

THE AMERICAN HUMANIST ASSOCIATION

CONSOLIDATED FINANCIAL STATEMENTS
WITH CONSOLIDATING INFORMATION

December 31, 2024 and 2023

CONTENTS

Independent Auditor's Report	1
Consolidated Statements of Financial Position.....	3
Consolidated Statements of Activities.....	4
Consolidated Statements of Functional Expenses	6
Consolidated Statements of Cash Flows	8
Notes to Financial Statements	9
Consolidating Schedules of Financial Position	17
Consolidating Schedules of Activities	19

INDEPENDENT AUDITOR'S REPORT

To the Board of Directors
The American Humanist Association
Washington, D.C.

Opinion

We have audited the financial statements of The American Humanist Association, which comprise the consolidated statements of financial position as of December 31, 2024 and 2023, and the related consolidated statements of activities, functional expenses, and cash flows for the years then ended, and the related notes to the financial statements.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of The American Humanist Association as of December 31, 2024 and 2023, 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 (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 The American Humanist 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 the financial statements in accordance with accounting principles generally accepted in the United States of America, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about The American Humanist 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 Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with 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 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 American Humanist 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 American Humanist 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 audit.

Consolidating Information

Our audits were conducted for the purpose of forming an opinion on the financial statements as a whole. The accompanying consolidating schedules of financial position and activities are presented for purposes of additional analysis and are not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with GAAS. In our opinion, the information is fairly stated in all material respects in relation to the financial statements as a whole.

Wegner CPAs LLP

Wegner CPAs, LLP
Alexandria, Virginia
October 13, 2025

THE AMERICAN HUMANIST ASSOCIATION
CONSOLIDATED STATEMENTS OF FINANCIAL POSITION
December 31, 2024 and 2023

	<u>2024</u>	<u>2023</u>
ASSETS		
CURRENT ASSETS		
Cash	\$ 1,855,768	\$ 2,063,039
Accounts receivable	8,725	8,544
Unconditional promises to give, net	257,437	129,609
Prepaid expenses	83,381	71,345
Total current assets	2,205,311	2,272,537
PROPERTY AND EQUIPMENT		
Land	2,532,769	2,532,769
Building	1,333,192	1,333,192
Building improvements	168,526	168,526
Furniture, equipment, and software	525,599	486,227
Property and equipment	4,560,086	4,520,714
Less accumulated depreciation	(694,537)	(637,904)
Property and equipment, net	3,865,549	3,882,810
OTHER ASSETS		
Investments	6,850,177	6,391,436
Cash surrender value of life insurance policy	4,227	4,227
Total assets	\$ 12,925,264	\$ 12,551,010
LIABILITIES AND NET ASSETS		
CURRENT LIABILITIES		
Accounts payable	\$ 115,773	\$ 113,583
Accrued expenses	752	7,758
Accrued payroll	26,961	27,276
Accrued vacation	100,485	96,854
Current portion of future annuity obligations	11,155	35,555
Current portion of unitrust obligation	11,064	10,117
Total current liabilities	266,190	291,143
OTHER LIABILITIES		
Future annuity obligations less current portion	50,155	95,329
Unitrust obligation less current portion	86,132	80,068
Total liabilities	402,477	466,540
NET ASSETS		
Without donor restrictions	11,323,477	11,035,825
With donor restrictions	1,199,310	1,048,645
Total net assets	12,522,787	12,084,470
Total liabilities and net assets	\$ 12,925,264	\$ 12,551,010

See accompanying notes.

THE AMERICAN HUMANIST ASSOCIATION
CONSOLIDATED STATEMENT OF ACTIVITIES
Year Ended December 31, 2024

	Without Donor Restrictions	With Donor Restrictions	Total
SUPPORT AND REVENUE			
Contributions			
General contributions	\$ 1,431,300	\$ 40,207	\$ 1,471,507
Bequests	198,471	-	198,471
Membership	318,109	-	318,109
Program Service Revenue			
Humanist magazine	19,481	-	19,481
Conference and seminars	27,004	-	27,004
Publication sales	7,660	-	7,660
Grants	155,000	-	155,000
Professional fees	38,595	-	38,595
Other revenue	17,354	-	17,354
Investment return, net	785,272	127,287	912,559
Total support and revenue	2,998,246	167,494	3,165,740
EXPENSES			
Program services			
Public awareness	1,500,295	-	1,500,295
Education	407,769	-	407,769
Conference	94,181	-	94,181
Supporting activities			
Management and general	359,051	-	359,051
Fundraising	337,028	-	337,028
Total expenses	2,698,324	-	2,698,324
OTHER CHANGES			
Change in valuation of annuity obligations	(11,962)	-	(11,962)
Change in valuation of unitrust obligation	(17,137)	-	(17,137)
Total other changes	(29,099)	-	(29,099)
NET ASSETS RELEASED FROM RESTRICTIONS			
Expiration of time restrictions	16,829	(16,829)	-
Change in net assets	287,652	150,665	438,317
Net assets at beginning of year	11,035,825	1,048,645	12,084,470
Net assets at end of year	\$ 11,323,477	\$ 1,199,310	\$ 12,522,787

See accompanying notes.

THE AMERICAN HUMANIST ASSOCIATION
CONSOLIDATED STATEMENT OF ACTIVITIES
Year Ended December 31, 2023

	Without Donor Restrictions	With Donor Restrictions	Total
SUPPORT AND REVENUE			
Contributions			
General contributions	\$ 1,056,912	\$ 30,783	\$ 1,087,695
Bequests	1,054,495	-	1,054,495
Membership	297,554	-	297,554
Program Service Revenue			
Humanist magazine	23,816	-	23,816
Conference and seminars	48,210	-	48,210
Publication sales	6,747	-	6,747
Grants	45,021	-	45,021
Professional fees	40,515	-	40,515
Other revenue	38,613	-	38,613
Investment return, net	749,961	113,003	862,964
Total support and revenue	3,361,844	143,786	3,505,630
EXPENSES			
Program services			
Public awareness	1,454,867	-	1,454,867
Education	341,744	-	341,744
Conference	438,075	-	438,075
Supporting activities			
Management and general	243,967	-	243,967
Fundraising	328,641	-	328,641
Total expenses	2,807,294	-	2,807,294
OTHER CHANGES			
Change in valuation of annuity obligations	(26,867)	-	(26,867)
Change in valuation of unitrust obligation	53,661	-	53,661
Total other changes	26,794	-	26,794
NET ASSETS RELEASED FROM RESTRICTIONS			
Expiration of time restrictions	15,060	(15,060)	-
Change in net assets	596,404	128,726	725,130
Net assets at beginning of year	10,439,421	919,919	11,359,340
Net assets at end of year	\$ 11,035,825	\$ 1,048,645	\$ 12,084,470

See accompanying notes.

THE AMERICAN HUMANIST ASSOCIATION
CONSOLIDATED STATEMENT OF FUNCTIONAL EXPENSES
Year Ended December 31, 2024

	Program Services			Supporting Activities		Total Expenses
	Public Awareness	Education	Conference	Management and General	Fundraising	
Personnel	\$ 819,011	\$ 222,568	\$ 63,717	\$ 52,679	\$ 146,730	\$ 1,304,705
Advertising and promotion	115,054	2,280	653	22,452	102,312	242,751
Conferences and meetings	46,414	16,110	17,793	36,072	45,978	162,367
Humanist magazine	-	63,685	-	-	-	63,685
Professional fees	139,703	16,421	-	201,572	-	357,696
Travel	16,830	3,657	1,047	872	2,411	24,817
Facilities	35,883	12,130	3,008	2,502	6,926	60,449
Litigation	116,480	-	-	-	-	116,480
Books and merchandise	-	4,039	-	-	-	4,039
Equipment	3,643	1,108	317	269	730	6,067
Dues and support	79,876	-	-	-	-	79,876
Internet and telephone	38,261	5,058	1,514	3,932	2,583	51,348
Database	58,533	14,206	4,067	3,384	9,366	89,556
Postage	6,395	1,356	446	374	12,681	21,252
Bank charges	-	-	-	30,289	-	30,289
Office supplies	1,314	373	107	90	246	2,130
AHA Board/Election	2,806	952	273	227	952	5,210
Miscellaneous	-	-	-	698	-	698
Depreciation	14,581	31,061	1,239	3,639	6,113	56,633
Grants	-	12,765	-	-	-	12,765
Printing	5,511	-	-	-	-	5,511
Total expenses	\$ 1,500,295	\$ 407,769	\$ 94,181	\$ 359,051	\$ 337,028	\$ 2,698,324

See accompanying notes.

THE AMERICAN HUMANIST ASSOCIATION
CONSOLIDATED STATEMENT OF FUNCTIONAL EXPENSES
Year Ended December 31, 2023

	Program Services			Supporting Activities		Total Expenses
	Public Awareness	Education	Conference	Management and General	Fundraising	
Personnel	\$ 987,265	\$ 200,112	\$ 171,414	\$ 57,138	\$ 86,194	\$ 1,502,123
Advertising and promotion	99,330	2,114	1,951	14,027	156,925	274,347
Conferences and meetings	14,515	16,726	232,057	16,785	45,569	325,652
Humanist magazine	-	41,387	-	-	-	41,387
Professional fees	149,935	24,266	3,072	109,422	5,275	291,970
Travel	6,594	1,354	2,797	241	1,255	12,241
Facilities	26,897	7,927	5,701	3,325	5,701	49,551
Litigation	14,333	-	-	-	-	14,333
Books and merchandise	-	-	4,055	-	-	4,055
Equipment	2,699	626	578	338	578	4,819
Dues and support	38,602	-	-	-	-	38,602
Internet and telephone	35,430	3,433	2,864	1,670	2,870	46,267
Database	41,426	7,603	7,019	5,638	7,019	68,705
Postage	20,037	4,561	3,824	2,230	11,035	41,687
Bank charges	-	-	-	27,448	-	27,448
Office supplies	2,352	377	348	203	348	3,628
AHA Board/Election	-	-	-	1,282	-	1,282
Miscellaneous	777	180	-	215	217	1,389
Depreciation	11,527	29,328	2,395	4,005	5,655	52,910
Grants	-	1,750	-	-	-	1,750
Printing	3,148	-	-	-	-	3,148
Total expenses	\$ 1,454,867	\$ 341,744	\$ 438,075	\$ 243,967	\$ 328,641	\$ 2,807,294

See accompanying notes.

THE AMERICAN HUMANIST ASSOCIATION
CONSOLIDATED STATEMENTS OF CASH FLOWS
Years Ended December 31, 2023 and 2022

	2024	2023
CASH FLOWS FROM OPERATING ACTIVITIES		
Change in net assets	\$ 438,317	\$ 725,130
Adjustments to reconcile change in net assets to net cash flows from operating activities		
Depreciation	56,633	52,910
Net realized and unrealized gain on investments	(744,594)	(739,230)
Change in cash surrender value of life insurance policy	-	1,460
Change in valuation of annuity obligations	11,962	26,867
Contributions from expiration of annuity obligations	(58,851)	(33,560)
Change in valuation of unitrust obligation	17,137	(53,661)
(Increase) decrease in assets		
Accounts receivable	(181)	10,911
Unconditional promises to give	(127,828)	(50,370)
Prepaid expenses	(12,036)	(17,172)
Increase (decrease) in liabilities		
Accounts payable	2,190	22,213
Accrued expenses	(7,006)	7,568
Accrued payroll	(315)	(33,183)
Accrued vacation	3,631	8,888
Net cash flows from operating activities	(420,941)	(71,229)
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchases of property and equipment	(39,372)	(23,790)
Purchases of and interest retained in investments	(1,907,545)	(355,059)
Proceeds from sales of investments	2,193,398	305,983
Net cash flows from investing activities	246,481	(72,866)
CASH FLOWS FROM FINANCING ACTIVITIES		
Payments on annuity obligations	(22,685)	(40,955)
Payments on unitrust obligation	(10,126)	(9,067)
Net cash flows from financing activities	(32,811)	(50,022)
Change in cash	(207,271)	(194,117)
Cash at beginning of year	2,063,039	2,257,156
Cash at end of year	\$ 1,855,768	\$ 2,063,039

See accompanying notes.

THE AMERICAN HUMANIST ASSOCIATION
NOTES TO FINANCIAL STATEMENTS
December 31, 2024 and 2023

NOTE 1—SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Nature of Activities

The American Humanist Association (AHA) was organized under the laws of the State of Illinois as a not for profit corporation in 1943. The mission of AHA is to be a clear, democratic voice for Humanism in the United States of America, to increase public awareness and acceptance of Humanism, to establish, protect and promote the position of Humanists in our society, and to develop and advance Humanist thought and action. AHA is supported primarily by contributions.

Humanist Foundation (the Foundation) was incorporated under the Revised Iowa Nonprofit Corporations Act in 2012. The Foundation is the endowment fund that supports the activities of AHA, its sole member. Prior to its incorporation in 2012, the Foundation operated as the Humanist Foundation of the American Humanist Association, a component of AHA.

The Humanist Society (the Society) was established in 1939 to promote a scientific, humanistic life stance.

The Center for Freethought Equality (CFE) was incorporated in 2004 under the Nonprofit Corporation Act of the District of Columbia for educational purposes within the meaning of Section 501(c)(4) of the Internal Revenue Code. CFE is an educational philosophic organization in support of the life stance of Humanism that will present a Humanist perspective to the general public. In 2014, the Center for Freethought Equality changed its name from the Center for Humanist Activism of the American Humanist Association in order to improve its outreach efforts.

The Institute for Humanist Studies (IHS) was incorporated in 1999 under the Not-for-Profit Corporation Law of New York. IHS is committed to information and practices meant to address the socio-political, economic, and cultural challenges facing communities with the United States and within a global context.

Principles of Consolidation

The financial statements include the accounts of AHA, the Foundation, the Society, CFE, and IHS. The Foundation is consolidated as AHA is the sole member of the Foundation. The Society, CFE, and IHS are consolidated since AHA has both an economic interest in these entities and control of these entities through majority voting interest in their governing boards. All material intra-entity transactions have been eliminated.

Accounts Receivable

Accounts receivable primarily represent amounts due to AHA for Humanist magazine sales and advertising. AHA uses historical loss information based on the aging of accounts receivable as the basis to determine expected credit losses. Management believes the composition of accounts receivable is consistent with historical conditions and accounts receivable are expected to be settled within a relatively short time frame based on current conditions. As such, credit losses are expected to be insignificant.

THE AMERICAN HUMANIST ASSOCIATION
NOTES TO FINANCIAL STATEMENTS
December 31, 2024 and 2023

NOTE 1—SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Promises to Give

Unconditional promises to give are recognized as revenues in the period received and as assets, decreases of liabilities, or expenses depending on the form of the benefits received. Conditional promises to give are recognized only when the conditions on which they depend are substantially met and the promises become unconditional.

Investments

AHA reports investments in equity securities with readily determinable fair values and all investments in debt securities at their fair values in the consolidated statements of financial position. Unrealized gains and losses are included in the change in net assets in the accompanying consolidated statements of activities. Investment securities are exposed to various risks such as interest rate, market, and credit risks. Due to the level of risk associated with certain investment securities, it is at least reasonably possible that changes in the values of investment securities will occur in the near term and that such change could materially affect the amounts reported in the consolidated statements of financial position.

Property and Equipment

AHA capitalizes all significant expenditures for property and equipment that are expected to have useful lives of greater than one year. Purchased property and equipment are carried at cost. Depreciation is computed using the straight-line method.

Contributions

Contributions that are restricted by the donor are reported as increases in net assets without donor restrictions if the restrictions expire (that is, when a stipulated time restriction ends or purpose restriction is accomplished) in the reporting period in which the revenue is recognized. All other donor-restricted contributions are reported as increases in net assets with donor restrictions. When a restriction expires, net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the consolidated statements of activities as net assets released from restrictions.

Revenue Recognition

AHA's program service revenue consists of legal settlements, professional fees, Humanist magazine sales, publication sales, and conference and seminars revenue. Legal settlements, professional fees, Humanist magazine sales, publication sales, and conference and seminars revenue is recognized when legal settlements occur, monthly management fees performed, magazines and publications are sold to customers, and when the conference is held, respectively. AHA's program service revenue does not contain variable consideration. It is the policy of AHA to not refund for fees received in connection with its program service revenue.

THE AMERICAN HUMANIST ASSOCIATION
NOTES TO FINANCIAL STATEMENTS
December 31, 2024 and 2023

NOTE 1—SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

AHA's accounts receivable from contracts with customers are as follows:

	2024	2023
Accounts receivable at beginning of year	\$ 8,544	\$ 19,541
Accounts receivable at end of year	8,725	8,544

Expense Allocation

The financial statements report certain categories of expenses that are attributable to more than one program service or supporting activity. Therefore, these expenses require allocation on a reasonable basis that is consistently applied. The expenses that are allocated include personnel, conferences and meetings, professional fees, travel, facilities, equipment, internet and telephone, database, postage, office supplies, depreciation, and miscellaneous, which are allocated on the basis of estimates of time and effort.

Income Tax Status

AHA, the Society, and IHS are each exempt from federal income tax under Section 501(c)(3) of the Internal Revenue Code and classified as an organization other than a private foundation under Section 509(a)(2). The Humanist Foundation is exempt from federal income tax under Section 501(c)(3) and is classified as a Type II supporting organization under Section 509(a)(3). The Center for Freethought Equality is exempt from federal income tax under Section 501(c)(4).

Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

Date of Management's Review

Management has evaluated subsequent events through October 13, 2025, the date which the financial statements were available to be issued.

NOTE 2—CONCENTRATIONS OF CREDIT RISK

AHA maintains cash balances at three financial institutions located across the United States. Accounts at each institution are insured by the Federal Deposit Insurance Corporation up to \$250,000. At times during the year, AHA's cash balances exceed the FDIC Insurance amount. At December 31, 2024 and 2023, AHA's uninsured cash balances totaled approximately \$970,000 and \$1,270,000, respectively.

THE AMERICAN HUMANIST ASSOCIATION
NOTES TO FINANCIAL STATEMENTS
December 31, 2024 and 2023

NOTE 3—INVESTMENTS

Investments consist of the following:

	2024	2023
Money market funds	\$ 369	\$ 16,332
Mutual funds	3,820,735	4,388,656
Equity securities	2,812,733	1,799,239
Stocks	216,340	187,209
Investments	\$ 6,850,177	\$ 6,391,436

Fair values of mutual funds, equity securities, and stocks are valued at the closing price reported on the active market on which the investments are traded and are considered Level 1 fair value measurements.

Investments have been internally segregated for the following purposes:

	2024	2023
Undesignated	\$ 5,285,187	\$ 5,020,047
Designated for payment of annuities	718,045	634,902
Restricted for future operations	217,288	187,816
Restricted for FHA Endowment Fund	156,066	136,672
Restricted for Fahnstock endowment fund	473,591	411,999
Investments	\$ 6,850,177	\$ 6,391,436

NOTE 4—UNCONDITIONAL PROMISES TO GIVE

Unconditional promises to give consist of the following:

	2024	2023
Receivable in less than one year	\$ 358,687	\$ 230,859
Allowance for doubtful accounts	(101,250)	(101,250)
Unconditional promises to give, net	\$ 257,437	\$ 129,609

NOTE 5—RETIREMENT PLAN

All employees of the AHA and CFE are eligible to participate in the 403(b) and 401(k) retirement plans, respectively. Voluntary contributions by employees may be made up to the legal limit. Both AHA and CFE offer a match of up to 3% of gross salary per pay period along with discretionary base contribution. AHA and CFE retirement plan expense for the years ended December 31, 2024 and 2023 totaled \$20,887 and \$24,767, respectively.

THE AMERICAN HUMANIST ASSOCIATION
NOTES TO FINANCIAL STATEMENTS
December 31, 2024 and 2023

NOTE 6—LINE OF CREDIT

AHA has an unsecured \$250,000 revolving line of credit with a commercial bank. The interest rate on borrowings under the credit facility was established at the highest Prime Rate for the last day of the preceding calendar month (7.5% at December 31, 2024). At December 31, 2024 and 2023, AHA did not owe any balance against the credit line.

NOTE 7—SPLIT INTEREST AGREEMENTS

Annuity Obligations

Amounts due under annuity obligations represent gifts received under agreements which guarantee to pay a fixed amount for a specified period of time. At December 31, 2024, the Foundation has 12 annuity obligations. The gift portion of the agreements are available for general operations. The liability for the present value of the future annuity payments is determined annually based on the ages and life expectancies of the donors as of the consolidated statements of financial position date, using a discount rate that was an approximate rate of return at the time the annuity obligation agreement was executed. For the years ended December 31, 2024 and 2023, annuity payments exceeded actuarial changes in present value by \$11,962 and \$26,867, respectively.

Unitrust Obligation

Amounts due under unitrust obligations represents a gift received under an arrangement which guarantees to pay a beneficiary a stated percentage of the fair market value of the trust, determined annually, for a specified period of time. At December 31, 2024 and 2023, the Foundation has one unitrust obligation. The gift portion of the fund has been restricted to the endowment fund held in perpetuity. The liability for the present value of the future annuity payments is determined annually based on the ages and life expectancies of the donor as of the consolidated statements of financial position date, using a discount rate of 5%. For the year ended December 31, 2024, unitrust payments exceeded actuarial change in present value by \$17,137. For the year ended December 31, 2023, the actuarial change in present value exceeded unitrust payments by \$53,661.

NOTE 8—PAYCHECK PROTECTION PROGRAM

AHA received loans totaling \$481,190, which AHA is treating as a conditional grant under generally accepted accounting principles, under the Paycheck Protection Program (PPP) established by the Coronavirus Aid, Relief, and Economic Security (CARES) Act and administered by the U.S. Small Business Administration (SBA). During 2022, AHA received preliminary forgiveness on both PPP loans received. AHA must retain PPP documentation in its files for six years after the date the loan is forgiven or repaid in full and permit authorized representatives of SBA to access such files upon request. SBA may review any loan at any time at its discretion. Therefore, SBA may review AHA's good-faith certification concerning the necessity of its loan request, whether AHA calculated the loan amount correctly, whether AHA used loan proceeds for the allowable uses specified in the CARES Act, and whether AHA is entitled to loan forgiveness in the amount claimed on its application. If SBA determines AHA was ineligible for the loan or for forgiveness in whole or in part, SBA will seek repayment of the outstanding loan balance.

THE AMERICAN HUMANIST ASSOCIATION
NOTES TO FINANCIAL STATEMENTS
December 31, 2024 and 2023

NOTE 9—NET ASSETS

AHA's board of directors has designated net assets without donor restrictions for the following purposes:

	2024	2023
Undesignated	\$ 10,605,432	\$ 10,400,923
Designated for payment of annuities	718,045	634,902
Net assets without donor restrictions	\$ 11,323,477	\$ 11,035,825

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

	2024	2023
Subject to the passage of time:		
Subsequent year's operations	\$ 217,288	\$ 187,816
Subject to expenditure for specified purpose:		
Education center	343,865	303,658
FHA Endowment Fund	156,066	136,672
LexisNexis subscription	3,256	3,256
Darrow statue	170	170
Celebrant grant fund	5,074	5,074
Subject to AHA's spending policy and appropriation		
Endowment earnings - general use	136,264	74,672
Fahnestock endowment fund	337,327	337,327
Net assets with donor restrictions	\$ 1,199,310	\$ 1,048,645

NOTE 10—ENDOWMENT

AHA's endowment fund is held by the Foundation. The Foundation's endowment is a donor-restricted fund established to support general operations of AHA. The Board of Directors of the Foundation has enacted Uniform Prudent Management of Institutional Funds Act (UPMIFA) as not requiring the maintenance of purchasing power of the original gift amount contributed to an endowment fund, unless a donor stipulates the contrary. As a result of this interpretation, when reviewing its donor-restricted endowment funds, the Foundation considers a fund to be underwater if the fair value of the fund is less than the sum of (a) the original value of initial and subsequent gift amounts donated to the fund and (b) any accumulations to the fund that are required to be maintained in perpetuity in accordance with the discretion of the applicable donor gift instrument. The Foundation has interpreted UPMIFA to permit spending from underwater funds in accordance with the prudent measures required under the law.

THE AMERICAN HUMANIST ASSOCIATION
NOTES TO FINANCIAL STATEMENTS
December 31, 2024 and 2023

NOTE 10—ENDOWMENT (continued)

In accordance with UPMIFA, the Foundation considers the following factors in making a determination to appropriate or accumulate donor-restricted endowment funds: (1) the duration and preservation of the fund, (2) the purposes of the Foundation and the donor-restricted endowment fund, (3) general economic conditions, (4) the possible effect of inflation and deflation, (5) the expected total return from income and the appreciation of investments, (6) other resources of the Foundation, and (7) the Foundation's investment policies.

Investment Return Objectives, Risk Parameters, and Strategies. The Foundation has adopted investment and spending policies for endowment assets that are directed toward long-term performance and total return, rather than specific income goals. Endowment assets include those assets of donor-restricted funds that the Foundation must hold in perpetuity. Under this policy, as approved by the board of directors, the endowment assets are invested in a manner that is intended to provide for growth of capital and produce returns to fund operations, while assuming a moderate level of investment risk. To satisfy its long-term rate-of-return objectives, the Foundation relies on a total return strategy in which investment returns are achieved through both realized and unrealized gains/losses and interest and dividends. The Foundation targets a diversified asset allocation that places a greater emphasis on fixed income investments to achieve its long-term return objectives within prudent risk constraints.

Spending Policy: Absent explicit donor stipulations, the Foundation has a policy of allowing for appropriation for distribution each year of approximately 5% of the fund balance annually. This amount may vary annually depending upon the need to cover Foundation expenses. Over time, the Foundation expects its endowment assets to maintain sufficient cash reserves to provide liquidity and to meet needs without loss of capital value of assets. Any undistributed income in excess of amounts required to satisfy the spending rule shall be accumulated and added to the principal. In establishing this policy, the Foundation expects to achieve the objective to maintain the purchasing power of the endowment assets as well as to provide additional real growth through investment return. The Foundation has a policy that permits spending from underwater endowment funds depending on the degree to which the fund is underwater, unless otherwise precluded by donor intent or relevant laws and regulations.

Underwater Endowment Funds. From time to time, the fair value of assets associated with individual donor-restricted endowment funds may fall below the level that the donor or UPMIFA requires the Foundation to retain as a fund of perpetual duration. At December 31, 2024 and 2023, there are no donor-restricted endowment funds with deficiencies.

Endowment net asset composition by type of fund as of December 31, 2024 and 2023 is as follows:

	<u>2024</u>	<u>2023</u>
Donor-restricted endowment funds:		
Original donor-restricted gift amount	\$ 337,327	\$ 337,327
Accumulated investment gains	136,264	74,672
	<u>\$ 473,591</u>	<u>\$ 411,999</u>
Total endowment funds		

THE AMERICAN HUMANIST ASSOCIATION
NOTES TO FINANCIAL STATEMENTS
December 31, 2024 and 2023

NOTE 10—ENDOWMENT (continued)

Changes in endowment net assets are as follows:

	<u>2024</u>	<u>2023</u>
Endowment net assets at beginning of year	\$ 411,999	\$ 360,588
Investment return, net	<u>61,592</u>	<u>51,411</u>
Endowment net assets at end of year	<u>\$ 473,591</u>	<u>\$ 411,999</u>

NOTE 11—LIQUIDITY AND AVAILABILITY

The following table reflects AHA's financial assets as of the date of the consolidated statements of financial position reduced by amounts not available for general expenditures within one year of the date of the consolidated statements of financial position because of donor-imposed restrictions or internal designations.

	<u>2024</u>	<u>2023</u>
Financial assets at year-end:		
Cash	\$ 1,855,768	\$ 2,063,039
Accounts receivable	8,725	8,544
Unconditional promises to give, net	257,437	129,609
Investments	6,850,177	6,391,436
Cash surrender value of life insurance	<u>4,227</u>	<u>4,227</u>
Total financial assets	8,976,334	8,596,855
Less those unavailable for general expenditures within one year due to:		
Restricted by donors with time and purpose restrictions	(861,983)	(711,318)
Restricted by donors in perpetuity	(337,327)	(337,327)
Investments designated for future payment of annuities	<u>(718,045)</u>	<u>(634,902)</u>
Financial assets available to meet cash needs for general expenditures within one year	<u>\$ 7,058,979</u>	<u>\$ 6,913,308</u>

As part of AHA'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. For the years ended December 31, 2024 and 2023, amounts not available for general expenditures include \$718,045 and \$634,902, respectively, set aside for future payment of annuities, which could be made available if necessary. In addition, AHA has a line of credit that it can draw on in the event short-term cash obligations need to be met.

THE AMERICAN HUMANIST ASSOCIATION
CONSOLIDATING SCHEDULE OF FINANCIAL POSITION
December 31, 2024

	The American Humanist Association	The Humanist Foundation	The Humanist Society	Center for Freethought Equality	Institute for Humanist Studies	Eliminations	Consolidating Totals
ASSETS							
CURRENT ASSETS							
Cash	\$ 1,623,617	\$ 24,496	\$ 65,169	\$ 124,297	\$ 18,189	\$ -	\$ 1,855,768
Accounts receivable	42,825	-	232	-	-	(34,332)	8,725
Unconditional promises to give, net	241,385	10,288	-	39,587	107	(33,930)	257,437
Prepaid expenses	75,055	-	-	8,326	-	-	83,381
Total current assets	1,982,882	34,784	65,401	172,210	18,296	(68,262)	2,205,311
PROPERTY AND EQUIPMENT							
Land	-	2,532,769	-	-	-	-	2,532,769
Building	-	1,333,192	-	-	-	-	1,333,192
Building improvements	-	168,526	-	-	-	-	168,526
Furniture, equipment, and software	390,727	131,931	-	2,941	-	-	525,599
Property and equipment	390,727	4,166,418	-	2,941	-	-	4,560,086
Less accumulated depreciation	(323,417)	(368,471)	-	(2,649)	-	-	(694,537)
Property and equipment, net	67,310	3,797,947	-	292	-	-	3,865,549
OTHER ASSETS							
Investments	-	6,850,177	-	-	-	-	6,850,177
Cash surrender value of life insurance policy	-	4,227	-	-	-	-	4,227
Total assets	\$ 2,050,192	\$ 10,687,135	\$ 65,401	\$ 172,502	\$ 18,296	\$ (68,262)	\$ 12,925,264
LIABILITIES AND NET ASSETS							
CURRENT LIABILITIES							
Accounts payable	\$ 127,233	\$ 8,938	\$ 5,633	\$ 23,002	\$ 19,229	\$ (68,262)	\$ 115,773
Accrued expenses	667	-	-	85	-	-	752
Accrued payroll	27,796	-	-	(835)	-	-	26,961
Accrued vacation	94,060	-	-	6,425	-	-	100,485
Current portion of future annuity obligations	-	11,155	-	-	-	-	11,155
Current portion of unitrust obligation	-	11,064	-	-	-	-	11,064
Total current liabilities	249,756	31,157	5,633	28,677	19,229	(68,262)	266,190
OTHER LIABILITIES							
Future annuity obligations less current portion	-	50,155	-	-	-	-	50,155
Unitrust obligation less current portion	-	86,132	-	-	-	-	86,132
Total liabilities	249,756	167,444	5,633	28,677	19,229	(68,262)	402,477
NET ASSETS							
Without donor restrictions	1,797,010	9,328,881	54,694	143,825	(933)	-	11,323,477
With donor restrictions	3,426	1,190,810	5,074	-	-	-	1,199,310
Total net assets	1,800,436	10,519,691	59,768	143,825	(933)	-	12,522,787
Total liabilities and net assets	\$ 2,050,192	\$ 10,687,135	\$ 65,401	\$ 172,502	\$ 18,296	\$ (68,262)	\$ 12,925,264

THE AMERICAN HUMANIST ASSOCIATION
CONSOLIDATING SCHEDULE OF FINANCIAL POSITION
December 31, 2023

	The American Humanist Association	The Humanist Foundation	The Humanist Society	Center for Freethought Equality	Institute for Humanist Studies	Eliminations	Consolidating Totals
ASSETS							
CURRENT ASSETS							
Cash	\$ 1,772,967	\$ 8,068	\$ 71,837	\$ 196,210	\$ 13,957	\$ -	\$ 2,063,039
Accounts receivable	75,398	-	600	-	107	(67,561)	8,544
Unconditional promises to give, net	134,062	1,915	-	53,829	-	(60,197)	129,609
Prepaid expenses	65,390	-	-	5,955	-	-	71,345
Total current assets	2,047,817	9,983	72,437	255,994	14,064	(127,758)	2,272,537
PROPERTY AND EQUIPMENT							
Land	-	2,532,769	-	-	-	-	2,532,769
Building	-	1,333,192	-	-	-	-	1,333,192
Building improvements	-	168,526	-	-	-	-	168,526
Furniture, equipment, and software	351,355	131,931	-	2,941	-	-	486,227
Property and equipment	351,355	4,166,418	-	2,941	-	-	4,520,714
Less accumulated depreciation	(299,738)	(335,868)	-	(2,298)	-	-	(637,904)
Property and equipment, net	51,617	3,830,550	-	643	-	-	3,882,810
OTHER ASSETS							
Investments	-	6,391,436	-	-	-	-	6,391,436
Cash surrender value of life insurance policy	-	4,227	-	-	-	-	4,227
Total assets	\$ 2,099,434	\$ 10,236,196	\$ 72,437	\$ 256,637	\$ 14,064	\$ (127,758)	\$ 12,551,010
LIABILITIES AND NET ASSETS							
CURRENT LIABILITIES							
Accounts payable	\$ 128,352	\$ 5,738	\$ 9,145	\$ 85,549	\$ 12,557	\$ (127,758)	\$ 113,583
Accrued expenses	7,666	-	-	92	-	-	7,758
Accrued payroll	29,385	-	-	(2,109)	-	-	27,276
Accrued vacation	90,867	-	-	5,987	-	-	96,854
Current portion of future annuity obligations	-	35,555	-	-	-	-	35,555
Current portion of unitrust obligation	-	10,117	-	-	-	-	10,117
Total current liabilities	256,270	51,410	9,145	89,519	12,557	(127,758)	291,143
OTHER LIABILITIES							
Future annuity obligations less current portion	-	95,329	-	-	-	-	95,329
Unitrust obligation less current portion	-	80,068	-	-	-	-	80,068
Total liabilities	256,270	226,807	9,145	89,519	12,557	(127,758)	466,540
NET ASSETS							
Without donor restrictions	1,839,738	8,969,244	58,218	167,118	1,507	-	11,035,825
With donor restrictions	3,426	1,040,145	5,074	-	-	-	1,048,645
Total net assets	1,843,164	10,009,389	63,292	167,118	1,507	-	12,084,470
Total liabilities and net assets	\$ 2,099,434	\$ 10,236,196	\$ 72,437	\$ 256,637	\$ 14,064	\$ (127,758)	\$ 12,551,010

THE AMERICAN HUMANIST ASSOCIATION
CONSOLIDATING SCHEDULE OF ACTIVITIES
Year Ended December 31, 2024

	The American Humanist Association	The Humanist Foundation	The Humanist Society	Center for Freethought Equality	Institute for Humanist Studies	Eliminations	Consolidating Totals
SUPPORT AND REVENUE							
Contributions							
General contributions	\$ 1,110,297	\$ 65,438	\$ 14,464	\$ 347,248	\$ -	\$ (65,940)	\$ 1,471,507
Bequests	184,459	-	-	-	14,012	-	198,471
Membership	318,109	-	-	-	-	-	318,109
Program Service Revenue							
Humanist magazine	19,481	-	-	-	-	-	19,481
Conference and seminars	27,004	-	-	-	-	-	27,004
Publication sales	7,660	-	-	-	-	-	7,660
Grants	424,759	-	-	-	-	(269,759)	155,000
Professional fees	98,535	-	37,395	-	-	(97,335)	38,595
Other revenue	7,619	6,375	3,355	5	-	-	17,354
Investment return, net	58,201	854,283	6	67	2	-	912,559
Total support and revenue	2,256,124	926,096	55,220	347,320	14,014	(433,034)	3,165,740
EXPENSES							
Personnel	1,217,901	-	-	99,139	-	(12,335)	1,304,705
Advertising and promotion	220,925	-	1,216	20,610	-	-	242,751
Conferences and meetings	88,314	35,238	385	38,430	-	-	162,367
Humanist magazine	63,685	-	-	-	-	-	63,685
Professional fees	169,305	32,267	40,000	184,703	16,421	(85,000)	357,696
Travel	20,014	-	-	4,803	-	-	24,817
Facilities	60,449	-	-	-	-	-	60,449
Litigation	116,480	-	-	-	-	-	116,480
Books and merchandise	4,039	-	-	-	-	-	4,039
Equipment	6,067	-	-	-	-	-	6,067
Dues and support	128,987	-	-	-	-	(49,111)	79,876
Internet and telephone	45,723	-	3,000	2,625	-	-	51,348
Database	77,739	-	-	11,817	-	-	89,556
Postage	20,581	-	-	671	-	-	21,252
Bank charges	27,711	-	1,378	1,167	33	-	30,289
Office supplies	2,042	-	-	88	-	-	2,130
AHA Board/Election	5,210	-	-	-	-	-	5,210
Miscellaneous	-	-	-	698	-	-	698
Depreciation	23,680	32,602	-	351	-	-	56,633
Grants	-	286,588	12,765	-	-	(286,588)	12,765
Printing	-	-	-	5,511	-	-	5,511
Total expenses	2,298,852	386,695	58,744	370,613	16,454	(433,034)	2,698,324
OTHER CHANGES							
Change in valuation of annuity obligations	-	(11,962)	-	-	-	-	(11,962)
Change in valuation of unitrust obligation	-	(17,137)	-	-	-	-	(17,137)
Total other changes	-	(29,099)	-	-	-	-	(29,099)
Change in net assets	(42,728)	510,302	(3,524)	(23,293)	(2,440)	-	438,317
Net assets at beginning of year	1,843,164	10,009,389	63,292	167,118	1,507	-	12,084,470
Net assets at end of year	<u>\$ 1,800,436</u>	<u>\$ 10,519,691</u>	<u>\$ 59,768</u>	<u>\$ 143,825</u>	<u>\$ (933)</u>	<u>\$ -</u>	<u>\$ 12,522,787</u>

THE AMERICAN HUMANIST ASSOCIATION
CONSOLIDATING SCHEDULE OF ACTIVITIES
Year Ended December 31, 2023

	The American Humanist Association	The Humanist Foundation	The Humanist Society	Center for Freethought Equality	Institute for Humanist Studies	Eliminations	Consolidating Totals
SUPPORT AND REVENUE							
Contributions							
General contributions	\$ 853,805	\$ 39,795	\$ 4,381	\$ 248,354	\$ -	\$ (58,640)	\$ 1,087,695
Bequests	1,025,785	14,698	-	-	14,012	-	1,054,495
Membership	297,554	-	-	-	-	-	297,554
Program Service Revenue							
Humanist magazine	23,816	-	-	-	-	-	23,816
Conference and seminars	48,210	-	-	-	-	-	48,210
Publication sales	6,747	-	-	-	-	-	6,747
Grants	288,433	-	-	-	-	(243,412)	45,021
Professional fees	84,223	-	39,315	-	-	(83,023)	40,515
Other revenue	35,433	-	3,180	-	-	-	38,613
Investment return, net	36,467	826,436	5	55	1	-	862,964
Total support and revenue	2,700,473	880,929	46,881	248,409	14,013	(385,075)	3,505,630
EXPENSES							
Personnel	1,428,451	-	-	85,566	129	(12,023)	1,502,123
Advertising and promotion	261,542	-	402	12,403	-	-	274,347
Conferences and meetings	299,630	15,545	1,100	9,377	-	-	325,652
Humanist magazine	41,387	-	-	-	-	-	41,387
Professional fees	188,783	33,909	35,000	88,790	16,488	(71,000)	291,970
Travel	11,992	-	-	249	-	-	12,241
Facilities	49,551	-	-	-	-	-	49,551
Litigation	14,333	-	-	-	-	-	14,333
Books and merchandise	4,055	-	-	-	-	-	4,055
Equipment	4,819	-	-	-	-	-	4,819
Dues and support	82,131	-	-	51	-	(43,580)	38,602
Internet and telephone	43,755	-	-	2,183	329	-	46,267
Database	58,488	-	1,544	8,673	-	-	68,705
Postage	41,558	-	-	129	-	-	41,687
Bank charges	24,682	-	1,485	1,281	-	-	27,448
Office supplies	3,212	-	-	416	-	-	3,628
AHA Board/Election	1,282	-	-	-	-	-	1,282
Miscellaneous	1,389	-	-	-	-	-	1,389
Depreciation	19,957	32,602	-	351	-	-	52,910
Grants	-	258,472	1,750	-	-	(258,472)	1,750
Printing	-	-	-	3,148	-	-	3,148
Total expenses	2,580,997	340,528	41,281	212,617	16,946	(385,075)	2,807,294
OTHER CHANGES							
Change in valuation of annuity obligations	-	(26,867)	-	-	-	-	(26,867)
Change in valuation of unitrust obligation	-	53,661	-	-	-	-	53,661
Total other changes	-	26,794	-	-	-	-	26,794
Change in net assets	119,476	567,195	5,600	35,792	(2,933)	-	725,130
Net assets at beginning of year	1,723,688	9,442,194	57,692	131,326	4,440	-	11,359,340
Net assets at end of year	<u>\$ 1,843,164</u>	<u>\$ 10,009,389</u>	<u>\$ 63,292</u>	<u>\$ 167,118</u>	<u>\$ 1,507</u>	<u>\$ -</u>	<u>\$ 12,084,470</u>