

**A NOISE WITHIN  
FINANCIAL STATEMENTS  
YEARS ENDED JUNE 30, 2025 AND 2024**



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YEARS ENDED JUNE 30, 2025 AND 2024**

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## INDEPENDENT AUDITORS' REPORT

Board of Directors  
A Noise Within  
Pasadena, California

### Report on the Audit of the Financial Statements

#### *Opinion*

We have audited the accompanying financial statements of A Noise Within (a nonprofit organization), which comprise the statements of financial position as of June 30, 2025 and 2024, and the related statements of activities, functional expenses, and cash flows for the years then ended, and the related notes to the financial statements.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of A Noise Within, as of June 30, 2025 and 2024, and the changes in its net assets and 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 Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of A Noise Within 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 the 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 A Noise Within's ability to continue as a going concern within one year after the date that the financial statements are available to be issued.

***Auditors' 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 auditors' 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 A Noise Within'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 A Noise Within'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.

*CliftonLarsonAllen LLP*

**CliftonLarsonAllen LLP**

Pasadena, California  
January 28, 2026

**A NOISE WITHIN  
STATEMENTS OF FINANCIAL POSITION  
JUNE 30, 2025 AND 2024**

|  | <u>2025</u>              | <u>2024</u>              |
|--|--------------------------|--------------------------|
| <b>ASSETS</b>                              |                          |                          |
| Cash                                       | \$ 438,421               | \$ 558,063               |
| Investments (Note 5)                       | 4,054,806                | 2,862,313                |
| Accounts and Other Receivable              | 3,558                    | 9,920                    |
| Contributions Receivable (Note 4)          | -                        | 50,268                   |
| Prepaid Expenses and Other Assets          | 79,255                   | 98,016                   |
| Deferred Compensation Investments (Note 5) | 673,116                  | 553,962                  |
| Property and Equipment, Net (Note 6)       | <u>9,523,235</u>         | <u>9,714,279</u>         |
| <br>Total Assets                           | <br><u>\$ 14,772,391</u> | <br><u>\$ 13,846,821</u> |
| <b>LIABILITIES AND NET ASSETS</b>          |                          |                          |
| <b>LIABILITIES</b>                         |                          |                          |
| Accounts Payable and Accrued Expenses      | \$ 153,932               | \$ 130,920               |
| Deferred Revenue                           | 365,149                  | 372,942                  |
| Deferred Compensation Liability            | 673,116                  | 553,962                  |
| Loans Payable (Note 7)                     | 80,768                   | 87,978                   |
| Total Liabilities                          | <u>1,272,965</u>         | <u>1,145,802</u>         |
| <b>NET ASSETS</b>                          |                          |                          |
| Without Donor Restrictions:                |                          |                          |
| Undesignated                               | 11,697,324               | 11,010,979               |
| Board Designated - Plant Fund              | <u>486,941</u>           | <u>421,732</u>           |
| Total Without Donor Restrictions           | <u>12,184,265</u>        | <u>11,432,711</u>        |
| With Donor Restrictions (Note 8)           | <u>1,315,161</u>         | <u>1,268,308</u>         |
| Total Net Assets                           | <u>13,499,426</u>        | <u>12,701,019</u>        |
| <br>Total Liabilities and Net Assets       | <br><u>\$ 14,772,391</u> | <br><u>\$ 13,846,821</u> |

See accompanying Notes to Financial Statements.

**A NOISE WITHIN**  
**STATEMENT OF ACTIVITIES**  
**YEAR ENDED JUNE 30, 2025**  
**(WITH SUMMARIZED COMPARATIVE INFORMATION FOR 2024)**

|  | Without Donor<br>Restrictions | With Donor<br>Restrictions | 2025<br>Total        | 2024<br>Total        |
|--|-------------------------------|----------------------------|----------------------|----------------------|
| <b>REVENUE AND SUPPORT</b>                                       |                               |                            |                      |                      |
| Revenue:   |                               |                            |                      |                      |
| Ticket Sales   | \$ 1,849,168                  | \$ -                       | \$ 1,849,168         | \$ 1,717,615         |
| Education Programs   | 178,152                       | -                          | 178,152              | 137,966              |
| Other Income, net  | 133,631                       | -                          | 133,631              | 98,278               |
| Total Revenue  | 2,160,951                     | -                          | 2,160,951            | 1,953,859            |
| Support:   |                               |                            |                      |                      |
| Contributions and Grants   | 2,393,033                     | 181,296                    | 2,574,329            | 1,915,035            |
| Special Event, Net   | 240,241                       | -                          | 240,241              | 218,147              |
| Investment Gain  | 117,126                       | 111,136                    | 228,262              | 212,994              |
| Total Support  | 2,750,400                     | 292,432                    | 3,042,832            | 2,346,176            |
| Net Assets Released from Restrictions                            | 245,579                       | (245,579)                  | -                    | -                    |
| <br>Total Revenue and Support                                    | 5,156,930                     | 46,853                     | 5,203,783            | 4,300,035            |
| <b>EXPENSES</b>  |                               |                            |                      |                      |
| Program:   |                               |                            |                      |                      |
| Theatre Productions  | 2,183,003                     | -                          | 2,183,003            | 2,043,042            |
| Education Programs   | 1,131,215                     | -                          | 1,131,215            | 1,129,132            |
| Total Program  | 3,314,218                     | -                          | 3,314,218            | 3,172,174            |
| Supporting Services:   |                               |                            |                      |                      |
| General and Administrative                                       | 369,535                       | -                          | 369,535              | 370,400              |
| Fundraising and Development                                      | 309,461                       | -                          | 309,461              | 307,933              |
| Total Supporting Services  | 678,996                       | -                          | 678,996              | 678,333              |
| <br>Total Expenses Before<br>Depreciation and Interest           | 3,993,214                     | -                          | 3,993,214            | 3,850,507            |
| <b>CHANGE IN NET ASSETS BEFORE<br/>DEPRECIATION AND INTEREST</b> | 1,163,716                     | 46,853                     | 1,210,569            | 449,528              |
| Depreciation   | (354,189)                     | -                          | (354,189)            | (349,127)            |
| Interest   | (4,790)                       | -                          | (4,790)              | (6,777)              |
| Credit Loss Expense  | (53,183)                      | -                          | (53,183)             | -                    |
| <b>CHANGE IN NET ASSETS</b>                                      | 751,554                       | 46,853                     | 798,407              | 93,624               |
| Net Assets – Beginning of Year                                   | 11,432,711                    | 1,268,308                  | 12,701,019           | 12,607,395           |
| <b>NET ASSETS – END OF YEAR</b>                                  | <b>\$ 12,184,265</b>          | <b>\$ 1,315,161</b>        | <b>\$ 13,499,426</b> | <b>\$ 12,701,019</b> |

See accompanying Notes to Financial Statements.

**A NOISE WITHIN**  
**STATEMENT OF ACTIVITIES**  
**YEAR ENDED JUNE 30, 2024**

|  | Without Donor<br>Restrictions | With Donor<br>Restrictions | Total                       |
|--|-------------------------------|----------------------------|-----------------------------|
| <b>REVENUE AND SUPPORT</b>                                       |                               |                            |                             |
| Revenue:   |                               |                            |                             |
| Ticket Sales   | \$ 1,717,615                  | \$ -                       | \$ 1,717,615                |
| Education Programs   | 137,966                       | -                          | 137,966                     |
| Other Income   | 98,278                        | -                          | 98,278                      |
| Total Revenue  | <u>1,953,859</u>              | <u>-</u>                   | <u>1,953,859</u>            |
| Support:   |                               |                            |                             |
| Contributions and Grants   | 1,819,299                     | 95,736                     | 1,915,035                   |
| Special Event, Net   | 218,147                       | -                          | 218,147                     |
| Investment Gains   | 85,072                        | 127,922                    | 212,994                     |
| Total Support  | <u>2,122,518</u>              | <u>223,658</u>             | <u>2,346,176</u>            |
| Net Assets Released from Restrictions                            | <u>94,101</u>                 | <u>(94,101)</u>            | <u>-</u>                    |
| Total Revenue and Support  | <u>4,170,478</u>              | <u>129,557</u>             | <u>4,300,035</u>            |
| <b>EXPENSES</b>  |                               |                            |                             |
| Program:   |                               |                            |                             |
| Theatre Productions  | 2,043,042                     | -                          | 2,043,042                   |
| Education Programs   | <u>1,129,132</u>              | <u>-</u>                   | <u>1,129,132</u>            |
| Total Program  | <u>3,172,174</u>              | <u>-</u>                   | <u>3,172,174</u>            |
| Supporting Services:   |                               |                            |                             |
| General and Administrative                                       | 370,400                       | -                          | 370,400                     |
| Fundraising and Development                                      | <u>307,933</u>                | <u>-</u>                   | <u>307,933</u>              |
| Total Supporting Services  | <u>678,333</u>                | <u>-</u>                   | <u>678,333</u>              |
| Total Expenses Before Depreciation<br>and Interest               | <u>3,850,507</u>              | <u>-</u>                   | <u>3,850,507</u>            |
| <b>CHANGE IN NET ASSETS BEFORE<br/>DEPRECIATION AND INTEREST</b> | 319,971                       | 129,557                    | 449,528                     |
| Depreciation   | (349,127)                     | -                          | (349,127)                   |
| Interest   | <u>(6,777)</u>                | <u>-</u>                   | <u>(6,777)</u>              |
| <b>NET CHANGE IN NET ASSETS</b>                                  | <u>(35,933)</u>               | <u>129,557</u>             | <u>93,624</u>               |
| Net Assets – Beginning of Year                                   | <u>11,468,644</u>             | <u>1,138,751</u>           | <u>12,607,395</u>           |
| <b>NET ASSETS – END OF YEAR</b>                                  | <u><b>\$ 11,432,711</b></u>   | <u><b>\$ 1,268,308</b></u> | <u><b>\$ 12,701,019</b></u> |

See accompanying Notes to Financial Statements.

**A NOISE WITHIN**  
**STATEMENT OF FUNCTIONAL EXPENSES**  
**YEAR ENDED JUNE 30, 2025**  
**(WITH SUMMARIZED COMPARATIVE INFORMATION FOR 2024)**

|   | Program Services    |                     |                        |                   | 2025 Total          | 2024 Total          |
|---|---------------------|---------------------|------------------------|-------------------|---------------------|---------------------|
|   | Theater Productions | Education Programs  | Management and General | Fundraising       |                     |                     |
| Salaries and Benefits                           | \$ 1,299,897        | \$ 629,456          | \$ 172,338             | \$ 258,945        | \$ 2,360,636        | \$ 2,441,157        |
| Production Artistic and Technical Fees          | 181,722             | 89,509              | 43                     | 43                | 271,317             | 241,895             |
| Production Supplies, Materials, and Expenses    | 124,578             | 61,359              | -                      | -                 | 185,937             | 123,728             |
| Royalties and Fees                              | 58,561              | 28,843              | -                      | -                 | 87,404              | 68,295              |
| Education Related Expenses                      | -                   | 75,731              | -                      | -                 | 75,731              | 58,988              |
| Marketing and Public Relations                  | 211,252             | 84,821              | 171                    | 10,738            | 306,982             | 304,165             |
| Merchant and Bank Charges                       | 79,659              | 47,795              | 15,932                 | 15,932            | 159,318             | 93,506              |
| Professional Fees                               | 20,318              | 10,159              | 150,835                | -                 | 181,312             | 129,202             |
| Utilities                                       | 79,480              | 39,740              | 13,247                 | -                 | 132,467             | 142,707             |
| Repairs and Maintenance                         | 45,457              | 22,728              | 7,576                  | -                 | 75,761              | 76,273              |
| Insurance and Taxes                             | 51,491              | 25,526              | 3,670                  | -                 | 80,687              | 108,047             |
| Office Expenses                                 | 30,588              | 15,548              | 5,723                  | 23,803            | 75,662              | 62,544              |
| Total Expenses Before Depreciation and Interest | 2,183,003           | 1,131,215           | 369,535                | 309,461           | 3,993,214           | 3,850,507           |
| Depreciation                                    | 212,513             | 106,257             | 35,419                 | -                 | 354,189             | 349,127             |
| Interest  | 2,874               | 1,437               | 479                    | -                 | 4,790               | 6,777               |
| Credit Loss Expense                             | -                   | -                   | 53,183                 | -                 | 53,183              | -                   |
| Total Expenses Before Special Events Costs      | 2,398,390           | 1,238,909           | 458,616                | 309,461           | 4,405,376           | 4,206,411           |
| Special Events Costs                            | -                   | -                   | -                      | 30,059            | 30,059              | 27,603              |
| Cost of Concessions Sales                       | 30,078              | -                   | -                      | -                 | 30,078              | 27,358              |
| <b>Total Expenses</b>                           | <b>\$ 2,428,468</b> | <b>\$ 1,238,909</b> | <b>\$ 458,616</b>      | <b>\$ 339,520</b> | <b>\$ 4,465,513</b> | <b>\$ 4,261,372</b> |

See accompanying Notes to Financial Statements.

**A NOISE WITHIN**  
**STATEMENT OF FUNCTIONAL EXPENSES**  
**YEAR ENDED JUNE 30, 2024**

|   | Program Services           |                            |                          |                          | Total                      |
|---|----------------------------|----------------------------|--------------------------|--------------------------|----------------------------|
|   | Theater Productions        | Education Programs         | Management and General   | Fundraising              |                            |
| Salaries and Benefits                           | \$ 1,269,629               | \$ 667,715                 | \$ 241,105               | \$ 262,708               | \$ 2,441,157               |
| Production Artistic and Technical Fees          | 162,033                    | 79,810                     | 26                       | 26                       | 241,895                    |
| Production Supplies, Materials, and Expenses    | 82,898                     | 40,830                     | -                        | -                        | 123,728                    |
| Royalties and Fees                              | 45,758                     | 22,537                     | -                        | -                        | 68,295                     |
| Education Related Expenses                      | -                          | 58,988                     | -                        | -                        | 58,988                     |
| Marketing and Public Relations                  | 185,680                    | 104,429                    | 2,537                    | 11,519                   | 304,165                    |
| Merchant and Bank Charges                       | 46,753                     | 28,051                     | 9,351                    | 9,351                    | 93,506                     |
| Professional Fees                               | 32,312                     | 16,156                     | 80,734                   | -                        | 129,202                    |
| Utilities                                       | 85,625                     | 42,811                     | 14,271                   | -                        | 142,707                    |
| Repairs and Maintenance                         | 45,764                     | 22,882                     | 7,627                    | -                        | 76,273                     |
| Insurance and Taxes                             | 64,828                     | 32,414                     | 10,805                   | -                        | 108,047                    |
| Office Expenses                                 | 21,762                     | 12,509                     | 3,944                    | 24,329                   | 62,544                     |
| Total Expenses Before Depreciation and Interest | <u>2,043,042</u>           | <u>1,129,132</u>           | <u>370,400</u>           | <u>307,933</u>           | <u>3,850,507</u>           |
| Depreciation                                    | 209,477                    | 104,737                    | 34,913                   | -                        | 349,127                    |
| Interest  | <u>4,066</u>               | <u>2,033</u>               | <u>678</u>               | <u>-</u>                 | <u>6,777</u>               |
| Total Expenses Before Special Events Costs      | <u>2,256,585</u>           | <u>1,235,902</u>           | <u>405,991</u>           | <u>307,933</u>           | <u>4,206,411</u>           |
| Special Events Costs                            | -                          | -                          | -                        | 27,603                   | 27,603                     |
| Cost of Concessions Sales                       | <u>27,358</u>              | <u>-</u>                   | <u>-</u>                 | <u>-</u>                 | <u>27,358</u>              |
| Total Expenses                                  | <u><u>\$ 2,283,943</u></u> | <u><u>\$ 1,235,902</u></u> | <u><u>\$ 405,991</u></u> | <u><u>\$ 335,536</u></u> | <u><u>\$ 4,261,372</u></u> |

See accompanying Notes to Financial Statements.

**A NOISE WITHIN  
STATEMENTS OF CASH FLOWS  
YEARS ENDED JUNE 30, 2025 AND 2024**

|   | <u>2025</u>              | <u>2024</u>              |
|---|--------------------------|--------------------------|
| <b>CASH FLOWS FROM OPERATING ACTIVITIES</b>             |                          |                          |
| Change in Net Assets                                    | \$ 798,407               | \$ 93,624                |
| Adjustments to Reconcile Change in Net Assets to        |                          |                          |
| Net Cash Provided by Operating Activities:              |                          |                          |
| Depreciation  | 354,189                  | 349,127                  |
| Realized and Unrealized Investment Gains                | (150,870)                | (162,096)                |
| Noncash Changes in Contributions Receivable Allowance   | 50,268                   | -                        |
| Changes in Assets and Liabilities:                      |                          |                          |
| Contributions Receivable, Net                           | -                        | (44,416)                 |
| Accounts and Other Receivable                           | 6,362                    | 6,029                    |
| Prepaid Expenses and Other Assets                       | 18,761                   | 34,458                   |
| Deferred Compensation Investment                        | (119,154)                | (148,212)                |
| Accounts Payable and Accrued Expenses                   | 23,012                   | 21,352                   |
| Deferred Revenue  | (7,793)                  | 74,672                   |
| Deferred Compensation Liability                         | 119,154                  | 148,212                  |
| Net Cash Provided by Operating Activities               | <u>1,092,336</u>         | <u>372,750</u>           |
| <b>CASH FLOWS FROM INVESTING ACTIVITIES</b>             |                          |                          |
| Sales of Investment                                     | 503,815                  | 378,800                  |
| Purchase of Investment                                  | (1,545,438)              | (268,664)                |
| Purchase of Property and Equipment                      | (163,145)                | (181,729)                |
| Net Cash Used by Investing Activities                   | <u>(1,204,768)</u>       | <u>(71,593)</u>          |
| <b>CASH FLOWS FROM FINANCING ACTIVITIES</b>             |                          |                          |
| Principal Payments on Loans Payable                     | (7,210)                  | (7,812)                  |
| Net Cash Used by Financing Activities                   | <u>(7,210)</u>           | <u>(7,812)</u>           |
| <b>NET CHANGE IN CASH</b>                               | <b>(119,642)</b>         | <b>293,345</b>           |
| Cash - Beginning of Year                                | 558,063                  | 264,718                  |
| <b>CASH - END OF YEAR</b>                               | <b><u>\$ 438,421</u></b> | <b><u>\$ 558,063</u></b> |
| <b>SUPPLEMENTAL DISCLOSURE OF CASH FLOW INFORMATION</b> |                          |                          |
| Interest Paid   | <u>\$ 4,790</u>          | <u>\$ 6,777</u>          |

See accompanying Notes to Financial Statements.

**A NOISE WITHIN  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2025 AND 2024**

**NOTE 1 ORGANIZATION**

A Noise Within (the Organization) is a California public benefit corporation organized in 1992 which operates a classical theatre company in Pasadena, California. The Organization produces classic theatre as an essential means to enrich our community by embracing universal human experiences, expanding personal awareness and challenging individual perspectives.

**NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

**Financial Statement Presentation**

The financial statements of the Organization have been prepared on the accrual basis of accounting to conform to generally accepted accounting principles in the United States of America (U.S. GAAP) as applicable to nonprofit entities. Net assets, revenues, expenses, gains, and losses are classified based on the existence or absence of donor-imposed restrictions. Accordingly, net assets of the Organization and changes therein have been classified and are reported as follows:

*Net Assets Without Donor Restrictions* – Net assets without donor restrictions are resources available to support operations, including donor-restricted contributions whose restrictions are met in the same reporting period and net assets designated by the board of directors for specific purposes. The board of directors has designated a plant fund for the use of major facilities expenses.

*Net Assets With Donor Restrictions* – Net assets subject to donor- (or certain grantor-) imposed restrictions that are temporary in nature, such as those that will be met by the passage of time or other events specified by the donor. Other donor-imposed restrictions are perpetual in nature, where the donor stipulates those resources be maintained in perpetuity. Donor-imposed restrictions are released when a restriction expires, that is, when the stipulated time has elapsed, when the stipulated purpose for which the resource was restricted has been fulfilled, or both.

**Revenue Recognition**

Ticket revenue is recognized at a point in time of the related performance. Payments for ticket sales for performances that occur subsequent to year-end are shown as deferred revenue. As of June 30, 2025 and 2024, program related accounts receivable and deferred revenue are as follows:

|                         | Program Related        |                          |
|-------------------------|------------------------|--------------------------|
|                         | Accounts<br>Receivable | Deferred<br>Revenue      |
| Balance - July 1, 2023  | \$ 15,949              | \$ 298,270               |
| Net Change              | <u>(6,029)</u>         | <u>74,672</u>            |
| Balance - June 30, 2024 | 9,920                  | 372,942                  |
| Net Change              | <u>(6,362)</u>         | <u>(7,793)</u>           |
| Balance - June 30, 2025 | <u><u>\$ 3,558</u></u> | <u><u>\$ 365,149</u></u> |

**A NOISE WITHIN  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2025 AND 2024**

**NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**Revenue Recognition (Continued)**

Education program revenue is recognized in the period during which the academic services are rendered (over time).

Contributions revenues are reported as increases in net assets without donor restrictions unless use of the related assets is limited by donor-imposed restrictions.

**Investments**

Investments are stated at fair value which is based on quoted market prices. Unrealized gains or losses on investments resulting from fair value fluctuations are recorded in the statements of activities.

**Property and Equipment**

Property and equipment which is purchased or constructed is stated at cost; assets acquired by gift are stated at fair value at the date of acquisition. The Organization capitalizes property and equipment purchases of \$5,000 or more. The Organization uses the straight-line method for the computation of depreciation of long-lived assets according to the following schedule of useful lives:

|                         |               |
|-------------------------|---------------|
| Buildings               | 40 Years      |
| Building Improvements   | 5 to 20 Years |
| Furniture and Equipment | 5 to 10 Years |
| Website                 | 3 Years       |

The Organization reviews long-lived assets for impairment whenever events or changes in circumstances indicate that the carrying value of an asset may not be recoverable. Impairment losses, if any, are recognized when estimated future cash flows (undiscounted and without interest charges) derived from such assets are less than their carrying values. Management believes no such impairment occurred during the years ended June 30, 2025 and 2024.

**Contributions and Grants**

Unconditional promises to give are recorded as contribution receivables and revenues. For financial reporting purposes, the Organization distinguishes between contributions without donor restrictions and contributions with donor restrictions. Contributions on which donors have imposed restrictions which limit the use of the donated assets are reported as restricted. When such donor-imposed restrictions are met in subsequent reporting periods, net assets with donor restrictions are reclassified to net assets without donor restrictions and reported as net assets released from restrictions. Contributed assets for which donors have not stipulated restrictions, as well as contributions on which donors have placed restrictions which are met within the same reporting period, are reported as contributions without donor restrictions.

**A NOISE WITHIN  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2025 AND 2024**

**NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**Contributions and Grants (Continued)**

Unconditional promises that are expected to be collected within one year are recorded at net realizable value. Unconditional promises that are expected to be collected in future years are recorded at the present value of their estimated future cash flows. As of June 30, 2025 and 2024, contributions receivable is expected to be collected within one year. An allowance for uncollectible contributions receivable may be estimated by management, based on such factors as prior collection history, type of contribution, and the nature of the fundraising activity. Conditional promises to give are not included as support until the conditions are substantially met. During the year ended June 30, 2025, the Organization received a conditional grant of \$2,250,000; as of June 20, 2025, \$1,500,000 remains conditional and has not been collected. For the year ended June 30, 2025, one donor accounted for 29% of the total contribution revenue.

**Receivables and Credit Policies**

Accounts receivable consist primarily of noninterest-bearing amounts due for ticket sales. The allowance for credit losses is determined based on historical experience, an assessment of economic conditions, and a review of subsequent collections. Accounts receivables are written off when deemed uncollectible.

**Functional Expense Allocation Methodology**

The Organization's estimate of the functional expenses shared between program, management and general, and fundraising is based on a reasonable and consistent basis. Salaries and related expenses are allocated based upon management's estimated time expended by the employees. Facility related expenses, such as depreciation and utilities, are allocated based on the estimated facility square footage usage. Other expenses are allocated according to the Organization's estimates or on a direct basis.

**Use of Estimates**

The preparation of financial statements in conformity with U.S. GAAP requires management to make estimates and assumptions that affect certain reported amounts and disclosures in the financial statements. Such estimates primarily relate to unsettled transactions and events as of the date of the financial statements. Accordingly, upon settlement, actual results may differ from estimated amounts.

**A NOISE WITHIN  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2025 AND 2024**

**NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**Fair Value Measurements**

FASB Accounting Standards Codification 820, *Fair Value Measurements and Disclosures* (ASC 820) establish a hierachal disclosure framework which prioritizes and ranks the level of market price observability used in measuring fair value. This hierarchy prioritizes the inputs to valuation techniques used to measure fair value into three levels:

*Level 1* – Quoted market prices are available in active market for identical assets or liabilities as of the reporting date.

*Level 2* – Pricing inputs are other than quoted prices in active markets, which are either directly or indirectly observable as of the reporting date, and fair value is determined through the use of models or other valuation methodologies. A significant adjustment to a Level 2 input could result in the Level 2 measurement becoming a Level 3 measurement.

*Level 3* – Pricing inputs are unobservable and shall be used to measure fair value to the extent that observable inputs are not available. The inputs into the determination of fair value are based upon the best information available and require significant management judgment or estimation.

In certain cases, the inputs used to measure fair value may fall into different levels of the fair value hierarchy. In such cases, the level within the fair value hierarchy is based on the lowest level of input that is significant to the fair value measurement.

**Concentration of Credit Risk**

Financial instruments that potentially subject the Organization to concentration of credit risk are cash, investments, and receivables. The Organization's cash and investments are held by major financial institutions insured by Federal Deposit Insurance Corporation and Securities Investor Protection Corporation up to their statutory limits. Concentrations of credit risk for student receivables are generally limited due to the dispersion over a wide creditor base.

**Income Taxes**

The Organization is a nonprofit, tax-exempt organization as described in Section 501(c)(3) of the Internal Revenue Code (IRC) and is exempt from federal income and state franchise taxes on related income pursuant to Section 501(a) of IRC and similar provisions of the California Franchise Tax Code. The Organization does not engage in any significant unrelated trades or businesses. Accordingly, no provision for income taxes is required.

U.S. GAAP provide accounting and disclosure guidance about positions taken by an organization in its tax returns that might be uncertain. Management has considered its tax positions and believes all of the positions taken by the Organization are more likely than not to be sustained upon examination.

**A NOISE WITHIN  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2025 AND 2024**

**NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**Subsequent Events**

In preparing these financial statements, the Organization has evaluated events and transactions for potential recognition or disclosure through January 28, 2026, the date the financial statements were available to be issued. There were no subsequent events that would require additional adjustments or disclosures in these financial statements.

**NOTE 3 LIQUIDITY AND AVAILABILITY**

Financial assets available for general expenditure, that is, without donor or other restrictions limiting their use, within one year of the statements of financial position date, comprise the following:

|   | <b>2025</b>         | <b>2024</b>         |
|---|---------------------|---------------------|
| Cash                                      | \$ 438,421          | \$ 558,063          |
| Investments                               | 2,336,467           | 1,268,009           |
| Accounts and Other Receivables            | 3,558               | 9,920               |
| Contribution Receivables Within One Year  | -                   | 50,268              |
| Subtotal                                  | 2,778,446           | 1,886,260           |
| Less: Donor Purpose-Restricted Net Assets | (83,763)            | (20,736)            |
| <b>Total</b>                              | <b>\$ 2,694,683</b> | <b>\$ 1,865,524</b> |

The Organization regularly monitors liquidity required to meet its operating needs and other contractual commitments; cash in excess of daily requirements are invested in an investment account. Although the Organization does not intend to spend from its board-designated reserves, these amounts could be made available if necessary.

**NOTE 4 CONTRIBUTIONS RECEIVABLE**

Contributions Receivable were as follows as of June 30:

|                                      | <b>2025</b> | <b>2024</b>      |
|--------------------------------------|-------------|------------------|
| Contributions Receivable             | \$ -        | \$ 53,666        |
| Less: Allowance for Credit Losses    | -           | (3,398)          |
| <b>Contributions Receivable, Net</b> | <b>\$ -</b> | <b>\$ 50,268</b> |

**A NOISE WITHIN**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2025 AND 2024**

**NOTE 5 INVESTMENTS AND FAIR VALUE MEASUREMENTS**

The following are the fair value for investments measured on a recurring basis at June 30:

|                                   | 2025                       |                            |                            |                    |
|-----------------------------------|----------------------------|----------------------------|----------------------------|--------------------|
|                                   | Total                      | Level 1                    | Level 2                    | Level 3            |
| <b>Investments:</b>               |                            |                            |                            |                    |
| Money Market Fund                 | \$ 26,605                  | \$ 26,605                  | \$ -                       | \$ -               |
| Exchange - Traded Product         | 1,007,695                  | 1,007,695                  | -                          | -                  |
| Fixed Income:                     |                            |                            |                            |                    |
| Equity                            | 246,774                    | 246,774                    | -                          | -                  |
| U.S. Treasury                     | 2,656,781                  | -                          | 2,656,781                  | -                  |
| Cash Bank Sweep                   | 116,951                    | -                          | -                          | -                  |
| Total                             | <u>4,054,806</u>           | <u>1,281,074</u>           | <u>2,656,781</u>           | <u>-</u>           |
| Deferred Compensation Investment: |                            |                            |                            |                    |
| Equity Exchange Traded Fund       | 673,116                    | 673,116                    | -                          | -                  |
| Total Investments                 | <u><u>\$ 4,727,922</u></u> | <u><u>\$ 1,954,190</u></u> | <u><u>\$ 2,656,781</u></u> | <u><u>\$ -</u></u> |
|                                   | 2024                       |                            |                            |                    |
|                                   | Total                      | Level 1                    | Level 2                    | Level 3            |
| <b>Investments:</b>               |                            |                            |                            |                    |
| Money Market Fund                 | \$ 216,283                 | \$ 216,283                 | \$ -                       | \$ -               |
| Exchange - Traded Product         | 907,231                    | 907,231                    | -                          | -                  |
| Fixed Income:                     |                            |                            |                            |                    |
| Equity                            | 39,409                     | 39,409                     | -                          | -                  |
| U.S. Treasury                     | 1,670,686                  | -                          | 1,670,686                  | -                  |
| Cash Bank Sweep                   | 28,704                     | -                          | -                          | -                  |
| Total                             | <u>2,862,313</u>           | <u>1,162,923</u>           | <u>1,670,686</u>           | <u>-</u>           |
| Deferred Compensation Investment: |                            |                            |                            |                    |
| Equity Exchange Traded Fund       | 553,962                    | 553,962                    | -                          | -                  |
| Total Investments                 | <u><u>\$ 3,416,275</u></u> | <u><u>\$ 1,716,885</u></u> | <u><u>\$ 1,670,686</u></u> | <u><u>\$ -</u></u> |

Investment income for the years ended June 30 are comprised of the following:

|                                | 2025                     | 2024                     |
|--------------------------------|--------------------------|--------------------------|
| Interest and Dividends         | \$ 77,392                | \$ 50,898                |
| Realized and Unrealized Gain   | 150,870                  | 162,096                  |
| <b>Total Investment Income</b> | <b><u>\$ 228,262</u></b> | <b><u>\$ 212,994</u></b> |

**A NOISE WITHIN  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2025 AND 2024**

**NOTE 6 PROPERTY AND EQUIPMENT**

At June 30, property and equipment are as follows:

|                                     | 2025                        |                             |                            |
|-------------------------------------|-----------------------------|-----------------------------|----------------------------|
|                                     | Cost                        | Accumulated<br>Depreciation | Total                      |
| Land                                | \$ 2,013,000                | \$ -                        | \$ 2,013,000               |
| Building and Improvements           | 11,022,800                  | 3,840,222                   | 7,182,578                  |
| Furniture and Equipment             | 828,384                     | 500,727                     | 327,657                    |
| Website                             | 25,000                      | 25,000                      | -                          |
| <b>Total Property and Equipment</b> | <b><u>\$ 13,889,184</u></b> | <b><u>\$ 4,365,949</u></b>  | <b><u>\$ 9,523,235</u></b> |

  

|                                     | 2024                        |                             |                            |
|-------------------------------------|-----------------------------|-----------------------------|----------------------------|
|                                     | Cost                        | Accumulated<br>Depreciation | Total                      |
| Land                                | \$ 2,013,000                | \$ -                        | \$ 2,013,000               |
| Building and Improvements           | 10,980,452                  | 3,538,146                   | 7,442,306                  |
| Furniture and Equipment             | 707,587                     | 448,614                     | 258,973                    |
| Website                             | 25,000                      | 25,000                      | -                          |
| <b>Total Property and Equipment</b> | <b><u>\$ 13,726,039</u></b> | <b><u>\$ 4,011,760</u></b>  | <b><u>\$ 9,714,279</u></b> |

**NOTE 7 LOANS PAYABLE**

**Pathway Agreement**

In March 2018, the Organization entered into an unsecured reimbursement agreement with an unrelated entity in the amount of \$190,000 for a portion of costs relating to construction of a shared pedestrian walkway. The monthly payments are \$1,000 for 190 months. The reimbursement agreement is noninterest bearing and the Organization imputed interest at 5%. As of June 30, 2025 and 2024, the outstanding principal of this reimbursement agreement was \$80,768 and \$87,978, respectively. During the years ended June 30, 2025 and 2024, the imputed interest expense was \$4,790 and \$6,776 respectively.

At June 30, 2025, future principal payments on the pathway loan payable are as follows:

| <u>Year Ending June 30,</u> | <u>Amount</u>           |
|-----------------------------|-------------------------|
| 2026                        | \$ 7,950                |
| 2027                        | 8,347                   |
| 2028                        | 8,764                   |
| 2029                        | 9,203                   |
| 2030                        | 9,663                   |
| Thereafter                  | 36,841                  |
| <b>Total</b>                | <b><u>\$ 80,768</u></b> |

**A NOISE WITHIN  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2025 AND 2024**

**NOTE 8 NET ASSETS WITH DONOR RESTRICTIONS**

At June 30, net assets with donor restrictions were for the following purposes:

|   | <u>2025</u>                | <u>2024</u>                |
|---|----------------------------|----------------------------|
| Subject to Expenditure for Specified Purposes:      |                            |                            |
| Production  | \$ 69,467                  | \$ -                       |
| Support of Personnel Expense                        | 14,296                     | 20,736                     |
| Accumulated Earnings on Endowment                   | <u>231,398</u>             | <u>172,572</u>             |
| Total Subject to Expenditure for Specified Purposes | <u>315,161</u>             | <u>193,308</u>             |
| Subject to Passage of Time                          | -                          | 75,000                     |
| Perpetual in Nature                                 | <u>1,000,000</u>           | <u>1,000,000</u>           |
| Total   | <u><u>\$ 1,315,161</u></u> | <u><u>\$ 1,268,308</u></u> |

During the years ended June 30, net assets were released as follows:

|                              | <u>2025</u>              | <u>2024</u>             |
|------------------------------|--------------------------|-------------------------|
| Production                   | \$ 97,533                | \$ -                    |
| Support of Personnel Expense | 20,736                   | 16,200                  |
| Passage of Time              | 75,000                   | 23,549                  |
| Appropriation from Endowment | 52,310                   | -                       |
| Capital Improvements         | -                        | 25,000                  |
| Professional Development     | -                        | 29,352                  |
| Total                        | <u><u>\$ 245,579</u></u> | <u><u>\$ 94,101</u></u> |

**NOTE 9 ENDOWMENT**

The Organization's endowment consists of a donor-restricted endowment. As required by U.S. GAAP, net assets associated with endowment funds, are classified and reported based on the existence or absence of donor-imposed restrictions.

**Interpretation of Relevant Law**

The board of trustees of the Organization have interpreted the Uniform Prudent Management of Institutional Funds Act (UPMIFA), as adopted by the state of California, as requiring the preservation of the fair value of the original gift as of the gift date of the donor-restricted endowment funds absent explicit donor stipulations to the contrary. As a result of this interpretation, the Organization classifies as donor-restricted net assets (a) the original value of gifts donated to the endowment, (b) the original value of subsequent gifts to the endowment, and (c) accumulations to the endowment made in accordance with the direction of the applicable donor gift instrument at the time the accumulation is added to the fund. The remaining portion of the donor-restricted endowment fund that is not required to be maintained in perpetuity is classified as donor-restricted net assets until those amounts are appropriated for expenditure by the organization in a manner consistent with the standard of prudence prescribed by UPMIFA.

**A NOISE WITHIN**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2025 AND 2024**

**NOTE 9 ENDOWMENT (CONTINUED)**

**Interpretation of Relevant Law (Continued)**

In accordance with UPMIFA, the Organization considers the following factors in making a determination to appropriate or accumulate donor-restricted endowment funds:

- (1) The duration and preservation of the fund
- (2) The purposes of the Organization and the donor-restricted endowment fund
- (3) General economic conditions
- (4) The possible effect of inflation and deflation
- (5) The expected total return from income and the appreciation of investments
- (6) Other resources of the Organization
- (7) The investment policies of the Organization

**Endowment Investment and Spending Policy**

The Organization maintains a permanent endowment fund to ensure the long-term sustainability and growth of its mission. The endowment is invested with the dual goals of preserving principal and providing a reliable source of annual support. In accordance with the spending policy, a prudent annual draw from the endowment is calculated as a percentage of the fund's average market value based on the same spending percentage as the UCLA Foundation's annual draw. This annual distribution is restricted to support the Organization's educational programming and related activities, including curriculum-based student matinees, teacher resources, educational staff, workshops, community engagement initiatives, and other mission-driven learning opportunities. For the year ended June 30, 2025, the Organization's endowment spending was approximately 4.25%.

The Organization's endowment by net asset class at June 30, 2025 and 2024, in total and by type of endowment fund, are as follows:

|  | 2025                          |                            |                     |
|--|-------------------------------|----------------------------|---------------------|
|  | Without Donor<br>Restrictions | With Donor<br>Restrictions | Total               |
| <b>Donor-Restricted Endowment Funds:</b>   |                               |                            |                     |
| Original Donor-Restricted Gift Amount<br>to be Maintained in Perpetuity by Donor | \$ -                          | \$ 1,000,000               | \$ 1,000,000        |
| Accumulated Investment Gain  | -<br>\$ -                     | 231,398<br>\$ 231,398      | 231,398             |
| <b>Total</b>   | <b>\$ -</b>                   | <b>\$ 1,231,398</b>        | <b>\$ 1,231,398</b> |
| <br><b>2024</b>  |                               |                            |                     |
| <b>Without Donor<br/>Restrictions</b>  |                               |                            |                     |
| Original Donor-Restricted Gift Amount<br>to be Maintained in Perpetuity by Donor | \$ -                          | \$ 1,000,000               | \$ 1,000,000        |
| Accumulated Investment Gain  | -<br>\$ -                     | 172,572<br>\$ 172,572      | 172,572             |
| <b>Total</b>   | <b>\$ -</b>                   | <b>\$ 1,172,572</b>        | <b>\$ 1,172,572</b> |

**A NOISE WITHIN**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2025 AND 2024**

**NOTE 9 ENDOWMENT (CONTINUED)**

Changes in endowment assets for the years ended June 30, 2025 and 2024, are as follows:

|                                      | Without Donor<br>Restrictions | With Donor<br>Restrictions | Total               |
|--------------------------------------|-------------------------------|----------------------------|---------------------|
| Endowment Net Assets - July 1, 2023  | \$ -                          | \$ 1,044,650               | \$ 1,044,650        |
| Investment Return:                   |                               |                            |                     |
| Interest Income                      | -                             | 23,911                     | 23,911              |
| Net Appreciation                     | -                             | 104,011                    | 104,011             |
| Total Investment Return              | <u>-</u>                      | <u>127,922</u>             | <u>127,922</u>      |
| Endowment Net Assets - June 30, 2024 | \$ -                          | \$ 1,172,572               | \$ 1,172,572        |
| Investment Return:                   |                               |                            |                     |
| Interest Income                      | -                             | 26,125                     | 26,125              |
| Net Appreciation                     | -                             | 85,011                     | 85,011              |
| Total Investment Return              | <u>-</u>                      | <u>111,136</u>             | <u>111,136</u>      |
| Appropriation                        | <u>-</u>                      | <u>(52,310)</u>            | <u>(52,310)</u>     |
| Endowment Net Assets - June 30, 2025 | <u>\$ -</u>                   | <u>\$ 1,231,398</u>        | <u>\$ 1,231,398</u> |

**NOTE 10 SPECIAL EVENTS**

Fundraising revenue comprise an exchange element based on the value of the benefits provided, and a contribution element for the difference between the total support and the exchange element. Special events activities consisted of the following for the years ended June 30, 2025 and 2024.

|                            | 2025              | 2024              |
|----------------------------|-------------------|-------------------|
| Contribution Revenue       | \$ 150,050        | \$ 26,250         |
| Tickets and Tables Sales   | 120,250           | 219,500           |
| Subtotal                   | <u>270,300</u>    | <u>245,750</u>    |
| Less: Special Events Costs | <u>(30,059)</u>   | <u>(27,603)</u>   |
| Total                      | <u>\$ 240,241</u> | <u>\$ 218,147</u> |

**NOTE 11 RETIREMENT PLAN**

In July 2018, the Organization adopted a simple IRA plan (the Plan) for substantially all of its employees. The Organization matches participants' contribution up to 3% of the participants' base salary. During the years ended June 30, 2025 and 2024, the Organization made \$29,122 and \$22,605 contributions to the Plan, respectively.

**A NOISE WITHIN  
NOTES TO FINANCIAL STATEMENTS  
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**NOTE 12 RETENTION PAYMENT PLAN**

In 2016, the Organization set up a 457(b) deferred compensation plan for the benefit of the two Artistic Directors. Benefits may be forfeited due to involuntary separation from service for cause. Benefits may be paid to the recipient in either a lump-sum or over time, between 1 and 20 years. Under the agreement, the Organization makes annual credits to each of the Artistic Directors until January 1, 2029.

As of June 30, 2025 and 2024, accrued deferred compensation liability was \$673,116 and \$553,962, respectively. The Organization has set aside funds in marketable securities selected by the Artistic Directors. The marketable securities are considered as Level 1 in the fair value measurement measured on a recurring basis.



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