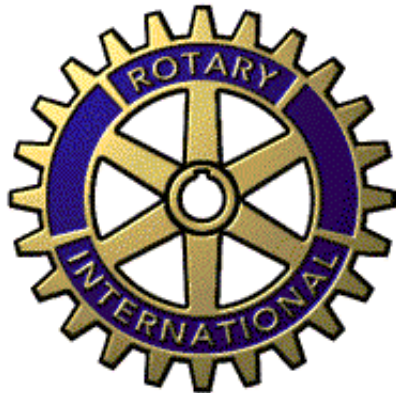


Rotary International District 5230 | Fresno, CA

Financial Statements

For the Year Ended June 30, 2025



PRICE PAIGE & COMPANY
Certified Public Accountants

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INDEPENDENT ACCOUNTANT'S REVIEW REPORT

To the District Governor of
Rotary International District 5230
Fresno, California

We have reviewed the accompanying financial statements of Rotary International District 5230 (the District), a nonprofit organization, which comprise the statement of financial position as of June 30, 2025, and the related statements of activities (all funds), functional expenses (all funds), and cash flows (all funds) for the year then ended, and the related notes to the financial statements. A review includes primarily applying analytical procedures to management's financial data and making inquiries of the District's management. A review is substantially less in scope than an audit, the objective of which is the expression of an opinion regarding the financial statements as a whole. Accordingly, we do not express such an opinion.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes 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.

Accountant's Responsibility

Our responsibility is to conduct the review engagement in accordance with Statements on Standards for Accounting and Review Services promulgated by the Accounting and Review Services Committee of the AICPA. Those standards require us to perform procedures to obtain limited assurance as a basis for reporting whether we are aware of any material modifications that should be made to the financial statements for them to be in accordance with accounting principles generally accepted in the United States of America. We believe that the results of our procedures provide a reasonable basis for our conclusion.

We are required to be independent of Rotary International District 5230 and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements related to our review.

Accountant's Conclusion

Based on our review, we are not aware of any material modifications that should be made to the accompanying financial statements in order for them to be in accordance with accounting principles generally accepted in the United States of America.

Supplementary Information

The supplementary information included in the Schedule of Activities – Actual and Budget (All Funds) is presented for purposes of additional analysis and is 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 supplementary information has been subjected to the review procedures applied in our review of the basic financial statements. We are not aware of any material modifications that should be made to the supplementary information. We have not audited the supplementary information and do not express an opinion on such information.

Price Paige & Company

Clovis, California
January 20, 2026

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Clovis, CA 93611

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FINANCIAL STATEMENTS

ROTARY INTERNATIONAL DISTRICT 5230 | JUNE 30, 2025
Statement of Financial Position

ASSETS

Current assets:

Cash	\$	99,087
Investments		225,167
Accounts receivable		12,890
Prepaid expenses		250
Total current assets		<u>337,394</u>

Total assets	\$	<u>337,394</u>
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LIABILITIES AND NET ASSETS

Current liabilities:

Accounts payable	\$	14,738
Related party payable		8,219
Deferred revenue		<u>13,200</u>

Total current liabilities		<u>36,157</u>
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Net assets without donor restrictions:

District Governor designated net assets:

Youth Exchange		85,086
Camp Royal		84,775
Other		<u>131,376</u>

Total net assets without donor restrictions		<u>301,237</u>
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Net assets with donor restrictions

Total net assets		<u>301,237</u>
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Total liabilities and net assets	\$	<u>337,394</u>
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See Independent Accountant's Review Report and Notes to the Financial Statements.

ROTARY INTERNATIONAL DISTRICT 5230 | FOR THE YEAR ENDED JUNE 30, 2025
Statement of Activities (All Funds)

	Net Assets Without Donor Restrictions				With Donor Restrictions	Total
	District Governor Designated					
	Other	Youth Exchange	Camp Royal			
Revenues, gains, and support:						
Per capita levy	\$ 101,160	\$ -	\$ 46,365	\$ -	\$ 147,525	
Registrations	10,905	-	45,360	-	56,265	
Youth Exchange fees	-	10,200	-	-	10,200	
Special events	6,570	-	-	-	6,570	
Other income	4,655	-	-	-	4,655	
Investment income, net	5,536	-	-	-	5,536	
Total revenues, gains, and support before Net assets released from restrictions	128,826	10,200	91,725	-	230,751	
Net assets released from restrictions	-	-	-	-	-	
Total revenues, gains, and support after Net assets released from restrictions	128,826	10,200	91,725	-	230,751	
Costs and expenses:						
General and administrative	26,183	-	-	-	26,183	
Program services:						
Camp Royal	-	-	81,812	-	81,812	
Youth Exchange	-	16,364	-	-	16,364	
Other	97,859	-	-	-	97,859	
Total cost and expenses	124,042	16,364	81,812	-	222,218	
Changes in net assets	4,784	(6,164)	9,913	-	8,533	
Net assets, beginning of year	126,592	91,250	74,862	-	292,704	
Net assets, end of year	\$ 131,376	\$ 85,086	\$ 84,775	\$ -	\$ 301,237	

See Independent Accountant's Review Report and Notes to the Financial Statements.

ROTARY INTERNATIONAL DISTRICT 5230 | FOR THE YEAR ENDED JUNE 30, 2025
Statement of Functional Expenses (All Funds)

	Program Services			General and Administrative	Total
	Other	Youth Exchange	Camp Royal		
Costs and expenses:					
Banking fees	\$ -	\$ -	\$ -	\$ 2,253	\$ 2,253
Conferences and assemblies	32,896	2,118	-	2,550	37,564
District Governor expense	5,578	-	-	-	5,578
Meals and lodging	39,404	1,915	62,200	-	103,519
Merchandise and supplies	-	109	2,356	-	2,465
Office supplies	-	-	-	274	274
Other	5,069	64	1,188	-	6,321
Postage	-	137	-	518	655
Professional fees	-	463	-	12,696	13,159
Promotion	-	92	-	7,892	7,984
Scholarships	-	2,250	-	-	2,250
Special projects	4,353	-	-	-	4,353
Training	4,943	-	4,000	-	8,943
Travel	5,616	8,360	12,068	-	26,044
Website	-	856	-	-	856
Total costs and expenses	<u>\$ 97,859</u>	<u>\$ 16,364</u>	<u>\$ 81,812</u>	<u>\$ 26,183</u>	<u>\$ 222,218</u>

See Independent Accountant's Review Report and Notes to the Financial Statements.

ROTARY INTERNATIONAL DISTRICT 5230 | FOR THE YEAR ENDED JUNE 30, 2025

Statement of Cash Flows (All Funds)

Cash Flows from Operating Activities:	
Change in net assets	\$ 8,533
Adjustments to reconcile change in net assets to	
Net cash provided by (used in) operating activities:	
Unrealized (gains) losses	(1,709)
Changes in operating assets and liabilities:	
Accounts receivable	(10,072)
Prepaid expenses	3,142
Accounts payable	12,793
Related party payable	8,219
Deferred revenue	<u>(907)</u>
Net cash provided by (used in) operating activities	<u>19,999</u>
Cash Flows from Investing Activities:	
Investment sales proceeds	290,000
Investment purchases	<u>(397,392)</u>
Net cash provided by (used in) investing activities	<u>(107,392)</u>
Net increase (decrease) in cash	(87,393)
Cash, beginning of year	<u>186,480</u>
Cash, end of year	<u><u>\$ 99,087</u></u>

See Independent Accountant's Review Report and Notes to the Financial Statements.

NOTES TO THE FINANCIAL STATEMENTS

NOTE 1 – ORGANIZATION AND OPERATIONS

The purpose of Rotary is to encourage and foster the ideal of service on a basis of worthy enterprise in the community, in the workplace, and throughout the world. Rotarians build goodwill and peace, provide humanitarian service, and encourage high ethical standards in all vocations.

Rotary International District 5230 (the District) was organized in 1982, and now has 56 clubs, 1 Rotaract club, and a membership of approximately 2,060 within the area of Fresno, Kings, Monterey, and Tulare Counties.

The District is managed by a District Governor who serves for one year. The Finance Committee also participates in the District's financial management and governance, and is comprised of the Governor, a Chair appointed by the Governor to a 3-year term subject to removal, two Past District Governors appointed by the Governor, the Governor-Elect, the Governor-Nominee, the Treasurer, and the Comptroller hired by the District (non-voting). If a new Treasurer is appointed by the Governor-Elect, they shall serve on the Committee in an advisory capacity until July 1 when he/she becomes the District Treasurer. In addition to the foregoing Finance Committee, the District Board of Directors assists the District Governor with the management and operation of the District consistent with Rotary International's governance documents, Rotary's Code of Policies and District Policy Manual.

The District administers and controls various programs related to group study exchange/vocational training teams, youth exchange, youth leadership, vocational service projects, and international service projects. In addition, the District also conducts various meetings, assemblies, and an annual conference for the purpose of education, communication, awards, and fellowship.

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Method of Accounting

The financial statements of the District have been prepared on the accrual basis of accounting in accordance with generally accepted accounting principles.

Classification of Net Assets

The financial statements of the District have been prepared in accordance with U.S. generally accepted accounting principles (U.S. GAAP), which requires the District to report information regarding its financial position and activities according to the following net asset classifications:

Net assets without donor restrictions – Net assets that are not subject to donor-imposed restrictions and may be expended for any purpose in performing the primary objectives of the District. These net assets may be used at the discretion of the District Governor and Finance Committee.

As deemed appropriate, certain unrestricted net assets have been specifically designated by the Rotary International District Governor and/or the Finance Committee to be maintained separately for special projects. Such funds are identified as District Governor Designated Net Assets.

Net assets with donor restrictions – Net assets subject to stipulations imposed by donors and grantors. Some donor restrictions are temporary in nature; those restrictions will be met by actions of the District or by the passage of time. Other donor restrictions are perpetual in nature, whereby the donor has stipulated the funds be maintained in perpetuity.

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Cash and Cash Equivalents

Cash consists of various demand and interest-bearing accounts on deposit with insured financial institutions. For purposes of the Statement of Cash Flows, the District considers cash equivalents to include all investments available for current use with an original maturity of three months or less. The District has no cash equivalents at this time.

Investments

Investments are carried at fair value. Investment return is presented as the total of net unrealized gains and losses, net realized gains and losses, interest and dividend income, and net of direct investment expenses.

Fair Value of Certain Financial Instruments

The District considers its cash, investments, accounts receivable, prepaid expenses, accounts payable, and related party payable to be short-term in nature, and therefore their fair values approximate their carrying values.

Allowance for Credit Losses

The District may provide an allowance for credit losses based upon the District Governor's and Treasurer's review and analysis of specific receivables, consideration of the age of past due accounts, existing economic conditions and financial stability of its customer base; therefore, no allowance has been recorded at June 30, 2025. The District had no credit loss expense for the year ended June 30, 2025.

Equipment

Equipment is recorded at cost or, if donated, at the fair value at the date of donation. All assets acquired by the District whose initial value or cost exceeds \$1,000 are capitalized and depreciated. Routine repairs and maintenance, including planned major maintenance activities are expensed when incurred. Depreciation is computed on the straight-line method over the estimated useful lives of the assets, which range from three to five years.

Leases

The District determines if an arrangement is or contains a lease at inception. Leases are included in right-of-use (ROU) assets and lease liabilities in the Statement of Financial Position. ROU assets and lease liabilities reflect the present value of the future minimum lease payments over the lease term, and ROU assets also include prepaid or accrued rent. Operating lease expense is recognized on a straight-line basis over the lease term. The District does not report ROU assets and leases liabilities for its short-term leases (leases with a term of 12 months or less). Instead, the lease payments of those leases are reported as lease expense on a straight-line basis over the lease term. For the year ended June 30, 2025, the District did not have any lease transactions.

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Revenue and Revenue Recognition

The District recognizes revenue from district conference registration at the time the event takes place. Per capita levy assessments, which are due semi-annually from each club based on the number of members, comprise exchange elements which include fees for general district operations, the district conference and Camp Royal. The District recognizes the per capita levy assessment at a point in time when they are assessed. Per capita levy assessments are nonrefundable to the clubs.

The District's Youth Exchange Program allows students to participate in an out-bound, international exchange program with other countries. The District charges each participant a fee for the administration and operation of the Youth Exchange Program. Youth Exchange Program fee revenues are generally received by the District for the next Youth Exchange Program cycle, and those amounts are recorded as deferred revenue, a liability account, until all applicable expenses have been incurred for that cycle year. Youth Exchange Program fee revenues will be recognized to the extent of expenses in the year the expenses were incurred. The typical Youth Exchange Program cycle may exceed 20 months.

The District recognizes contributions when cash or other assets are received. Conditional promises to give – that is, those with a measurable performance or other barrier and a right of return – are not recognized until the conditions on which they depend have been met.

Contributed Nonfinancial Assets

Donated services are recognized as contributions if they 1) significantly enhance non-financial assets or 2) involve a professional service that would otherwise have been purchased and whose value can be objectively measured. The District is principally an administrative entity and thus does not generally receive any direct contributions from non-Rotary sources.

A substantial number of volunteers have donated services to the District in the conduct of its operations. Certain of these volunteers have also absorbed various District costs and expenses in connection with providing their voluntary services. The value of these donated services and absorbed costs are not reflected in the financial statements, as there is no objective basis for quantifying their value. The services were not of such a nature that the District would have otherwise had to purchase them.

Functional Allocation of Expenses

The cost of providing the District's various charitable and program services have been summarized on a functional basis in the Statement of Functional Expenses (All Funds). Accordingly, direct and indirect expenses are allocated by the District Governor to program services and other activities based on their specific identification. For the year ended June 30, 2025, all costs were allocated to the appropriate functional categories on a direct basis and there were no costs allocated on an indirect basis.

Promotion

The District expenses all marketing and promotion costs as incurred. For the year ended June 30, 2025, the District incurred promotion expense of \$7,984.

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Income Taxes

The District is a nonprofit organization and qualifies as a tax-exempt organization under Section 501(c)(4) of the Internal Revenue Code, and for State purposes under Section 23701(f). As such, its normal activities do not result in any income tax liability.

Generally accepted accounting principles provides accounting and disclosures guidance about positions taken by an entity in its tax returns that might be uncertain. The District has considered its tax positions and believes that all of the positions taken in its federal and state exempt organization returns are more likely than not to be sustained upon examination. The District's returns are subject to examination by federal and state taxing authorities, generally for three years and four years, respectively, after they are filed.

Use of 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.

NOTE 3 – AVAILABILITY AND LIQUIDITY

The following represents the District's financial assets at June 30, 2025:

Cash	\$	99,087
Investments		225,167
Accounts receivable		<u>12,890</u>
Total financial assets		337,144
Less amounts not available to be used within one year:		
Donor-restricted net assets		<u>-</u>
Financial assets available to meet general expenditures over the next twelve months	\$	<u><u>337,144</u></u>

As part of the District's liquidity management plan, cash in excess of daily requirements are maintained in cash and cash equivalent accounts for immediate access should those funds be needed. Funds in excess of daily cash requirements may be used to meet unexpected liquidity needs.

NOTE 4 – CASH BALANCES

Cash consisted of the following at June 30, 2025:

UMB Bank:	
General checking account	\$ 57,324
Savings	1,500
Youth Exchange and Camp Royal checking	<u>40,263</u>
Total	<u>\$ 99,087</u>

At June 30, 2025, none of the District's funds were in excess of insurance provided by the Federal Deposit Insurance Corporation.

NOTE 5 – FAIR VALUE MEASUREMENTS

In accordance with generally accepted accounting principles, fair value is defined as the price that the District would receive upon selling an asset or pay to transfer a liability at the reporting date. Generally accepted accounting principles established a three-tier hierarchy to maximize the use of observable market data and minimize the use of unobservable inputs, and to establish classification of fair value measurements for disclosure purposes. Inputs refer broadly to the assumptions that market participants would use in pricing an 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 an asset or liability based on market data obtained from sources independent of the reporting entity. Unobservable inputs are those that reflect the District's own assumptions about the factors market participants would use in pricing the asset or liability, developed base on the best information available.

The three-tier hierarchy of inputs are as follows:

Level 1 – Inputs are quoted market prices (unadjusted) in active markets for identical assets or liabilities. Valuations are for assets and liabilities traded in active exchange markets. Valuations are obtained from readily available pricing sources for market transactions involving identical assets or liabilities.

Level 2 – Inputs other than quoted prices within Level 1 that are observable, either directly or indirectly. Valuations are for assets and liabilities traded in less active dealer or broker markets. Valuations are obtained from third party pricing services for identical or similar assets or liabilities. The District has no financial assets or liabilities of this category.

Level 3 – Inputs are unobservable. Valuations are for assets and liabilities that are derived from other valuation methodologies, including option pricing models, discount cash flow models and similar techniques, and not based on market exchange, dealer, or broker traded transactions. Level 3 valuations incorporate certain assumptions and projections in determining fair value assigned to such assets or liabilities. The District has no financial assets or liabilities in this category.

The table below presents the level within the fair value hierarchy at which investments are measured at June 30, 2025:

	Level 1	Level 2	Level 3
Fixed income	\$ 225,167	\$ -	\$ -
Total	<u>\$ 225,167</u>	<u>\$ -</u>	<u>\$ -</u>

NOTE 6 – INVESTMENTS

The District's investment activities consist of the following during the year ended June 30, 2025:

Interest and dividends	\$	3,827
Unrealized gains (losses)		<u>1,709</u>
Total investment income (loss), net	\$	<u>5,536</u>

NOTE 7 – REVENUE FROM CONTRACTS WITH CUSTOMERS

The following table provides information about significant changes in the per capita levy assessments and the Youth Exchange Program paid in advance for the year ended June 30, 2025:

Per capita levy assessments, paid in advance, beginning of year	\$	-
Per capita levy fees revenue recognized		147,525
Collection of per capita levy fees		<u>(147,525)</u>
Per capita levy assessments, paid in advance, end of year	\$	<u>-</u>
Deferred revenue, beginning of year	\$	14,107
Youth Exchange fees revenue recognized		(10,200)
Collection of Youth Exchange fees		<u>9,293</u>
Deferred revenue, end of year	\$	<u>13,200</u>

Revenues recognized during the year ended June 30, 2025 related to contracts with customers were as follows:

Per capita levy	\$	147,525
Registrations		56,265
Youth Exchange fees		<u>10,200</u>
Total	\$	<u>213,990</u>

NOTE 8 – CONTRACT BALANCES

Contract assets includes accounts receivable resulting from revenue under contracts with customers. Contract liabilities consists of advances received but not yet disbursed or used in operating activities for the Youth Exchange Program. Revenue is deferred when cash, receivables, or other assets are realized prior to the services being completed. Contract asset and liability were as follows:

	7/1/2024 Opening Balance	6/30/2025 Closing Balance
Contract asset:		
Accounts receivable	\$ 2,818	\$ 12,890
Contract liability:		
Deferred revenue	\$ 14,107	\$ 13,200

NOTE 9 – RELATED PARTY

For the year ended June 30, 2025, the District incurred expenses totaling \$32,691 for conferences and assemblies, meals and lodging, and travel. These expenses which are included in the Statement of Functional Expenses, were reimbursed to the District Governor. As of June 30, 2025, the District owed the District Governor \$8,219 related to these expenses.

NOTE 10 – SUBSEQUENT EVENTS

The District Governor and Treasurer have evaluated and concluded that there are no subsequent events that have occurred from June 30, 2025, through the date the financial statements were available to be issued at January 20, 2026 that would require disclosure or adjustment.

SUPPLEMENTARY INFORMATION

ROTARY INTERNATIONAL DISTRICT 5230 | FOR THE YEAR ENDED JUNE 30, 2025

Schedule of Activities – Actual and Budget (All Funds)

	Actual	Budget
Revenues, gains, and support:		
Per capita levy	\$ 147,525	\$ 154,000
Registrations	56,265	71,500
Youth Exchange fees	10,200	40,100
Special events	6,570	25,000
Other income	4,655	-
Investment income, net	5,536	3,000
Total revenues, gains, and support	230,751	293,600
Costs and expenses:		
General and administrative	30,164	47,300
Program expenses:		
Other:		
Miscellaneous DGE & DGN expenses	12,020	11,400
FarWest PETS	6,014	9,400
GNATS & GETS	3,239	6,000
International convention	9,579	10,000
Zone institute	15,021	16,500
District-wide meetings	9,606	22,250
District committees	22,967	23,880
District conference	7,753	11,300
Youth service projects - Camp Royal	89,060	109,650
International service project - Youth Exchange	16,795	42,948
Total program expenses	192,054	263,328
Total costs and expenses	222,218	310,628
Changes in net assets	\$ 8,533	\$ (17,028)