

**EYE FOUNDATION OF
AMERICA, INC.**

FINANCIAL STATEMENTS AND
INDEPENDENT AUDITOR'S REPORT

December 31, 2024 and 2023

EYE FOUNDATION OF AMERICA, INC.

FINANCIAL STATEMENTS

December 31, 2024 and 2023

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INDEPENDENT AUDITOR'S REPORT

To the Board of Directors
Eye Foundation of America, Inc.
Morgantown, West Virginia

Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of the Eye Foundation of America, Inc. (a nonprofit organization), (the "Foundation"), which comprise the statement of net assets – modified cash basis as of December 31, 2024 and 2023, and the related statements of activities – modified cash basis, functional expenses - modified cash basis, and cash flows – modified cash basis, 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 assets, liabilities, and net assets of Eye Foundation of America, Inc. as of December 31, 2024 and 2023, and its support, revenue, and expenses for the year then ended in accordance with the modified cash basis of accounting described in Note 2.

Basis for Opinion

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the Foundation and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Emphasis of Matter — Basis of Accounting

We draw attention to Note 2 of the financial statements, which describes the basis of accounting. The financial statements are prepared on the modified cash basis of accounting, which is a basis of accounting other than accounting principles generally accepted in the United States of America. Our opinion is not modified with respect to this matter.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with the modified cash basis of accounting described in Note 2, and for determining that the modified cash basis of accounting is an acceptable basis for the preparation of the financial statements in the circumstances. Management is also responsible 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.

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.

Gray, Griffith & Mays, a.c.

EYE FOUNDATION OF AMERICA, INC.**STATEMENT OF FINANCIAL POSITION – MODIFIED CASH BASIS**

December 31, 2024 and 2023

	<u>2024</u>	<u>2023</u>
<u>ASSETS</u>		
Cash and cash equivalents	\$ 90,632	\$ 91,495
Investments	<u>781,726</u>	<u>431,095</u>
Total assets	<u>\$ 872,358</u>	<u>\$ 522,590</u>
<u>NET ASSETS</u>		
With donor restrictions	\$ 97,393	\$ 127,393
Without donor restrictions	<u>774,965</u>	<u>395,197</u>
Total net assets	<u>\$ 872,358</u>	<u>\$ 522,590</u>

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

EYE FOUNDATION OF AMERICA, INC.

STATEMENTS OF ACTIVITIES – MODIFIED CASH BASIS

For the Year Ended December 31, 2024

	Without donor restrictions	With donor restrictions	Total
Revenues:			
Contributions	\$ 572,176	\$ -	\$ 572,176
Interest and dividends	14,557	-	14,557
Realized gains (losses)	3,795	-	3,795
Unrealized gains (losses)	36,775	-	36,775
Miscellaneous income	29,993	-	29,993
Net assets released from donor restriction	30,000	(30,000)	-
Total revenues	<u>687,296</u>	<u>(30,000)</u>	<u>657,296</u>
Expenses:			
Program services	227,886	-	227,886
General and administrative	42,395	-	42,395
Fundraising	37,247	-	37,247
Total expenses	<u>307,528</u>	<u>-</u>	<u>307,528</u>
Change in net assets	379,768	(30,000)	349,768
Net assets at beginning of year	<u>395,197</u>	<u>127,393</u>	<u>522,590</u>
Net assets at end of year	<u>\$ 774,965</u>	<u>\$ 97,393</u>	<u>\$ 872,358</u>

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

EYE FOUNDATION OF AMERICA, INC.**STATEMENTS OF ACTIVITIES – MODIFIED CASH BASIS**

For the Year Ended December 31, 2023

	Without donor restrictions	With donor restriction	Total
Revenues:			
Contributions	\$ 705,833	\$ -	\$ 705,833
Non-cash donation	154,923	-	154,923
Donated medical supplies	36,058	-	36,058
Interest and dividends	6,645	-	6,645
Realized gains (losses)	1,199	-	1,199
Unrealized gains (losses)	60,849	-	60,849
Miscellaneous income	3,722	-	3,722
Net assets released from donor restriction	50,000	(50,000)	-
Total revenues	<u>1,019,229</u>	<u>(50,000)</u>	<u>969,229</u>
Expenses:			
Program services	701,607	-	701,607
General and administrative	40,747	-	40,747
Fundraising	29,965	-	29,965
Total expenses	<u>772,319</u>	<u>-</u>	<u>772,319</u>
Change in net assets	246,910	(50,000)	196,910
Net assets at beginning of year	<u>148,287</u>	<u>177,393</u>	<u>325,680</u>
Net assets at end of year	<u>\$ 395,197</u>	<u>\$ 127,393</u>	<u>\$ 522,590</u>

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

EYE FOUNDATION OF AMERICA, INC.

STATEMENTS OF FUNCTIONAL EXPENSES – MODIFIED CASH BASIS

For the Year Ended December 31, 2024

	Program Services	Supporting Services	Fundraising	Total
Salaries and wages	\$ -	\$ 18,000	\$ 18,000	\$ 36,000
Payroll taxes	-	2,480	2,480	4,960
Charitable donations	100,740	-	-	100,740
Accounting fees	-	8,500	-	8,500
Advertising	30,825	-	-	30,825
Office expenses	8,434	2,811	-	11,245
Investment fees	-	4,388	-	4,388
Postage	218	73	-	291
Travel	36,952	-	-	36,952
Meetings	10,829	-	-	10,829
Education	8,000	-	-	8,000
Professional Fees	17	-	-	17
Miscellaneous	30,046	4,405	-	34,451
Fundraising	-	-	16,767	16,767
Dues and subscriptions	1,642	-	-	1,642
Licenses	183	-	-	183
Website support	-	1,738	-	1,738
Total expenses	<u>\$ 227,886</u>	<u>\$ 42,395</u>	<u>\$ 37,247</u>	<u>\$ 307,528</u>

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

EYE FOUNDATION OF AMERICA, INC.**STATEMENTS OF FUNCTIONAL EXPENSES – MODIFIED CASH BASIS**

For the Year Ended December 31, 2023

	Program Services	Supporting Services	Fundraising	Total
Salaries and wages	\$ -	\$ 21,937	\$ 21,937	\$ 43,874
Payroll taxes	-	8,028	8,028	16,056
Charitable donations	632,267	-	-	632,267
Accounting fees	-	7,064	-	7,064
Advertising	14,172	-	-	14,172
Office expenses	4,866	1,622	-	6,488
Investment fees	-	1,286	-	1,286
Postage	872	291	-	1,163
Travel	23,787	-	-	23,787
Meetings	5,485	-	-	5,485
Education	14,650	-	-	14,650
Miscellaneous	3,243	480	-	3,723
Dues and subscriptions	2,142	-	-	2,142
Licenses	123	-	-	123
Website support	-	39	-	39
Total expenses	<u>\$ 701,607</u>	<u>\$ 40,747</u>	<u>\$ 29,965</u>	<u>\$ 772,319</u>

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

EYE FOUNDATION OF AMERICA, INC.**STATEMENTS OF CASH FLOWS – MODIFIED CASH BASIS**

For the Years Ended December 31, 2024 and 2023

	<u>2024</u>	<u>2023</u>
Cash flows from operating activities:		
Change in net assets	\$ 349,768	\$ 196,910
Adjustments to reconcile change in net assets to cash (used in) provided by operating activities:		
Noncash charitable contribution	-	(154,923)
Realized investment (gain) loss	(3,795)	(1,199)
Unrealized investment (gain) loss	<u>(36,775)</u>	<u>(60,849)</u>
Net cash (used in) provided by operating activities	<u>309,198</u>	<u>(20,061)</u>
Cash flows from investing activities:		
Purchases of investments	(421,290)	(7,879)
Proceeds from sale of investments	<u>111,229</u>	<u>15,758</u>
Net cash provided by (used in) investing activities	<u>(310,061)</u>	<u>7,879</u>
Net change in cash and cash equivalents	(863)	(12,182)
Cash and cash equivalents, beginning of year	<u>91,495</u>	<u>103,677</u>
Cash and cash equivalents, end of year	<u>\$ 90,632</u>	<u>\$ 91,495</u>

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

EYE FOUNDATION OF AMERICA, INC.

NOTES TO FINANCIAL STATEMENTS

December 31, 2024 and 2023

1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICES AND NATURE OF FOUNDATION

Nature of Activities

Eye Foundation of America, Inc. (the “Foundation”) is a nonprofit West Virginia corporation established for the purpose of providing support for treatment of diseases of the eye in developing countries, by providing donations of medical equipment and medical supplies to countries such as India, Afghanistan, Swaziland, Sri Lanka, Ghana, Nepal, and others; by financing advanced training of physicians from the developing countries; and by donating services wherever needed. The Foundation is located in Morgantown, West Virginia. Funding for operations is primarily from contributions.

Effective April 27, 2020, the Foundation became a registered charity within the United Kingdom’s Register of Charities. As of and for the years ended December 31, 2024, there are no activities occurring in the United Kingdom.

Basis of Accounting & Presentation

The Foundation prepares its financial statements on a modified cash basis of accounting, which is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America (U.S. GAAP). Consequently, revenues and related assets are recognized when received rather than when earned, and expenses are recognized when paid rather than when the obligation is incurred. The Modified Cash Basis of accounting has been modified, however, so that investments are stated at fair value, and unrealized gains and losses are reported on the Statement of Activities – modified cash basis. The Modified Cash Basis of accounting is further modified to record donated supplies and services.

Use of Estimates

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

Cash and Cash Equivalents

The Foundation considers all highly liquid financial instruments that are readily convertible into known amounts of cash and have an original maturity of three months or less when acquired to be cash equivalents.

Investments

The Foundation maintains an investment portfolio of marketable securities. The Foundation’s marketable securities are carried in the financial statements at fair value. Investment income or loss (including realized and unrealized gains and losses on investments, interest, and dividends) is reported on the Statement of Activities – Modified Cash Basis.

EYE FOUNDATION OF AMERICA, INC.

NOTES TO FINANCIAL STATEMENTS

December 31, 2024 and 2023

The Foundation's investments are comprised of a variety of financial instruments and are managed by investment advisors. The fair values reported on the Statement of Financial Position – Modified Cash Basis are subject to various risks, including changes in the equity markets, the interest rate environment, and general economic conditions. Due to the level of risk associated with the investment securities and the level of uncertainty related to changes in the fair value of investment securities, it is reasonably possible that the amounts reported on the Statement of Financial Position – Modified Cash Basis could change materially in the near term.

Concentrations of Credit Risk

The Foundation maintains cash and investment balances in major financial institutions. Accounts are insured by the Federal Deposit Insurance Corporation (FDIC) or the Securities Investor Protection Corporation (SIPC) up to specified limits by each institution. At times, the Foundation might maintain balances in excess of insured amounts but has not experienced any losses and believes it is not exposed to any significant credit risk on cash and cash equivalents.

Net Assets

Net assets are classified based on the existence or absence of donor-imposed restrictions. Accordingly, the net assets of the Foundation and changes therein are classified and reported as follows:

Net Assets without Donor Restrictions: Net assets available for use in general operations and not subject to donor restrictions. All revenue not restricted by donors and donor-restricted contributions whose restrictions are met in the same period in which they are received are accounted for in net assets without donor restrictions.

Net Assets with Donor Restrictions: Net assets resulting from contributions, grants or other inflows of assets whose use by the Foundation is limited by donor – or grantor-imposed stipulations that either expire by the passage of time or can be fulfilled and removed by actions of the Foundation pursuant to those stipulations. Other donor-imposed restrictions may be perpetual in nature, where the donor stipulated those resources by maintained in perpetuity. As of December 31, 2024 and 2023, no assets without donor restrictions are subject to activities specially designated by the Board of Directors.

Donor-restricted contributions are reported as increases in net assets with donor restrictions. When a restriction expires, net assets are reclassified from net assets with donor restrictions to net assets without donor restrictions in the Statement of Activities – Modified Cash Basis.

Contributions

The Foundation recognizes contributions, including unconditional promises to give, as revenue when cash is received by the Foundation. All contributions are available for unrestricted use unless specifically restricted by the donor.

EYE FOUNDATION OF AMERICA, INC.

NOTES TO FINANCIAL STATEMENTS

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Donated Supplies and Services

Contributions of donated non-cash assets are recorded at their estimated fair values in the period received. Contributions of donated services that create or enhance non-financial assets or that require specialized skills and are provided by individuals possessing those skills and would typically need to be purchased if not provided by donation, are recorded at their fair values in the period received.

Functional Allocation of Expenses

The Foundation's financial statements report certain categories of expenses that are attributable to one or more program or supporting functions. Therefore, expenses require allocation where the Foundation can demonstrate direct conduct and direct supervision of programs or supporting activities that receive a benefit. Expense allocations are based on estimates of use or benefit received to the program services, general and administrative services, and fundraising.

Advertising Costs

Advertising costs are expensed when cash is disbursed.

Income Tax Status

The Foundation is a not-for-profit corporation as described in Section 501(c)(3) of the Internal Revenue Code and is exempt from federal income taxes (except taxes on unrelated business income, if any) under Section 501(a) of the Internal Revenue Code. During the years ended December 31, 2024, the Foundation had no unrelated business activities. Accordingly, no provision for income taxes has been provided.

The Foundation complies with the provisions of Financial Accounting Standards Board (FASB) Accounting Standards Codification (ASC) 740, Income Taxes. The FASB ASC requires tax effects from uncertain tax positions to be recognized in the financial statements only if the position is more likely than not to be sustained if the position were to be challenged by a taxing authority. The benefit of a tax position is recognized in the financial statements in the period during which, based on all available evidence, management believes it is more likely than not that the position will be sustained upon examination, including the resolution of appeals or litigation processes, if any. Tax positions taken are not offset or aggregated with other positions. During the year ended December 31, 2024, the Foundation did not identify any uncertain tax positions that qualify for either recognition or disclosure in the financial statements. Income tax returns filed by the Foundation are subject to examination by the Internal Revenue Service for a period of three years. While no income tax returns are currently being examined by the Internal Revenue Service, tax years since 2020 remain open.

EYE FOUNDATION OF AMERICA, INC.

NOTES TO FINANCIAL STATEMENTS

December 31, 2024 and 2023

2 – LIQUIDITY AND AVAILABILITY

The Foundation's financial assets available to meet cash needs for general expenditures within one year as of December 31 are as follows:

	<u>2024</u>	<u>2023</u>
Financial assets available at year-end:		
Cash and cash equivalents	\$ 90,632	\$ 91,495
Investments	<u>781,726</u>	<u>431,095</u>
Total financial assets available at year-end	872,358	522,590
Less net assets with donor restrictions	<u>(97,393)</u>	<u>(127,393)</u>
Financial assets available to meet cash needs for general expenditures within one year	<u>\$ 774,965</u>	<u>\$ 395,197</u>

The Foundation has a goal to maintain operating cash on hand to meet 60 days of normal operating expenses.

3 – FAIR VALUE OF FINANCIAL INSTRUMENTS

The Foundation reports certain assets and liabilities at fair value in the financial statements. Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction in the principal, or most advantageous, market at the measurement date under current market conditions regardless of whether that price is directly observable or estimated using another valuation technique. Inputs used to determine fair value refer broadly to the assumptions that market participants would use in pricing the asset or liability, including assumptions about risk. Inputs may be observable or unobservable.

Observable inputs are inputs that reflect the assumptions market participants would use in pricing the asset or liability based on market data obtained from sources independent of the reporting entity. Unobservable inputs are inputs that reflect the reporting entity's own assumptions about the assumptions market participants would use in pricing the asset or liability based on the best information available. A three-tier hierarchy categorizes the inputs as follows:

Level I – Quoted prices (unadjusted) in active markets for identical assets or liabilities that are accessible at the measurement date.

Level II – Inputs other than quoted prices included within Level I that are observable for the asset or liability, either directly or indirectly. These include quoted prices for similar assets or liabilities in active markets, quoted prices for identical or similar assets or liabilities in markets that are not active, inputs other than quoted prices that are observable for the asset or liability, and market-corroborated inputs.

EYE FOUNDATION OF AMERICA, INC.

NOTES TO FINANCIAL STATEMENTS

December 31, 2024 and 2023

Level III – Unobservable inputs for the asset or liability. In these situations, inputs are developed using the best information available in the circumstances.

In some cases, the inputs used to measure the fair value of an asset or a liability might be categorized within different levels of the fair value hierarchy. In those cases, the fair value measurement is categorized in its entirety in the same level of the fair value hierarchy as the lowest level input that is significant to the entire measurement. Assessing the significance of a particular input to the entire measurement requires judgment, taking into account factors specific to the asset or liability. The categorization of an asset within the hierarchy is based upon the pricing transparency of the asset and does not necessarily correspond to the Foundation's assessment of the quality risk, or liquidity profile of the asset or liability.

The Foundation's investment assets are classified within Level I because they comprise mutual funds and exchange-traded funds with readily determinable fair values based on daily redemption values.

The following tables present assets measured at fair value on a recurring basis as of December 31, 2024 and 2023:

	2024			
	Level I	Level II	Level III	Total
Exchange-traded funds	\$ 781,726	\$ -	\$ -	\$ 781,726
	<u>\$ 781,726</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 781,726</u>
	2023			
	Level I	Level II	Level III	Total
Exchange-traded funds	\$ 431,095	\$ -	\$ -	\$ 431,095
	<u>\$ 431,095</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 431,095</u>

The following methods were used by the Foundation in estimating the fair value of its financial instruments. There were no changes in the methodologies used as of December 31, 2024 and 2023:

Exchange-traded funds: The carrying amounts reported on the Statements of Financial Position – Modified Cash Basis for exchange-traded funds are based on quoted market prices.

EYE FOUNDATION OF AMERICA, INC.

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The preceding methods described may produce a fair value calculation that may not be indicative of net realizable value or reflective of future fair values. Furthermore, while the Foundation believes its valuation methodologies are appropriate and consistent with other market participants, the use of different methodologies or assumptions to determine the fair value of certain financial instruments could result in a different fair value measurement at the reporting date.

4 – DONATED MEDICAL SUPPLIES

The Foundation received donated medical supplies in 2024 and 2023 that are valued at \$0 and \$36,058 respectively. The Foundation immediately distributed these supplies and has therefore included these amounts in charitable donations expense in the Statement of Activities – Modified Cash Basis for the years ended December 31, 2024 and 2023.

5 – NET ASSETS WITH DONOR RESTRICTIONS

The financial assistance that the Foundation receives in the form of contributions may be restricted based on the donor's intent. At the time that the donation is made, donors may designate the use of their contributions towards various projects. As of December 31, 2024 and 2023, net assets with donor restrictions consisted of the following:

Description	Balance at 12/31/2023	Additions	Releases	Balance at 12/31/2024
Hospital construction	\$ 127,393	\$ -	\$ 30,000	\$ 97,393

6 – MAJOR CONTRIBUTORS AND GRANTORS

In 2024, the Foundation received \$432,500 from two donors, making up 66 percent of total revenues. In 2023, the Foundation received \$450,000 from two donors making up 64 percent of total revenues. Any reductions in the level of this support might have a significant impact on the operations of the Foundation.

7 – RELATED PARTY TRANSACTIONS

The medical director, president, treasurer and founder of the Foundation is also a board member and officer of the Goutami Eye Institute (Institute). In 2024 and 2023, the Foundation made contributions of cash and non-cash (equipment and medical supplies) to the Institute in the amount of \$34,490 and \$440,000, respectively.

EYE FOUNDATION OF AMERICA, INC.

NOTES TO FINANCIAL STATEMENTS

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8 – SUBSEQUENT EVENTS

In preparing the financial statements, the Foundation has evaluated events and transactions for potential recognition or disclosure through November 13, 2025, the date the financial statements were available to be issued and determined that there were no additional matters that required disclosure.