

**Christopher Coffland Memorial Fund, Inc.  
d/b/a Catch A Lift Fund**

**Financial Statements  
and Independent Auditor's Report**

**December 31, 2023 and 2022**

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**Christopher Coffland Memorial Fund, Inc.  
d/b/a Catch A Lift Fund**

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## Independent Auditor's Report

To the Board of Directors  
Christopher Coffland Memorial Fund, Inc.

### *Opinion*

We have audited the financial statements of Christopher Coffland Memorial Fund, Inc. d/b/a Catch A Lift Fund (the "Organization"), which comprise the statements of financial position as of December 31, 2023 and 2022, and the related statements of activities and change in net assets, 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 Organization as of December 31, 2023 and 2022, 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 Organization 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 Organization'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 Organization'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 Organization's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audits.

*CohnReznick LLP*

Bethesda, Maryland  
April 2, 2024

**Christopher Coffland Memorial Fund, Inc.  
d/b/a Catch A Lift Fund**

**Statements of Financial Position  
December 31, 2023 and 2022**

	<u>Assets</u>	
	2023	2022
Current assets		
Cash and cash equivalents	\$ 117,992	\$ 757,879
Certificate of deposit	150,000	-
Unconditional promises to give	-	20,000
Accrued interest receivable	6,800	-
Prepaid expenses, deposits, and other assets	88,700	27,014
Total current assets	363,492	804,893
Investments	240,960	-
Property and equipment		
Furniture, fixtures and equipment	8,339	8,339
Website	11,556	11,556
Software	21,619	21,619
Less accumulated depreciation	(36,610)	(33,549)
	4,904	7,965
Operating lease right-of-use asset (Note 5)	27,015	42,382
Total assets	\$ 636,371	\$ 855,240
	<u>Liabilities and Net Assets</u>	
Liabilities		
Accounts payable and accrued expenses	\$ 3,318	\$ 1,412
Credit cards payable	100,443	5,706
Grants payable (Note 4)	23,876	11,687
Operating lease obligation, current (Note 5)	16,187	14,966
Total current liabilities	143,824	33,771
Operating lease obligation (Note 5)	11,428	27,615
Total liabilities	155,252	61,386
Net assets		
Net assets without donor restrictions	481,119	778,854
Net assets with donor restrictions (Note 6)	-	15,000
Total net assets	481,119	793,854
Total liabilities and net assets	\$ 636,371	\$ 855,240

See Notes to Financial Statements.

**Christopher Coffland Memorial Fund, Inc.  
d/b/a Catch A Lift Fund**

**Statements of Activities and Change in Net Assets  
Years Ended December 31, 2023 and 2022**

	2023			2022		
	Without donor restrictions	With donor restrictions	Total	Without donor restrictions	With donor restrictions	Total
Support and revenue						
Grants and donations	\$ 473,663	\$ 61,625	\$ 535,288	\$ 567,048	\$ 15,000	\$ 582,048
Grants and donations generated at special events	1,238,290	-	1,238,290	1,149,016	-	1,149,016
Gross revenue from special events (excluding related donations)	298,219	-	298,219	175,102	-	175,102
Less direct expenses for special events	(372,129)	-	(372,129)	(252,942)	-	(252,942)
Contributions of nonfinancial assets (Note 7)	129,907	-	129,907	63,631	-	63,631
Merchandise sales	3,457	-	3,457	2,836	-	2,836
Miscellaneous income	125	-	125	1,582	-	1,582
Investment income	21,868	-	21,868	128	-	128
Net assets released from restrictions						
Satisfaction of time restrictions	76,625	(76,625)	-	-	-	-
Total support and revenue	<u>1,870,025</u>	<u>(15,000)</u>	<u>1,855,025</u>	<u>1,706,401</u>	<u>15,000</u>	<u>1,721,401</u>
Expenses						
Program services	1,842,165	-	1,842,165	1,204,025	-	1,204,025
Management and general	135,834	-	135,834	145,317	-	145,317
Fundraising	189,761	-	189,761	204,009	-	204,009
Total expenses	<u>2,167,760</u>	<u>-</u>	<u>2,167,760</u>	<u>1,553,351</u>	<u>-</u>	<u>1,553,351</u>
Change in net assets	(297,735)	(15,000)	(312,735)	153,050	15,000	168,050
Net assets, beginning of year	<u>778,854</u>	<u>15,000</u>	<u>793,854</u>	<u>625,804</u>	<u>-</u>	<u>625,804</u>
Net assets, end of year	<u>\$ 481,119</u>	<u>\$ -</u>	<u>\$ 481,119</u>	<u>\$ 778,854</u>	<u>\$ 15,000</u>	<u>\$ 793,854</u>

See Notes to Financial Statements.

**Christopher Coffland Memorial Fund, Inc.  
d/b/a Catch A Lift Fund**

**Statement of Functional Expenses  
Year Ended December 31, 2023**

	Program services	Management and general	Fundraising	Cost of goods sold	Total
Bank and credit card fees	\$ 4,689	\$ 32,690	\$ 1,487	\$ -	\$ 38,866
Depreciation	2,213	146	702	-	3,061
Dues and subscriptions	5,838	7,233	14,262	-	27,333
Gifts	9,000	-	-	-	9,000
Grants - gym memberships and equipment	828,869	-	-	-	828,869
Grants - other program expenses	237,771	-	-	-	237,771
Insurance	10,812	8,093	2,317	-	21,222
Marketing	-	-	200	-	200
Miscellaneous	632	(6,883)	-	-	(6,251)
Office	3,305	1,462	556	-	5,323
Professional services	7,800	55,489	200	-	63,489
Promotional materials	385	-	14,923	-	15,308
Rent expense	12,960	853	4,110	-	17,923
Salaries - officer	25,984	5,568	5,568	-	37,120
Salaries - other	422,143	27,782	133,878	-	583,803
Shipping	19,020	69	-	-	19,089
Taxes - payroll	36,225	2,385	11,488	-	50,098
Telephone and web hosting	7,825	947	70	-	8,842
Travel and meetings	116,654	-	-	-	116,654
Welcome kits	90,040	-	-	-	90,040
Cost of goods sold for special events	-	-	-	372,129	372,129
<b>Total expenses by function</b>	<b>1,842,165</b>	<b>135,834</b>	<b>189,761</b>	<b>372,129</b>	<b>2,539,889</b>
Less expense included in total special events	-	-	-	(372,129)	(372,129)
	<b>\$ 1,842,165</b>	<b>\$ 135,834</b>	<b>\$ 189,761</b>	<b>\$ -</b>	<b>\$ 2,167,760</b>

See Notes to Financial Statements.

**Christopher Coffland Memorial Fund, Inc.  
d/b/a Catch A Lift Fund**

**Statement of Functional Expenses  
Year Ended December 31, 2022**

	Program services	Management and general	Fundraising	Cost of goods sold	Total
Bank and credit card fees	\$ 3,350	\$ 23,051	\$ 1,324	\$ -	\$ 27,725
Depreciation	2,985	197	1,179	-	4,361
Dues and subscriptions	5,291	228	15,450	-	20,969
Gifts	8,067	-	-	-	8,067
Grants - gym memberships and equipment	440,801	-	-	-	440,801
Grants - other program expenses	182,889	-	-	-	182,889
Insurance	7,322	6,858	1,569	-	15,749
Marketing	428	580	10,077	-	11,085
Miscellaneous	1,700	1,444	300	-	3,444
Office	172	39	528	-	739
Professional services	16,215	81,396	6,823	-	104,434
Promotional materials	4,953	-	6,532	-	11,485
Rent expense	6,423	425	2,539	-	9,387
Salaries - officer	23,529	5,042	5,042	-	33,613
Salaries - other	355,619	23,517	140,538	-	519,674
Shipping	8,290	-	-	-	8,290
Taxes - payroll	30,638	2,027	12,108	-	44,773
Telephone and web hosting	8,566	513	-	-	9,079
Travel and meetings	43,392	-	-	-	43,392
Welcome kits	53,395	-	-	-	53,395
Cost of goods sold for special events	-	-	-	252,942	252,942
<b>Total expenses by function</b>	<b>1,204,025</b>	<b>145,317</b>	<b>204,009</b>	<b>252,942</b>	<b>1,806,293</b>
Less expense included in total special events	-	-	-	(252,942)	(252,942)
	<u>\$ 1,204,025</u>	<u>\$ 145,317</u>	<u>\$ 204,009</u>	<u>\$ -</u>	<u>\$ 1,553,351</u>

See Notes to Financial Statements.



**Christopher Coffland Memorial Fund, Inc.  
d/b/a Catch A Lift Fund**

**Statements of Cash Flows  
Years Ended December 31, 2023 and 2022**

	2023	2022
Cash flows from operating activities		
Change in net assets	\$ (312,735)	\$ 168,050
Adjustments to reconcile change in net assets to net cash (used in) provided by operating activities		
Depreciation	3,061	4,361
Amortization of operating lease right-of-use asset	15,367	4,992
Change in		
Unconditional promises to give	20,000	(19,500)
Accrued interest receivable	(6,800)	-
Prepaid expenses, deposits, and other assets	(61,686)	(4,918)
Accounts payable and accrued expenses	1,906	(8,182)
Credit cards payable	94,737	3,628
Grants payable	12,189	1,473
Operating lease obligation	(14,966)	(4,793)
Net cash (used in) provided by operating activities	(248,927)	145,111
Cash flows from investing activities		
Purchase of certificate of deposit	(150,000)	-
Proceeds from sale of investments	60,000	-
Purchase of investments	(300,960)	-
Purchases of property and equipment	-	(5,049)
Net cash used in investing activities	(390,960)	(5,049)
Net (decrease) increase in cash and cash equivalents	(639,887)	140,062
Cash and cash equivalents, beginning of year	757,879	617,817
Cash and cash equivalents, end of year	\$ 117,992	\$ 757,879

See Notes to Financial Statements.

**Christopher Coffland Memorial Fund, Inc.  
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**Notes to Financial Statements  
December 31, 2023 and 2022**

**Note 1 - Organization and summary of significant accounting policies**

**Organization and nature of activities**

Christopher Coffland Memorial Fund, Inc. d/b/a Catch A Lift Fund (the "Organization") was incorporated as a nonprofit organization in the State of Maryland on October 27, 2010. The Organization was formed as a memorial to Cpl. Christopher Coffland, an Army Intelligence Specialist who volunteered for service after 9/11 and was killed by a roadside bomb in Afghanistan in November 2009. The Organization's mission is to help combat wounded veterans regain their mental and physical health through gym memberships, in home gym equipment, personalized fitness and nutrition programs, and a peer support network.

**Basis of accounting**

The Organization prepares its financial statements on the accrual basis of accounting. Consequently, revenues are recognized when earned and expenses are recognized when the obligation is incurred.

**Revenue recognition**

The Organization records contributions as revenue when they are unconditionally pledged by the donor or when received in cash if not pledged. All contributions are considered to be available for unrestricted use unless specifically restricted by the donor.

Contributions are classified as either conditional or unconditional. A conditional contribution is a transaction where the Organization must overcome a barrier or hurdle to be entitled to the resource and the resource provider is released from the obligation to fund or has the right of return of any advanced funding if the Organization fails to overcome the barrier. Any funding received prior to overcoming the barrier is recognized as a refundable advance. At December 31, 2023 and 2022, the Organization had no refundable advances related to contributions.

Sponsorship income received is recorded as grants and donations generated at special events for the portion of the payment that represents the fair value of the benefits provided with the sponsorship payment. Payments received in advance are recorded as deferred revenue and recognized as income when earned. Conditional sponsorship income, that is, income with a measurable performance or other barrier, and a right of return, is not recognized as revenue until the conditions on which they depend have been substantially met. At December 31, 2023 and 2022, the Organization had no refundable advances related to conditional sponsorships.

Other amounts received for special events besides contributions and sponsorships are recognized in the period earned. Amounts received in advance are included in deferred revenue.

The Organization is required to report information regarding its financial position and activities according to two classes of net assets: net assets with donor restrictions and net assets without donor restrictions.

Net assets without donor restrictions are net assets that are not restricted by donor stipulations. Net assets without donor restrictions may be designated for specific purposes by action of the Board of Directors.

**Christopher Coffland Memorial Fund, Inc.  
d/b/a Catch A Lift Fund**

**Notes to Financial Statements  
December 31, 2023 and 2022**

Net assets with donor restrictions are contributions with donor-imposed time and/or program-specific restrictions. These restrictions require that resources be used for specific purposes and/or in a certain period. Net assets with donor restrictions become net assets without donor restrictions when the time restrictions expire, or the funds are used for the restricted purposes and are reported in the statement of activities and change in net assets as net assets released from restrictions. The Organization's policy is to report all donor-restricted contributions as net assets with donor restrictions even if those restrictions are met in the same reporting period the contributions and grants are received.

**Cash and cash equivalents**

For financial statement purposes, the Organization considers cash in the bank and amounts held in money market accounts to be cash equivalents. The Organization considers all highly liquid investments purchased with an original maturity of three months or less to be cash equivalents.

**Certificate of deposit**

The certificate of deposit is not an exchange-traded instrument and is recorded as cost plus accrued interest. The certificate of deposit, totaling \$150,000, has a maturity of one year.

**Promises to give**

Promises to give represent unconditional promises from donors to contribute monies to the Organization. Unconditional promises to give are recorded when the promise is made. The need for an allowance is determined based on a review of the estimated collectability of the specific accounts. Uncollectible amounts are charged off against the allowance for doubtful accounts once management determined a promise to give, or a portion thereof, to be uncollectible. Bad debt expense was \$0 at December 31, 2023 and 2022.

**Property and equipment**

It is the Organization's policy to capitalize property and equipment over \$500. Purchased property and equipment are recorded at cost. Donations of property and equipment are recorded as contributions at their estimated fair value. Such donations are reported as contributions without donor restrictions unless the donor has restricted the donated asset to a specific purpose. The Organization provides for depreciation on property and equipment using the straight-line method over the useful lives of the assets, ranging from five to seven years. Costs incurred for software and to establish and design the current website were capitalized and are being depreciated on the straight-line basis, ranging from three to five years.

**Investments**

Investments are recorded at fair value. Realized and unrealized gains (losses) are calculated using a specific-identification method and are included in investment income (loss), along with interest and dividend income, on the statements of activities and change in net assets. Investment income is classified as increases or decreases in net assets without donor restrictions unless their use is restricted by explicit donor stipulations or law. Total investments, at fair value, consisted of \$240,960 of mutual funds as of December 31, 2023.

Donated investments are reflected as donations at their fair values at date of receipt. It is reasonably possible that changes in interest rates and market risk in the near term could result in a change in fair value of investment balances, which could be material. The Organization received donated investments with a fair value of \$42,597 and \$4,851 for the years ended December 31, 2023 and 2022, respectively, which were converted to cash nearly immediately. Donated securities converted to cash nearly immediately are reflected in the statements of cash flows as cash flows

**Christopher Coffland Memorial Fund, Inc.  
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**Notes to Financial Statements  
December 31, 2023 and 2022**

from operating activities. Any gain or loss from sale of donated investments are recognized as investment income in the statements of activities and change in net assets.

**Contributed nonfinancial assets**

The contribution of services are recognized if the services received (a) create or enhance nonfinancial assets or (b) require specialized skills that are provided by individuals possessing those skills and would typically need to be purchased if not provided by donation. The Organization receives a significant amount of donated services from unpaid volunteers who assist in fundraising and management. No amounts have been recognized in the statements of activities and change in net assets because the criteria for recognition under generally accepted accounting principles have not been satisfied.

The Organization receives contributed nonfinancial assets of various items that are auctioned off at fundraising events. Additionally, the use of facilities and food services provided at the events are also donated. The Organization also receives contributed program services. The contributed auction items are recorded at their fair value, as determined by management, by comparing the contributed auction items to the costs of similar items at the date of receipt. The contributed auction items are then adjusted for the ultimate amount received by the auction bidders and attendees for those items. Contributed facilities and food services are recorded at their fair value at the date of receipt. Contributed program services are recorded at fair value when received. The contributed nonfinancial assets are presented in the statements of activities and change in net assets as contributed nonfinancial assets and are expensed in the appropriate functional category.

**Net assets**

The Organization is required to report information regarding its financial position and activities according to two classes of net assets: net assets with donor restrictions and net assets without donor restrictions.

Net assets with donor restrictions are contributions with donor-imposed time and/or program-specific restrictions. These restrictions require that resources be used for specific purposes and/or in a certain period. Net assets with donor restrictions become net assets without donor restrictions when the time restrictions expire or the funds are used for their restricted purposes and are reported in the statements of activities and change in net assets as net assets released from restrictions.

**Income taxes**

The Organization is exempt from federal tax under the provisions of Section 501(c)(3) of the Internal Revenue Code. Accordingly, the accompanying financial statements do not include a provision for federal and state income taxes. The Organization did not have any unrelated business income for the years ended December 31, 2023 and 2022. The Organization recognizes interest expense and penalties on income taxes related to uncertain tax positions in general and administration expenses on the statements of activities and change in net assets and accounts payable and accrued expenses on the statements of financial position. There is no provision in these financial statements for penalties and interest on income taxes related to uncertain tax positions for the years ended December 31, 2023 and 2022. Tax years prior to 2020 are no longer subject to examination by the Internal Revenue Service or the tax jurisdiction of Maryland.

**Christopher Coffland Memorial Fund, Inc.  
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**Notes to Financial Statements  
December 31, 2023 and 2022**

**Use of estimates**

Management uses estimates and assumptions in preparing these financial statements in conformity with accounting principles generally accepted in the United States of America. Those estimates and assumptions affect the reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities, and the reported revenue and expenses. Actual results could vary from the estimates that were used.

**Functional allocation of expenses**

The costs of providing the various programs and supporting services have been summarized on a functional basis in the statements of functional expenses. Costs that can be identified with a particular program or support function are charged directly to that program or function. Salaries and related costs have been allocated among the programs and supporting services based upon management's best estimates of the proportion of these costs applicable to each program. Other allocable costs have been allocated to program services and to management and general and fundraising based on the percentage of time spent by each person on each service.

**Subsequent events**

The Organization has evaluated events and transactions for potential recognition or disclosure through April 2, 2024, the date the financial statements were available to be issued.

**Note 2 - Liquidity and availability of resources**

The following table reflects the Organization's financial assets as of December 31, 2023 and 2022, reduced by amounts that are not available to meet general expenditures within one year of the statements of financial position. Amounts not available include net assets with donor-imposed restrictions:

	2023	2022
Financial assets		
Cash and cash equivalents	\$ 117,992	\$ 757,879
Certificate of deposit	150,000	-
Unconditional promises to give	-	20,000
Accrued interest receivable	6,800	-
Investments	240,960	-
	515,752	777,879
Less those unavailable for general expenditure within one year:		
Net assets with donor restrictions	-	(15,000)
Financial assets available to meet cash needs for general expenditures within one year	\$ 515,752	\$ 762,879

**Christopher Coffland Memorial Fund, Inc.  
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**Notes to Financial Statements  
December 31, 2023 and 2022**

**Note 3 - Fair value of financial instruments**

The Organization has determined the fair value of certain assets and liabilities through application of the Fair Value Measurement Topic of the FASB ASC. Fair values of assets and liabilities measured on a recurring basis at December 31, 2023 are as follows:

Fair value measurements at reporting date using:				
	Fair value	Quoted prices in active markets for identical assets/liabilities (Level 1)	Significant other observable inputs (Level 2)	Significant unobservable inputs (Level 3)
December 31, 2023				
<u>Assets</u>				
Mutual funds	\$ 240,960	\$ 240,960	\$ -	\$ -
Total investments	\$ 240,960	\$ 240,960	\$ -	\$ -

This FASB ASC topic establishes a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. This hierarchy consists of three broad levels: Level 1 inputs consist of unadjusted quoted prices in active markets for identical assets and provide the highest priority inputs; Level 2 inputs are based primarily on quoted prices for identical assets in inactive markets or similar assets in active or inactive markets as significant other observable inputs; Level 3 inputs provide the lowest quality inputs because there are no significant observable inputs. The Organization uses appropriate valuation techniques based on the available inputs to measure the fair value of its investments. When available, the Organization measures fair value using Level 1 inputs because they generally provide the most reliable evidence of fair value. There have been no changes in the valuation methodologies used during the current year. All assets have been valued using a market approach.

**Note 4 - Grants payable**

As part of its mission, the Organization offers grants to disabled veterans throughout the United States that pay for their gym memberships. These grants are either paid in lump sums or in monthly installments per the gym membership contract. The Organization records the full amount of the grant as an expense at the time of the grant approval. A conditional promise to give, which depends on the occurrence of a specified future and uncertain event, is not recognized until the condition has been substantially met. As of December 31, 2023 and 2022, there was a balance of grants payable totaling \$23,876 and \$11,687, respectively.

**Christopher Coffland Memorial Fund, Inc.  
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**Notes to Financial Statements  
December 31, 2023 and 2022**

**Note 5 - Leases**

On July 21, 2022, the Organization entered into a lease of office facilities under an operating lease. The lease term was September 1, 2022 to August 31, 2023 and required monthly payments of \$1,350 plus utilities. The lease includes an option for two renewals of one year each. During 2023, the Organization exercised its option for a one year renewal and rent increased to \$1,400 per month plus utilities. The lease will expire in August 2024 if the Organization does not exercise its renewal option for an additional period of one year.

The operating lease right-of-use asset and operating lease obligation are recognized based on the present value of lease payments over the lease term, where the initial term of the lease exceeds twelve months. The Organization uses an estimated organizational incremental borrowing rate of 4.00% because the lease does not have a readily determinable implicit discount rate. Operating lease obligations are reduced as cash payments are made under the terms of the lease. Rent expense is recognized on a straight-line basis over the lease term. The operating lease right-of-use assets are amortized over the lease terms and are reflected as rent expense in the accompanying financial statements. Lease payments related to periods subject to renewal options are included for purposes of calculating the operating right-of-use asset and operating lease obligation as the Organization is reasonably certain to exercise the renewal options to extend the lease. The office lease contains an option to renew beyond the original termination date with written intention of the Organization to the respective landlord prior to the termination of the original lease. There are no residual value guarantees.

Rental expense under the leases totaled \$17,923 and \$9,387 for the years ended December 31, 2023 and 2022, respectively, and is presented as rent expense on the accompanying statements of functional expenses.

The following table represents the reconciliation of the operating lease right-of-use asset, including the expected renewal options as of December 31, 2023 and 2022:

Operating lease right-of-use asset, beginning of year	\$	42,382
Amortization of operating lease right-of-use asset		<u>(15,367)</u>
Operating lease right-of-use asset, end of year	\$	<u>27,015</u>

The following table represents the reconciliation of the operating lease obligation, including the expected renewal options as of December 31, 2023 and 2022:

Operating lease obligation, beginning of year	\$	42,581
Interest expense for operating lease obligation		<u>(14,966)</u>
Operating lease obligation, end of year		27,615
Less: current liability portion		<u>(16,187)</u>
Long-term liability portion	\$	<u>11,428</u>

Future minimum lease payments under the lease are \$17,000 for the year ending December 31, 2024.

**Christopher Coffland Memorial Fund, Inc.  
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**Notes to Financial Statements  
December 31, 2023 and 2022**

**Note 6 - Net assets with donor restrictions**

At December 31, 2022, there was a total of \$15,000 classified as with donor restrictions due to a contribution restricted for a specific purpose. A grant of \$61,625 was received during 2023 and was restricted for a specific purpose. Qualifying expenses related to the restricted purposes of the contribution and grant were incurred during 2023, and \$76,625 was released to net assets without donor restrictions. There were no net assets with donor restrictions at December 31, 2023.

**Note 7 - Contributions of nonfinancial assets**

The Organization received the following contributions of nonfinancial assets for the years ended December 31, 2023 and 2022:

	<u>2023</u>	<u>2022</u>
Contributed auction items	\$ 39,907	\$ 63,631
Contributed program services	<u>90,000</u>	<u>-</u>
	<u>\$ 129,907</u>	<u>\$ 63,631</u>

Contributed program services consist of a donation of therapy services to be provided to veterans that the Organization received during the year ended December 31, 2023. During the year ended December 31, 2023, \$37,800 of the services had been utilized and recorded as expense and the remaining balance of \$52,200 is classified as prepaid expenses, deposits, and other assets on the accompanying statements of financial position. The remaining contributions of nonfinancial assets for 2023 were utilized by the Organization's programs. For the year ended December 31, 2022, the contributions of nonfinancial assets were utilized by the Organization's programs.

For the years ended December 31, 2023 and 2022, there were no donor-imposed restrictions associated with the contributed nonfinancial assets.





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