



NATIONAL FRAGILE X FOUNDATION

FINANCIAL STATEMENTS

DECEMBER 31, 2024





NATIONAL FRAGILE X FOUNDATION

FINANCIAL STATEMENTS

YEAR ENDED DECEMBER 31, 2024

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INDEPENDENT AUDITOR'S REPORT

Board of Directors
National Fragile X Foundation

Opinion

We have audited the accompanying financial statements of National Fragile X Foundation (a nonprofit organization), which comprise the statements of financial position as of December 31, 2024 and 2023, and the related statements of activities, functional expenses, and cash flows for the year ended December 31, 2024, 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 National Fragile X Foundation as of December 31, 2024 and 2023, and the changes in its net assets and its cash flows for the year ended December 31, 2024 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. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of National Fragile X Foundation 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 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 National Fragile X Foundation's ability to continue as a going concern within one year after the date that the financial statements are available to be issued.



Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards 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, including omissions, 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 generally accepted auditing standards, 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 National Fragile X Foundation's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about National Fragile X Foundation's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control related matters that we identified during the audit.

Calibre CPA Group, PLLC

Bethesda, MD
June 9, 2025



NATIONAL FRAGILE X FOUNDATION

STATEMENTS OF FINANCIAL POSITION

DECEMBER 31, 2024 AND 2023

	2024	2023
Assets		
Assets		
Cash and cash equivalents	\$ 2,797,426	\$ 2,717,588
Investments	867,812	763,734
Accounts receivable	9,150	5,976
Grants and contributions receivable	-	9,524
Pledges receivable, net	3,600	6,728
Prepaid expenses	48,549	17,318
Property and equipment, net	116,579	51,152
Total assets	<u>\$ 3,843,116</u>	<u>\$ 3,572,020</u>
Liabilities and Net Assets		
Liabilities		
Accounts payable and accrued expenses	\$ 143,758	\$ 101,570
Refundable advances	1,208,188	979,989
Total liabilities	<u>1,351,946</u>	<u>1,081,559</u>
Net assets		
Without donor restrictions		
Board designated		
CSN groups	117,032	174,674
Operating reserve	25,000	25,000
Undesignated	2,278,170	2,188,067
Total without donor restrictions	2,420,202	2,387,741
With donor restrictions	70,968	102,720
Total net assets	<u>2,491,170</u>	<u>2,490,461</u>
Total liabilities and net assets	<u>\$ 3,843,116</u>	<u>\$ 3,572,020</u>

See accompanying notes to financial statements.



NATIONAL FRAGILE X FOUNDATION

STATEMENT OF ACTIVITIES

YEAR ENDED DECEMBER 31, 2024

	Without Donor Restrictions	With Donor Restrictions	Total
Revenue and support			
Grants and contributions	\$ 1,537,111	\$ 29,866	\$ 1,566,977
Conferences and meetings	340,331	-	340,331
Fees for services	126,494	-	126,494
Net investment gain	88,835	-	88,835
Other income	2,355	-	2,355
Merchandise sales	3,738	-	3,738
Net assets released from restriction	61,618	(61,618)	-
Total revenue and support	<u>2,160,482</u>	<u>(31,752)</u>	<u>2,128,730</u>
Expenses			
Program services	<u>1,781,832</u>	<u>-</u>	<u>1,781,832</u>
Supporting services			
Management and general	191,720	-	191,720
Fundraising	<u>154,469</u>	<u>-</u>	<u>154,469</u>
Total supporting services	<u>346,189</u>	<u>-</u>	<u>346,189</u>
Total expenses	<u>2,128,021</u>	<u>-</u>	<u>2,128,021</u>
Change in net assets	32,461	(31,752)	709
Net assets			
Beginning of year	<u>2,387,741</u>	<u>102,720</u>	<u>2,490,461</u>
End of year	<u>\$ 2,420,202</u>	<u>\$ 70,968</u>	<u>\$ 2,491,170</u>

See accompanying notes to financial statements.



NATIONAL FRAGILE X FOUNDATION

STATEMENT OF FUNCTIONAL EXPENSES

YEAR ENDED DECEMBER 31, 2024

		Supporting Services		
	Program Services	Management and General	Fundraising	Total Expenses
Salaries, taxes, and related benefits	\$ 544,266	\$ 92,167	\$ 110,365	\$ 746,798
Bank and credit card fees	4,804	193	9,418	14,415
Consulting and professional fees	350,844	22,476	4,960	378,280
CSN groups	3,310	-	-	3,310
Depreciation and amortization	15,069	506	-	15,575
Marketing	250	-	15,109	15,359
Grants, awards, and research expenses	527,127	10,820	-	537,947
Insurance	-	15,237	-	15,237
Miscellaneous	585	17,766	-	18,351
Postage and shipping	29	865	97	991
Printing and reproduction	1,972	1,199	588	3,759
Programs and events	314,544	11,192	-	325,736
Software licenses and maintenance	9,377	11,229	10,939	31,545
Supplies and office	424	5,147	1,220	6,791
Travel, meals, and entertainment	9,231	2,923	1,773	13,927
Total expenses	<u>\$ 1,781,832</u>	<u>\$ 191,720</u>	<u>\$ 154,469</u>	<u>\$ 2,128,021</u>



NATIONAL FRAGILE X FOUNDATION

STATEMENT OF CASH FLOWS

YEAR ENDED DECEMBER 31, 2024

Cash flows from operating activities

Change in net assets	\$ 709
Adjustments to reconcile change in net assets to net cash provided by operating activities	
Net appreciation of investments	(5,386)
Depreciation and amortization	15,575
Change in operating assets and liabilities	
Accounts receivable	(3,174)
Grants and contributions receivable	9,524
Pledges receivable, net	3,128
Prepaid expenses	(31,231)
Accounts payable and accrued expenses	42,188
Refundable advances	228,199
Net cash provided by operating activities	<u>259,532</u>

Cash flows from investing activities

Purchases of property and equipment	(81,002)
Proceeds from sales of investments	929,734
Purchases of investments	<u>(1,028,426)</u>
Net cash used for investing activities	<u>(179,694)</u>

Net change in cash and cash equivalents

79,838

Cash and cash equivalents

Beginning of year	<u>2,717,588</u>
End of year	<u>\$ 2,797,426</u>

See accompanying notes to financial statements.



NATIONAL FRAGILE X FOUNDATION

NOTES TO FINANCIAL STATEMENTS

YEAR ENDED DECEMBER 31, 2024

NOTE 1. NATURE OF THE ORGANIZATION

National Fragile X Foundation (the Foundation) was created and incorporated in 2001 as a California tax-exempt, nonprofit public benefit corporation. The Foundation unites the Fragile X community to enrich lives through educational and emotional support, promote public and professional awareness, and advance research toward improved treatments and a cure for Fragile X. Fragile X is a family of genetic conditions that can impact individuals and families in various ways. These genetic conditions are related in that they are all caused by changes in the same DNA material known as the FMRI gene.

NOTE 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Financial Statement Presentation - Financial statement presentation follows the recommendations of U.S. generally accepted accounting principles in accordance with Financial Accounting Standards Board (FASB) Accounting Standards Codification (ASC) Topic, *Not-for-Profit Entities - Presentation of Financial Statements*. Under those principles, the Foundation is required to report information regarding its financial position and activities according to two classes of net assets - net assets without donor restrictions and net assets with donor restrictions.

Net Assets - Net assets are reported in two distinct classes as follows:

Net assets without donor restrictions - These net assets are available to finance the general operations of the Foundation. The only limits on the use of net assets without donor restrictions are the broad limits resulting from the nature of the Foundation, the environment in which it operates, and the purposes specified in its organizing documents.

Net assets with donor restrictions - These net assets result from contributions and other inflows of assets, the use of which by the Foundation is limited by donor-imposed time or purpose restrictions that may be either temporary or perpetual.

Cash and Cash Equivalents - For the purpose of the statement of cash flows, the Foundation considers as cash equivalents all highly liquid investments which can be converted into known amounts of cash and have a maturity period of ninety days or less at the time of purchase.



NOTE 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Investment Valuation and Income Recognition - Investments are reported at fair value. Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. Purchases and sales of securities are reported on a trade-date basis. Investment income includes interest, dividends, and changes in fair value, and is reported net of all external and direct internal investment expenses.

Accounts Receivable - The Foundation's accounts receivable consist of amounts due within one year related to conferences, meetings and fees for services. The Foundation writes off accounts receivable when they become uncollectible. At each financial position date, an allowance for credit losses is derived from a review of historical losses based on the aging of receivables and adjusted for management's estimate of current conditions, reasonable and supportable forecasts regarding future events, and any other factors deemed relevant by the Foundation. Management has determined that no allowance for credit losses is necessary at December 31, 2024 and 2023.

Grants and Contributions Receivable - Unconditional promises to give are recognized as revenues or gains in the period the promise is received and as assets, decreases in liabilities, or expenses depending on the form of the benefits received. Conditional promises to give are recognized only when the conditions on which they depend are substantially met and the promises become unconditional. All amounts due at December 31, 2024 and 2023 were due within one year, and no allowance for uncollectible amounts was considered necessary at year-end.

Pledges Receivable - Pledges receivable represents unconditional amounts committed to the Foundation. All pledges receivables are deemed to be fully collectible and are reflected at either net realizable value or at net present value based on projected cash flows. Management determines the allowance for doubtful accounts by identifying troubled accounts and by using historical experience. Based on these reviews, management did not deem the use of an allowance for uncollectible receivables to be necessary at December 31, 2024 and 2023.

Property and Equipment - Property and equipment acquisitions with a cost greater than \$500 and a projected useful life exceeding one year are capitalized and recorded at cost. Depreciation and amortization are computed using the straight-line method over the estimated useful lives of the assets. Upon disposal of depreciable assets, the cost and related accumulated depreciation are eliminated from the accounts and the resulting gain or loss is credited or charged to income. Expenditures for repairs and maintenance are expensed as incurred.

Revenue Recognition - Revenue is derived from both exchange transactions and contribution transactions. Revenue from exchange transactions is recognized when control of promised goods or services is transferred to the Foundation's customers, in an amount that reflects the consideration the Foundation expect to be entitled to in exchange for those goods or services. All goods and services are transferred at a point



NOTE 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

in time. Payments are generally required in advance and are reported as deferred revenue until the related revenue is recognized. Revenue from conferences, meetings, and fees for services is recognized as revenue in the period in which the activity takes place. Unconditional contributions are recognized upon receipt of cash or other assets, or when a donor promises to transfer cash or other assets in the future. Conditional promises to give, that is, those with a measurable performance or other barrier and a right of return or release, are not recognized until the conditions on which they depend have been substantially met.

Contributions received are reported as increases in net assets without donor restrictions unless received with donor stipulations that require the assets be used for specific purposes or in specific time periods. All donor-restricted contributions are reported as an increase in 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 and reported in the statement of activities as net assets released from restrictions.

Functional Allocation of Expenses - The costs of providing the various programs and supporting activities of the Foundation have been summarized on a functional basis in the statements of activities and functional expenses. Costs that can be specifically identified with a final cost objective are charged directly to that activity. Other costs are allocated among the program and supporting services benefited based on management's best estimates. Salaries and related fringe benefits are allocated based on employee time and effort studies. Common costs such as occupancy, depreciation and related infrastructure costs are also allocated based on employee time and effort studies.

Use of Estimates - The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the amounts reported in the financial statements and accompanying notes. Actual results could differ from those estimates.

NOTE 3. TAX STATUS

The Foundation is exempt from payment of taxes on income other than net unrelated business income under Section 501(c)(3) of the Internal Revenue Code (IRC). For the year ended December 31, 2024, there was no unrelated business income and, accordingly, no federal or state income taxes have been recorded. Contributions to the Foundation are deductible as provided for in IRC Section 170(b)(1)(A)(vi). Management has evaluated the Foundation's tax positions and concluded that there are no uncertain tax positions that require adjustment to or disclosure in the accompanying financial statements.



NOTE 4. LIQUIDITY AND AVAILABILITY OF FINANCIAL RESOURCES

As part of the Foundation's liquidity management, it has a policy to structure its financial assets to be available as its general expenditures, liabilities, and other obligations come due. The following table represents the Foundation's financial assets available to meet cash needs for general expenditures within one year of December 31, 2024 and 2023.

	<u>2024</u>	<u>2023</u>
Total financial assets at end of year		
Cash and cash equivalents	\$ 2,797,426	\$ 2,717,588
Investments	867,812	763,734
Accounts receivable	9,150	5,976
Grants and contributions receivable	-	9,524
Pledges receivable, net	<u>3,600</u>	<u>6,728</u>
	3,677,988	3,503,550
Less: amounts unavailable for general expenditures within one year		
Restricted by donor with purpose restrictions	(67,368)	(95,992)
Amounts designated for operating reserve and CSN groups	<u>(142,032)</u>	<u>(199,674)</u>
Financial assets available for general expenditures within one year	<u>\$ 3,468,588</u>	<u>\$ 3,207,884</u>

NOTE 5. CONCENTRATION OF CREDIT RISK

The Foundation maintains cash deposit and transaction accounts with various financial institutions and these values, from time to time, exceed insurable limits under the Federal Deposit Insurance Corporation (FDIC). The Foundation has not experienced any credit losses on its cash and cash equivalents to date as it relates to FDIC insurance limits. Management periodically assesses the financial condition of these financial institutions and believes that the risk of any credit loss is minimal.

NOTE 6. INVESTMENTS AND FAIR VALUE MEASUREMENTS

Accounting standards provide the framework for measuring fair value which provides a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets (Level 1) and the lowest priority to unobservable inputs (Level 3). The Foundation uses the three levels of the fair value hierarchy described as follows:

- Level 1 Inputs to the valuation methodology are unadjusted quoted prices for identical assets or liabilities in active markets that the Foundation has the ability to access.

NOTE 6. INVESTMENTS AND FAIR VALUE MEASUREMENTS (CONTINUED)

Level 2 Inputs to the valuation methodology include other significant observable inputs including:

- Quoted prices for similar assets or liabilities in active markets;
- Quoted prices for identical or similar assets or liabilities in inactive markets;
- Inputs other than quoted prices that are observable for the asset or liability; and
- Inputs that are derived principally from or corroborated by observable market data by correlation or other means.

If the asset or liability has a specified (contractual) term, the Level 2 input must be observable for substantially the full term of the asset or liability.

Level 3 Inputs to the valuation methodology are unobservable and significant to the fair value measurement.

The asset's or liability's fair value measurement level within the fair value hierarchy is based on the lowest level of any input that is significant to the fair value measurement. Valuation techniques maximize the use of relevant observable inputs and minimize the use of unobservable inputs.

The following tables set forth by level, within the fair value hierarchy, the Foundation's assets at fair value as of December 31, 2024 and 2023:

December 31, 2024				
	Total Investments	Quoted Market Prices (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)
Equities	\$ 2,318	\$ 2,318	\$ -	\$ -
U.S. Treasury bills	865,494	865,494	-	-
	<u>\$ 867,812</u>	<u>\$ 867,812</u>	<u>\$ -</u>	<u>\$ -</u>
December 31, 2023				
	Total Investments	Quoted Market Prices (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)
Exchange traded funds	\$ 75,910	\$ 75,910	\$ -	\$ -
U.S. Treasury bills	687,824	687,824	-	-
	<u>\$ 763,734</u>	<u>\$ 763,734</u>	<u>\$ -</u>	<u>\$ -</u>



NOTE 6. INVESTMENTS AND FAIR VALUE MEASUREMENTS (CONTINUED)

Following are descriptions of the valuation methodologies used for assets measured at fair value. There have been no changes in the methodologies used at December 31, 2024 and 2023.

Exchange traded funds and U.S. Treasury bills: Valued based on quoted market prices as of the last business day of the year.

NOTE 7. PLEDGES RECEIVABLE

Pledges receivable as of December 31, 2024 and 2023 are expected to be collected as follows:

	2024	2023
Due in less than one year	\$ 3,600	\$ 6,728

NOTE 8. PROPERTY AND EQUIPMENT

Property and equipment as of December 31, 2024 and 2023 consists of the following:

	2024	2023
Office equipment	\$ 3,109	\$ 58,553
Software and website	168,300	51,636
Total property and equipment	171,409	110,189
Less: accumulated depreciation and amortization	(54,830)	(59,037)
Property and equipment, net	\$ 116,579	\$ 51,152

NOTE 9. COMMUNITY SUPPORT NETWORK GROUPS

Community Support Network (CSN) is the national volunteer program of the Foundation, comprised of 34 groups organized and run by parent volunteers. All of the chapters/groups share a common mission with the Foundation and provide emotional and educational support to families and individuals living with Fragile X syndrome and organize events that offer support and build awareness for Fragile X syndrome in their local communities. Of the total 34 CSN groups, 10 groups operate as separate, legal entities with their own independent tax-exempt statuses. The remaining 24 are affiliated chapters/groups, for which the Foundation provides managed account services, including processing event proceeds, online registrations, and expense payments; and providing internal reporting.



NOTE 9. COMMUNITY SUPPORT NETWORK GROUPS (CONTINUED)

The Foundation exercises oversight through affiliate agreements and has a financial interest in various shared revenues and costs, which are included in the accompanying financial statements. All accounting functions and bank accounts for these 24 groups are maintained by the Foundation, and all accounts of these groups are included in the accompanying financial statements.

Total revenue and expenses generated by the affiliated CSN groups that are included in the accompanying financial statements amounted to \$17,862 and \$75,505, respectively, for the year ended December 31, 2024. CSN groups reserve amounts within unrestricted net assets consist of internally-designated funds for the affiliated CSN groups. These amounts were \$117,032 and \$174,674 at December 31, 2024 and 2023, respectively, and are included in the accompanying statements of financial position.

NOTE 10. NET ASSETS

Board-Designated - Operating Reserve

The Foundation's Board of Directors has designated a portion of net assets without donor restrictions to function as an operating reserve fund. At December 31, 2024 and 2023, the Board-designated operating reserve amounted to \$25,000.

Board-Designated - Community Support Network Groups

The Foundation's Board of Directors has designated a portion of net assets without donor restrictions for the purpose of the affiliated CSN groups at December 31, 2024 and 2023 in the amounts of \$117,032 and \$174,674, respectively.

Net Assets with Donor Restrictions

Net assets with temporary donor restrictions were restricted as follows at December 31, 2024 and 2023:

	<u>2024</u>	<u>2023</u>
Program projects	\$ 67,368	\$ 95,992
Time restricted only	<u>3,600</u>	<u>6,728</u>
Total net assets with donor restrictions	<u>\$ 70,968</u>	<u>\$ 102,720</u>



NOTE 10. NET ASSETS (CONTINUED)

Net assets with temporary donor restrictions were released from restriction during the years ended December 31, 2024 and 2023 as follows:

	<u>2024</u>	<u>2023</u>
Program projects	\$ 58,490	\$ 25,747
Time restricted only	<u>3,128</u>	<u>36,641</u>
Net assets released from restriction	<u>\$ 61,618</u>	<u>\$ 62,388</u>

NOTE 11. RETIREMENT PLAN

The Foundation maintains a 401(k) plan, which covers substantially all employees meeting certain age and service requirements. Participants may contribute a portion of their annual compensation on a pretax basis, subject to limitations established by the Internal Revenue Service. The Foundation contributed \$9,317 to the plan for the year ended December 31, 2024.

NOTE 12. SUBSEQUENT EVENTS

Subsequent events have been evaluated through June 9, 2025, which is the date the financial statements were available to be issued. This review and evaluation revealed no material event or transaction which would require an adjustment to or disclosure in the accompanying financial statements.