

To: ParentChild+ Inc.

Subject: Financial Statements for the six months ended December 31, 2024

Date: January 17, 2024

Executive Summary:

ParentChild+ reported total revenue of \$2.7 million (2C32), and total expenses of \$2.6 million (3C53) as of December 31, 2024, resulting in a net operating surplus of \$103,768 (3C54). When adjusted for expenses covered by Scott Funds amounting to \$241,724, there is a surplus of \$345,492 (1C22).

The \$241,724 of Scott Funds have been utilized as follows: \$99,917 for personnel, \$41,007 for consultants, \$19,861 for Other Than Personnel Services (OTPS), \$54,480 for the capitalized database, and \$26,459 for Philadelphia Research expenses. The FY25 budget, approved by the board, includes a planned spend-down of \$641,234 in Scott Funds, with the current utilization representing 38% of the outlined spend-down.

Balance Sheet Highlights

As of December 31, 2024, ParentChild+ holds \$234,561 in operating cash (1C1), \$200,000 in savings for the Popplestone funding, \$2 million in pass-through funds (1C4 & 1C5), and \$5.8 million in board-designated cash (1C6 & 1C7). The organization also has \$1.5 million in receivables (1C8 & 1C9), of which \$1.36 million are donor-restricted funds receivables (1C8 / 8Q47).

The net assets are categorized as follows: \$678,724 without donor restriction (1C23), \$5.8 million (1C26) board designated and \$3.6 million donor-restricted (1C29). For the fiscal period, net assets without donor restriction increase by \$223,986 (1C22), this represents the portion of the operating surplus that is not attributed to board designated funds. Board designated funds decrease by \$123,218, this represents the usage of Scott funding (\$241,724) netted against the earnings from the board designated funds (\$118,505).

The completion of the ongoing FY24 audit will be needed to confirm the above allocation of net assets.

Statement of Activities Highlights

As of December 31, 2024, ParentChild+ received \$640,276 in general donations, recognized \$1,397,989 in donor-restricted funds, and raised \$269,498 from the Gala event. Additionally, the organization generated \$136,510 in earned income, \$9,990 in accrued interest, and \$120,125 in

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dividends, of which \$57,224 were reinvested. Unrealized gains amounted to \$220,228. Together, these revenue streams total \$2.7 million.

It is important to note that the Statement of Activities does not clearly outline all fundraised foundation revenue due to the nature of recognition related to donor-restricted funds. As of December 31, 2024, \$2,391,167 in new foundation funding has been secured, while \$984,717 (8L47) has been released from prior-year donor-restricted funds. This results in a combined total of \$3.3 million out of the \$5 million budget target, placing ParentChild+ at 66% of the budgeted target, which aligns well with expectations.

On the expense side, personnel costs totaled \$1,347,970, grant pass-through payments were \$874,614, and Other Than Personnel Services (OTPS) expenses reached \$411,104, resulting in total expenses of \$2.6 million. These expenses are consistent with the approved budget.

Overall, ParentChild+ is on track with its budget projections and continues to maintain strong financial alignment with its organizational goals.