

FOUNDATION TO DECREASE
WORLD SUCK

AUDITED FINANCIAL STATEMENTS
Years Ended December 31, 2024 and 2023

FOUNDATION TO DECREASE WORLD SUCK
Missoula, Montana

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CARVER
FLOREK &
JAMES, CPA's

CERTIFIED PUBLIC ACCOUNTANTS

INDEPENDENT AUDITOR'S REPORT

To the Board of Directors of
Foundation to Decrease World Suck
PO Box 8147
Missoula, MT 59806

Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of Foundation to Decrease World Suck (the Foundation), which comprise the statements of financial position as of December 31, 2024 and 2023, and the related 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 Foundation 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 Foundation 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 Foundation's ability to continue as a going concern for 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 Foundation'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 Foundation'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.

Carver Florek & James, CPAs

Carver Florek & James, CPA's
Missoula, Montana
March 10, 2025

FOUNDATION TO DECREASE WORLD SUCK
STATEMENT OF FINANCIAL POSITION
As of December 31, 2024 and 2023

	<u>2024</u>	<u>2023</u>
CURRENT ASSETS		
Cash and Cash Equivalents	\$ 135,286	\$ 238,108
Inventory	<u>10,946</u>	<u>22,716</u>
Total Current Assets	<u>146,232</u>	<u>260,824</u>
 OTHER ASSETS		
Investments	66,151	25,296
 PROPERTY AND EQUIPMENT		
Furniture & Fixtures	3,054	3,054
Less: Accumulated Depreciation	<u>(3,054)</u>	<u>(3,054)</u>
Net Property and Equipment	<u>-</u>	<u>-</u>
 TOTAL ASSETS	 <u>\$ 212,383</u>	 <u>286,120</u>
 LIABILITIES AND NET ASSETS		
CURRENT LIABILITIES		
Accounts Payable	\$ 10,458	14,127
NET ASSETS		
Without donor restrictions	201,925	271,993
With donor restrictions	<u>-</u>	<u>-</u>
Total Net Assets	<u>201,925</u>	<u>271,993</u>
 TOTAL LIABILITIES AND NET ASSETS	 <u>\$ 212,383</u>	 <u>\$ 286,120</u>

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

FOUNDATION TO DECREASE WORLD SUCK
STATEMENT OF ACTIVITIES
For the Years Ended December 31, 2024 and 2023

	2024	2023
NET ASSETS WITHOUT DONOR RESTRICTIONS		
REVENUES		
Contributions	\$ 2,906,599	\$ 2,563,668
Other Income	166	4,859
Investment Income	40,835	296
TOTAL REVENUES	2,947,600	2,568,823
EXPENSES		
Program Services	2,763,518	2,250,565
General Administration	57,503	42,146
Fundraising	196,647	157,860
TOTAL EXPENSES	3,017,668	2,450,571
CHANGE IN TOTAL NET ASSETS WITHOUT DONOR RESTRICTIONS	(70,068)	118,252
NET ASSETS, Beginning of Year		
Without donor restrictions	271,993	153,741
With donor restrictions	-	-
NET ASSETS, End of Year		
Without donor restrictions	201,925	271,993
With donor restrictions	-	-
TOTAL NET ASSETS, End of Year	\$ 201,925	\$ 271,993

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

FOUNDATION TO DECREASE WORLD SUCK
STATEMENT OF FUNCTIONAL EXPENSES
For the Year Ended December 31, 2024

	PROGRAM SERVICES	GENERAL ADMINISTRATION	FUNDRAISING	TOTAL
Supplies	\$ 1,255	\$ -	\$ -	\$ 1,255
Merchandise	32,103	7,466	35,089	74,658
Account and Legal	-	9,833	-	9,833
Contractors	56,200	10,165	45,742	112,107
Project for Awesome Grants	2,558,145	-	-	2,558,145
Postage and Delivery	44,902	9,979	44,902	99,783
Dues and Subscriptions	-	4,301	-	4,301
Fees	70,913	15,759	70,914	157,586
 Total Expenses	 \$ 2,763,518	 \$ 57,503	 \$ 196,647	 \$ 3,017,668

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

FOUNDATION TO DECREASE WORLD SUCK
STATEMENT OF FUNCTIONAL EXPENSES
For the Year Ended December 31, 2023

	<u>PROGRAM SERVICES</u>	<u>GENERAL ADMINISTRATION</u>	<u>FUNDRAISING</u>	<u>TOTAL</u>
Supplies	\$ -	\$ -	\$ -	\$ -
Merchandise	17,943	3,987	19,493	41,423
Account and Legal	-	3,563	-	3,563
Contractors	17,395	3,865	17,394	38,654
P4A Grants	2,094,253	-	-	2,094,253
Postage and Delivery	43,716	9,713	43,716	97,145
Dues and Subscriptions	-	3,547	-	3,547
Fees	<u>77,258</u>	<u>17,471</u>	<u>77,257</u>	<u>171,986</u>
 Total Expenses	 \$ <u>2,250,565</u>	 \$ <u>42,146</u>	 \$ <u>157,860</u>	 \$ <u>2,450,571</u>

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

FOUNDATION TO DECREASE WORLD SUCK
STATEMENT OF CASH FLOWS
For the Years Ended December 31, 2024 and 2023

	2024	2023
CASH FLOWS FROM OPERATING ACTIVITIES		
Cash Received from:		
Contributions	\$ 2,906,599	\$ 2,563,668
Other Income	146	4,859
Cash Paid for:		
Project for Awesome Grants	(2,558,145)	(2,094,253)
Contract Services	(121,940)	(42,217)
Other Suppliers and Vendors	(329,482)	(298,936)
Net Cash From Operating Activities	(102,822)	133,121
 CASH FLOWS FROM INVESTING ACTIVITIES		
Contributions to Investments	-	(25,000)
Net Cash From Investing Activities	-	(25,000)
 NET CHANGE IN CASH AND CASH EQUIVALENTS	(102,822)	108,121
CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR	238,108	129,987
CASH AND CASH EQUIVALENTS AT END OF YEAR	\$ 135,286	\$ 238,108
 RECONCILIATION OF CHANGE IN NET ASSETS TO NET CASH FROM OPERATING ACTIVITIES		
	2024	2023
CHANGE IN NET ASSETS	\$ (70,068)	\$ 118,252
 <i>Adjustments to Reconcile Change in Net Assets to Net Cash</i>		
<i>From Operating Activities</i>		
Items not Affecting Cash:		
Unrealized (Gain)/Loss on Investments	(40,855)	(296)
Change in Assets and Liabilities:		
(Increase)/Decrease in:		
Inventory	11,770	2,038
Increase/(Decrease) in:		
Accounts Payable and Accrued Expenses	(3,669)	13,127
Net Cash From Operating Activities	\$ (102,822)	\$ 133,121

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

FOUNDATION TO DECREASE WORLD SUCK
NOTES TO THE FINANCIAL STATEMENTS
For the Years Ended December 31, 2024 and 2023

1. NATURE OF ACTIVITIES AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Nature of activities

Foundation to Decrease World Suck (“Foundation”) was incorporated in 2012 and was designated a Section 501(c)(3) of the Internal Revenue Code charitable organization by the IRS on January 23, 2013. The mission of the Foundation is to raise awareness and funds for charitable organizations through the online community.

Basis of presentation

The Foundation’s financial statements have been prepared on the accrual basis of accounting in accordance with accounting principles generally accepted in the United States of America (GAAP) as codified by the Financial Accounting Standards Board.

Cash and Cash Equivalents and Investments in Certificates of Deposit

For the purpose of the statement of cash flows, cash equivalents consist of cash and investments with original maturity of three months or less. Cash restricted for a particular purpose is not considered cash readily available and is not included in cash equivalents.

Certain bank accounts subject to coverage by the Federal Deposit Insurance Corporation (FDIC) may exceed their insured limits during the year. At December 31, 2024 and 2023, no amounts exceed their insured limits.

Inventory

Inventories are stated at the lower of cost or market determined on the first-in, first out basis.

Promises to Give

Contributions are recognized when the donor makes an unconditional promise to give to the Foundation. Contributions that are restricted by the donor are reported as increases in unrestricted net assets if the restrictions expire in the fiscal year in which the contributions are recognized. All other donor-restricted contributions are reported as increases in net assets with donor restrictions depending on the nature of the restrictions. When a restriction expires, net assets with donor restrictions are reclassified to net assets without donor restrictions.

FOUNDATION TO DECREASE WORLD SUCK
NOTES TO THE FINANCIAL STATEMENTS
For the Years Ended December 31, 2024 and 2023

1. NATURE OF ACTIVITIES AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Property and Equipment

It is the Foundation's policy to capitalize property and equipment over \$1,000 and \$500 if donated. Lesser amounts are expensed. Property and equipment are recorded at cost or estimated fair value if donated. Donated property and equipment are reported as contributions without restrictions unless the donor has restricted the donated asset to a specific purpose. Assets donated with explicit restrictions regarding their use and contributions of cash that must be used to acquire property and equipment are reported as restricted contributions. Absent donor stipulations regarding how long donated assets must be maintained, the Foundation reports expirations of donor restrictions when the donated or acquired assets are placed in service as instructed by the donor. The Foundation reclassifies net assets with donor restrictions to net assets without donor restrictions at that time.

Depreciation is computed on the straight-line method based on the estimated useful life of the assets as follows:

	<u>Years</u>
Vehicles	5
Software	3
Equipment and Furniture	5 - 15

Categories of Net Assets

Net assets are classified as *without donor restrictions* in the absence of donor-imposed restrictions. This category includes net amounts that have been earned and expended according to donor and contract conditions and generally unrestricted activities. Net assets without donor restrictions are used to benefit the Foundation at the discretion of the Board of Directors, and for internal operations and administration. This also may include net assets that are restricted by the Board of Directors of the Foundation.

Net assets classified as *with donor restrictions* have donor-imposed restrictions that have not been met. Such restrictions may be met by the passage of time or use for a specific purpose, or the assets may be expected to be maintained in perpetuity.

Donor-restricted contributions whose restrictions are met in the same reporting period are reported as *without donor restrictions*. Donor restrictions that expire by either the passage of time or purpose restriction(s) being accomplished are accounted for as net assets released from restriction and reclassified as net assets *without donor restrictions*.

FOUNDATION TO DECREASE WORLD SUCK
NOTES TO THE FINANCIAL STATEMENTS
For the Years Ended December 31, 2024 and 2023

1. NATURE OF ACTIVITIES AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Contributions

Contributions received are recorded as net assets without donor restrictions or net assets with donor restrictions depending on the existence or nature of any donor restrictions.

Cost Allocation and Program Activities

The Foundation allocates costs that can be identified specifically with a particular final cost objective directly to the services benefiting. Joint costs are allocated to fundraising, management, and general services on the basis of estimates identifiable with such services.

Management Estimates

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

Income Taxes

Provisions for income taxes have not been recorded in these financial statements because the Foundation believes it had no income unrelated to its exempt purposes in 2024. With few exceptions, the Foundation's information returns (IRS Form 990) are not subject to examinations by the tax authorities for years prior to 2021.

FOUNDATION TO DECREASE WORLD SUCK
NOTES TO THE FINANCIAL STATEMENTS
For the Years Ended December 31, 2024 and 2023

2. INVESTMENTS

A framework for measuring fair value and defining fair value is provided by GAAP. Fair value is defined as the exchange price that would be received for an asset or paid to transfer a liability in the principal or most advantageous market for the asset or liability in an orderly transaction between market participants on the measurement date. GAAP requires that valuation techniques maximize the use of observable inputs and minimize the use of unobservable inputs. GAAP also establishes a fair value hierarchy, which prioritizes the valuation of inputs into three broad levels, as described below:

Level 1 – Unadjusted quoted prices in active markets that are accessible at the measurement date for identical assets or liabilities.

Level 2 – Quoted prices in markets that are not considered to be active or financial instruments for which all significant inputs are observable, either directly, or indirectly.

Level 3 – Significant unobservable prices or inputs where there is little or no market activity for the asset or liability at the measurement date.

A financial instrument's level within the fair value hierarchy is based on the lowest level of any input that is significant to the fair value measurement. The Foundation's policy for determining the timing of significant transfers between Level 1 and Level 2 is at the end of the reporting period. Cash, money market accounts, and other cash equivalents are valued at their carrying amount, which approximates fair value. Marketable equity securities are stated at fair value based on quoted market prices in active markets. Mutual funds are valued at the net asset value (NAV). The NAV is based on the value of the underlying assets owned by the fund, minus its liabilities, and then divided by the number of shares held by the fund outstanding at year end. The NAV is quoted in an active market.

Investment accounts consist of mutual funds held at a financial institution. The fair market value (FMV) of the investments is from quoted market prices in active markets for identical assets or liabilities (Level 1).

FOUNDATION TO DECREASE WORLD SUCK
NOTES TO THE FINANCIAL STATEMENTS
For the Years Ended December 31, 2024 and 2023

At December 31, 2024			
	Cost	Unrealized Gain/(Loss)	FMV
Investments (Level 1)			
Money Market Funds	\$ <u>25,000</u>	\$ <u>41,151</u>	\$ <u>66,151</u>
Total Investments	\$ <u><u>25,000</u></u>	\$ <u><u>41,151</u></u>	\$ <u><u>66,151</u></u>

At December 31, 2023			
	Cost	Unrealized Gain/(Loss)	FMV
Investments (Level 1)			
Money Market Funds	\$ <u>25,000</u>	\$ <u>296</u>	\$ <u>25,296</u>
Total Investments	\$ <u><u>25,000</u></u>	\$ <u><u>296</u></u>	\$ <u><u>25,296</u></u>

FOUNDATION TO DECREASE WORLD SUCK
NOTES TO THE FINANCIAL STATEMENTS
For the Years Ended December 31, 2024 and 2023

2. INVESTMENTS (CONTINUED)

Investments Balance at January 1, 2023	\$	-
Additions to Investments		25,000
Interest and Dividend Income		<u>296</u>
Investments Balance at December 31, 2023		<u>25,296</u>
Additions to Investments		-
Interest and Dividend Income		<u>40,855</u>
Investments Balance at December 31, 2024	\$	<u><u>66,151</u></u>

3. PROPERTY AND EQUIPMENT

A summary of property and equipment at December 31, 2024 and 2023 is as follows:

		December 31, <u>2022</u>	<u>Additions</u>	<u>Disposal</u>		December 31, <u>2023</u>
Furniture and Fixtures	\$	3,054	\$ -	\$ -	\$	3,054
Accumulated depreciation		<u>(3,054)</u>	<u>-</u>	<u>-</u>		<u>(3,054)</u>
Property and equipment, net	\$	<u>-</u>	<u>-</u>	<u>-</u>	\$	<u>-</u>
		December 31, <u>2023</u>	<u>Additions</u>	<u>Disposal</u>		December 31, <u>2024</u>
Furniture and Fixtures	\$	3,054	\$ -	\$ -	\$	3,054
Accumulated depreciation		<u>(3,054)</u>	<u>-</u>	<u>-</u>		<u>(3,054)</u>
Property and equipment, net	\$	<u>-</u>	<u>-</u>	<u>-</u>	\$	<u>-</u>

FOUNDATION TO DECREASE WORLD SUCK
NOTES TO THE FINANCIAL STATEMENTS
For the Years Ended December 31, 2024 and 2023

4. LIQUIDITY AND AVAILABILITY OF RESOURCES

The table below presents financial assets available for general expenditures within one year at December 31, 2024 and 2023:

	2024	2023
Financial assets at year end:		
Cash and Cash Equivalents	\$ 135,286	\$ 238,108
Investments	66,151	25,296
Financial assets available to meet cash needs for general expenses within one year	\$ 201,437	\$ 263,404

5. RELATED PARTIES

DFTBA Records LLC (DFTBA) is an e-commerce merchandise company owned by the president and vice president of the Foundation’s board of directors. During the 2024 and 2023, the Foundation paid DFTBA \$113,086 and \$89,487 for shipping and fulfillment expenses, \$58,983 and \$36,669 for perk manufacturing expenses and received \$166 and \$4,859 for royalty income, respectively. Ecogeek LLC (dba Complexly) is a media production company owned by the president and vice president of the Foundation’s board of directors. During the 2024, the Foundation paid Ecogeek \$85 and \$50 for web hosting, respectively. During 2023, the Foundation paid Ecogeek \$50 for web hosting, \$1,400 for subcontracts, \$12 for shipping and fulfillment expenses and recorded a \$1,550 merchandise donation.

6. SUBSEQUENT EVENTS

The Foundation’s management has evaluated subsequent events through March 10, 2025, the date the financial statements were available to be issued.