amounted to \$77,816.

**NOTE 13 LIQUIDITY AND AVAILABILITY OF RESOURCES**

AMIT's financial assets available within one year of the consolidated statement of financial position date for general expenditures are as follows:

December 31, 2024:

Total current assets	\$ 94,274,682
Less: amounts unavailable for general expenditures within one year, due to:	
Prepaid expenses and other current assets	(31,669)
Time-restricted contribution receivables	(5,866,106)
Donor-restricted endowment funds	<u>(494,763)</u>
Total financial assets available to management for general expenditures within one year	<u>\$ 87,882,144</u>

As part of AMIT's liquidity management, it has a policy to structure its financial assets to be available as its general expenditures, liabilities, and other obligations come due. In addition, AMIT invests cash in excess of daily requirements in short-term investments. Investments, further discussed in Note 4, include certificate deposits, money market funds, U.S. Treasury bonds, common stocks, and mutual funds, all of which can be liquidated daily.

**NOTE 14 CONCENTRATIONS OF CREDIT RISK**

***Contributions Receivables***

Three donors accounted for approximately 41%, 20%, and 14%, respectively, of AMIT's contributions receivable for the year ended December 31, 2024.

**NOTE 15 RELATED PARTY**

The Organization received approximately 39% of its revenues from board members. Total revenue from the board members during 2024 amounted to \$8,550,000.

At year end, the Organization has \$19,090,000 pledges outstanding from board members.

**AMIT Children, Inc. and Affiliates**  
**Notes to Consolidated Financial Statements**  
**December 31, 2024**

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**NOTE 16      SUBSEQUENT EVENTS**

AMIT's management has performed subsequent events procedures through November 17, 2025, which is the date the consolidated financial statements were available to be issued. Other than previously disclosed, there were no additional material subsequent events that required recognition or additional disclosure in these consolidated financial statements.

## SUPPLEMENTARY INFORMATION

**Amit Children, Inc. and Affiliates**  
**Consolidating Statement of Financial Position**  
**December 31, 2024**

	AMIT USA	AMIT Israel	Affiliates	Eliminations	Total
<b>ASSETS</b>					
Cash and cash equivalents	\$ 1,985,613	\$ 28,874,417	\$ 1,254,182	\$ -	\$ 32,114,212
Short-term investments, at fair value	4,971,137	42,915,547	-	-	47,886,684
Contributions receivable, current portion	6,162,600	-	57,033	-	6,219,633
Government and other receivables	-	8,095,695	-	(73,211)	8,022,484
Prepaid expenses and other assets, current portion	31,669	-	-	-	31,669
<b>Total current assets</b>	<u>13,151,019</u>	<u>79,885,659</u>	<u>1,311,215</u>	<u>(73,211)</u>	<u>94,274,682</u>
Long-term investments, at fair value	-	27,852,207	-	-	27,852,207
Contributions receivable, less current portion, net	13,755,738	-	-	-	13,755,738
Prepaid expenses and other assets, less current portion	-	881,821	-	-	881,821
Fixed assets, net	2,452,915	57,362,490	-	(1,294,013)	58,521,392
Right of use asset, operating leases	6,789,296	-	-	-	6,789,296
<b>Total other assets</b>	<u>22,997,949</u>	<u>86,096,518</u>	<u>-</u>	<u>(1,294,013)</u>	<u>107,800,454</u>
<b>Total assets</b>	<u>\$ 36,148,968</u>	<u>\$ 165,982,177</u>	<u>\$ 1,311,215</u>	<u>\$ (1,367,224)</u>	<u>\$ 202,075,136</u>
<b>LIABILITIES AND NET ASSETS</b>					
<b>Liabilities</b>					
Accounts payable and accrued expenses	\$ 1,336,904	\$ 38,573,623	\$ 1,196,326	\$ -	\$ 41,106,853
Deferred revenue	-	11,775,432	-	-	11,775,432
Accrued salaries and benefits	127,288	1,208,939	-	-	1,336,227
Short-term lease liability	355,425	-	-	-	355,425
Obligations due under split-interest agreements	473,867	-	-	-	473,867
Related party payables	-	-	73,211	(73,211)	-
<b>Total Current Liabilities</b>	<u>2,293,484</u>	<u>51,557,994</u>	<u>1,269,537</u>	<u>(73,211)</u>	<u>55,047,804</u>
Long-term debt	-	57,697,285	-	-	57,697,285
Long-term lease liability	6,785,712	-	-	-	6,785,712
Economic Injury Disaster Loan payable	70,815	-	-	-	70,815
<b>Total long-term liabilities</b>	<u>6,856,527</u>	<u>57,697,285</u>	<u>-</u>	<u>-</u>	<u>64,553,812</u>
<b>Total liabilities</b>	<u>9,150,011</u>	<u>109,255,279</u>	<u>1,269,537</u>	<u>(73,211)</u>	<u>119,601,616</u>
<b>Net assets</b>					
Without donor restrictions	7,152,808	52,513,023	41,678	(1,294,013)	58,413,496
With donor restrictions	19,846,149	4,213,875	-	-	24,060,024
<b>Total net assets</b>	<u>26,998,957</u>	<u>56,726,898</u>	<u>41,678</u>	<u>(1,294,013)</u>	<u>82,473,520</u>
<b>Total liabilities and net assets</b>	<u>\$ 36,148,968</u>	<u>\$ 165,982,177</u>	<u>\$ 1,311,215</u>	<u>\$ (1,367,224)</u>	<u>\$ 202,075,136</u>

SEE INDEPENDENT AUDITOR'S REPORT

**Amit Children, Inc. and Affiliates**  
**Consolidating Statement of Activities**  
**For the year ended December 31, 2024**

	AMIT USA			AMIT Israel			Affiliates			Eliminations	Total
	Without Donor Restrictions	With Donor Restrictions	Total AMIT USA	Without Donor Restrictions	With Donor Restrictions	Total AMIT Israel	Without Donor Restrictions	Total			
<b>Revenues, gains (losses) and other support</b>											
Tuition fees and government support	\$ -	\$ -	\$ -	\$ 279,372,061	\$ 3,898,406	\$ 283,270,467	\$ -	\$ -	\$ (1,070,251)	\$ 282,200,216	
Contributions	10,523,717	8,554,106	19,077,823	8,252,364	-	8,252,364	3,774,115	3,774,115	(7,364,226)	23,740,076	
Special events income	\$ 1,119,342	-	-	-	-	-	-	-	-	-	
Direct costs of special events	(839,234)	-	-	-	-	-	-	-	-	-	
Special events income, net	280,108	-	280,108	-	-	-	-	-	-	280,108	
Legacies and bequests	1,014,174	-	1,014,174	-	-	-	-	-	-	1,014,174	
Investment gain, net	400,450	-	400,450	1,022,426	24,588	1,047,014	(50,257)	(50,257)	-	1,397,207	
Other revenue	-	-	-	579,573	-	579,573	-	-	(211,024)	368,549	
Net assets released from restrictions	2,674,792	(2,674,792)	-	95,109	(95,109)	-	-	-	-	-	
<b>Total revenues, gains (losses) and other support</b>	<b>14,893,241</b>	<b>5,879,314</b>	<b>20,772,555</b>	<b>289,321,533</b>	<b>3,827,885</b>	<b>293,149,418</b>	<b>3,723,858</b>	<b>3,723,858</b>	<b>(8,645,501)</b>	<b>309,000,330</b>	
<b>Expenses</b>											
<b>Program services</b>											
Israel projects	10,654,928	-	10,654,928	279,894,893	-	279,894,893	3,265,874	3,265,874	(8,559,265)	285,256,430	
Public information and education	1,520,246	-	1,520,246	-	-	-	-	-	-	1,520,246	
AMIT Children magazine	115,121	-	115,121	-	-	-	-	-	-	115,121	
<b>Total program services</b>	<b>12,290,295</b>	<b>-</b>	<b>12,290,295</b>	<b>279,894,893</b>	<b>-</b>	<b>279,894,893</b>	<b>3,265,874</b>	<b>3,265,874</b>	<b>(8,559,265)</b>	<b>286,891,797</b>	
<b>Supporting services</b>											
General and administrative expenses	1,102,819	-	1,102,819	8,563,363	-	8,563,363	283,977	283,977	(211,024)	9,739,135	
Fundraising	703,420	-	703,420	177,518	-	177,518	-	-	-	880,938	
<b>Total supporting services</b>	<b>1,806,239</b>	<b>-</b>	<b>1,806,239</b>	<b>8,740,881</b>	<b>-</b>	<b>8,740,881</b>	<b>283,977</b>	<b>283,977</b>	<b>(211,024)</b>	<b>10,620,073</b>	
<b>Total expenses</b>	<b>14,096,534</b>	<b>-</b>	<b>14,096,534</b>	<b>288,635,774</b>	<b>-</b>	<b>288,635,774</b>	<b>3,549,851</b>	<b>3,549,851</b>	<b>(8,770,289)</b>	<b>297,511,870</b>	
<b>Change in net assets before other income (loss)</b>	<b>796,707</b>	<b>5,879,314</b>	<b>6,676,021</b>	<b>685,759</b>	<b>3,827,885</b>	<b>4,513,644</b>	<b>174,007</b>	<b>174,007</b>	<b>124,788</b>	<b>11,488,460</b>	
<b>Other income (loss)</b>											
Actuarial change in split-interest agreements	(31,576)	-	(31,576)	-	-	-	-	-	-	(31,576)	
Change in long term receivable discount	-	(369,723)	(369,723)	-	-	-	-	-	-	(369,723)	
Gain (loss) on foreign currency translation	-	-	-	(390,752)	54,130	(336,622)	3,620	3,620	-	(333,002)	
<b>Total other income (loss)</b>	<b>(31,576)</b>	<b>(369,723)</b>	<b>(401,299)</b>	<b>(390,752)</b>	<b>54,130</b>	<b>(336,622)</b>	<b>3,620</b>	<b>3,620</b>	<b>-</b>	<b>(734,301)</b>	
<b>Change in net assets</b>	<b>765,131</b>	<b>5,509,591</b>	<b>6,274,722</b>	<b>295,007</b>	<b>3,882,015</b>	<b>4,177,022</b>	<b>177,627</b>	<b>177,627</b>	<b>124,788</b>	<b>10,754,159</b>	
Net assets - beginning of year	6,387,677	14,336,558	20,724,235	52,218,016	331,860	52,549,876	(135,949)	(135,949)	(1,418,801)	71,719,361	
Net assets - end of year	\$ 7,152,808	\$ 19,846,149	\$ 26,998,957	\$ 52,513,023	\$ 4,213,875	\$ 56,726,898	\$ 41,678	\$ 41,678	\$ (1,294,013)	\$ 82,473,520	

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