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HIAS FOUNDATION, INC.
Reviewed Financial Statements
December 31, 2022



INDEPENDENT ACCOUNTANT'S REVIEW REPORT

To the Board of Directors of
HIAS Foundation, Inc.

We have reviewed the accompanying financial statements of HIAS Foundation, Inc. (the "Foundation"), which comprise the statement of financial position as of December 31, 2022, and the related statements of activities, and cash flows for the year then ended, and related notes to the financial statements. A review includes primarily applying analytical procedures to management's financial data and making inquiries of 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 the 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 the Foundation 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.

Sax CPAs LLP

New York NY
January 4, 2024

HIAS FOUNDATION, INC.
STATEMENT OF FINANCIAL POSITION
AT DECEMBER 31, 2022

Assets

Cash	\$33,065
Pledges receivable	45,472
Total assets	<u>\$78,537</u>

Net Assets

Net assets:	
Without donor restrictions	\$78,537
Total net assets	<u>78,537</u>
 Total net assets	 <u>\$78,537</u>

See independent accountants' review report

HIAS FOUNDATION, INC.
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED DECEMBER 31, 2022

Without donor restrictions:	
Public support and revenue - contributions	<u>\$78,537</u>
Total public support and revenue / change in net assets	78,537
Net assets - beginning of year	<u>0</u>
Net assets - end of year	<u><u>\$78,537</u></u>

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HIAS FOUNDATION, INC.
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED DECEMBER 31, 2022

Cash flows from operating activities:	
Change in net assets	\$78,537
Changes in assets and liabilities:	
Pledges receivable	<u>(45,472)</u>
Total adjustments	<u>(45,472)</u>
Net cash flows provided by operating activities/ net increase in cash and cash equivalents	33,065
Cash and cash equivalents - beginning of year	<u>0</u>
Cash and cash equivalents - end of year	<u><u>\$33,065</u></u>
No interest or taxes were paid.	

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HIAS FOUNDATION, INC.
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2022

Note 1 - Foundation

HIAS Foundation, Inc. (the "Foundation") was formed in the State of New York on October 27, 2021, as a 501(c)(3) public charity with the purpose to provide support to HIAS, Inc. in carrying out its mission to provide vital services to refugees and asylum seekers around the world and advocate for their fundamental rights so they can rebuild their lives.

The Foundation's goals are to:

- Steward, conserve and grow a permanent endowment via sound investment for the purpose of supporting HIAS.
- Leverage the power of gift planning to promote tax efficient vehicles for donors to support the HIAS Foundation, and thus the future of HIAS through gifts of assets via various creative charitable mechanisms.
- Engage individuals, both donors and prospects to consider supporting the HIAS Foundation endowment to have long-lasting permanent impact on HIAS' annual operations.

By building an endowment through planned gifts, the HIAS Foundation furthers HIAS's mission. Every year, income from HIAS Foundation endowments will be made available to HIAS to help refugees and asylum seekers around the world realize their rights and rebuild their lives in safety and freedom.

The Foundation's support comes primarily from contributions.

HIAS Foundation, Inc. has been notified by the Internal Revenue Service that it is exempt from Federal income taxes under Internal Revenue Code Section 501(c)(3) and is a publicly supported Foundation as described in Section 509(a). The Project has not been designated as a private foundation.

Note 2 - Significant Accounting Policies

a. Basis of Accounting

The Foundation's financial statements have been prepared on the accrual basis of accounting, which is the process of recording revenue and expenses when earned or incurred, rather than received or paid.

b. Basis of Presentation

The Foundation reports information regarding its financial position and activities according to the following classes of net assets:

- *Net Assets Without Donor Restrictions* – accounts for activity without donor-imposed restrictions.
- *Net Assets With Donor Restrictions* – represents those resources, the uses of which have been restricted by donors to specific purposes or the passage of time and/or must remain intact in perpetuity.

c. Revenue Recognition

The Foundation follows the requirements of the FASB Accounting Standards Codification ("ASC") 958-605 for recording contributions, which are recognized at the earlier of when cash is received or at the time a pledge becomes unconditional in nature. Contributions that do not contain donor restrictions are recorded in the class of net assets without donor restrictions. Contributions that do contain donor restrictions are recorded in the class of net assets with donor restrictions. When a restriction expires that is, when a stipulated time restriction ends, or purpose restriction is accomplished, net assets with donor restrictions are reclassified to net assets without donor restrictions. If donor restricted contributions are satisfied in the same period they were received, they are classified in the class of net assets without donor restrictions.

Contributions may be subject to conditions which are defined as both a barrier to entitlement and a right of return of payments, or release from obligations, and are recognized as income once the conditions have been substantially met.

Contributions expected to be received within one year are recorded at net realizable value. Long-term pledges are recorded at fair value, using risk-adjusted present value techniques if expected to be received in greater than one year.

Management assesses the collectability of all outstanding receivables based upon historical trends and experience with donors. Based on that review, management has concluded that all receivables are collectible. As such, no allowance for uncollectible accounts was deemed necessary.

d. Cash and Cash Equivalents

The Foundation considers all liquid investments with an initial maturity of three months or less to be cash and cash equivalents.

e. Donated Services

The Foundation recognizes contributions of services that create or enhance non-financial assets, or require specialized skills, are performed by those who possess those skills, and would typically be purchased if not donated.

Board members and other individuals volunteer their time and perform a variety of services that assist the Foundation. These services do not meet the criteria to be recorded and have not been included in the financial statements.

f. Concentration of Credit Risk

Financial instruments which potentially subject the Foundation to concentration of credit risk consist of a checking account, which is placed with a financial institution that management deems to be creditworthy.

g. Use of Estimates

The preparation of financial statements in accordance with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Actual results could differ from those estimates.

h. Accounting for Uncertainty of Income Taxes

The Foundation does not believe its financial statements include any uncertain tax positions. Tax filings for periods ending December 31, 2022 (initial filing) and later are subject to examination by applicable taxing authorities.

Note 3 - Liquidity and Availability of Financial Resources

At December 31, 2022, the financial assets available to meet cash needs for general expenditures for the upcoming fiscal year totaled \$78,537, which consisted of cash of \$33,065 and pledges receivable of \$45,472. The Foundation maintains cash on hand to be available for general expenditures an on-going operations.

Note 4 - Subsequent Events

Subsequent events have been evaluated through January 4, 2024, the date the financial statements were available to be issued. There were no material events that have occurred that require adjustment to or disclosure to the financial statements.