

RANDALL'S ISLAND PARK ALLIANCE, INC.

**Financial Statements
for the Years Ended
December 31, 2024
and
December 31, 2023**

Independent Auditor's Report

The Board of Trustees
Randall's Island Park Alliance, Inc.

Opinion

We have audited the financial statements of Randall's Island Park Alliance, Inc. (the "Alliance") which comprise the statement of financial position as of December 31, 2024 and the related statements of activities, functional expenses and cash flows for the year then ended and the related notes to the financial statements.

In our opinion, the accompanying financial statements referred to above present fairly, in all material respects, the financial position of the Alliance as of December 31, 2024 and the results of its activities and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Prior Year Financial Statements

The Alliance's financial statements for the year ended December 31, 2023, were audited by other auditors whose report dated June 10, 2024, expressed an unmodified opinion on those financial statements.

Basis for Opinion

We conducted our audit 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 the Alliance and to meet our other ethical responsibilities in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

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 the Alliance'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 these 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 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 the Alliance's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the Alliance'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.

Carole O'Leary, City & Donnelly LLP

May 19, 2025

RANDALL'S ISLAND PARK ALLIANCE, INC.

Statement of Financial Position

	December 31	
	2024	2023
Assets		
Cash and cash equivalents	\$ 7,297,681	\$ 8,965,978
Investments, at fair value	3,669,813	3,481,587
Certificates of deposit	2,640,000	3,131,459
Contributions and other receivables	836,776	318,064
License receivables	23,748	2,627
Prepaid expenses and other assets	220,042	312,644
Advances to the City of New York/Parks and Recreation	108,690	109,810
Total assets	\$ 14,796,750	\$ 16,322,169
Liabilities and Net Assets		
Liabilities		
Accounts payable and accrued expenses	\$ 852,137	\$ 1,819,553
Deferred revenue	114,150	97,732
Total liabilities	966,287	1,917,285
Net assets		
Without donor restrictions		
Operating	5,834,843	6,511,246
Board-designated reserve fund	5,555,185	5,243,462
Total without donor restrictions	11,390,028	11,754,708
With donor restrictions	2,440,435	2,650,176
Total net assets	13,830,463	14,404,884
Total liabilities and net assets	\$ 14,796,750	\$ 16,322,169

See notes to the financial statements.

RANDALL'S ISLAND PARK ALLIANCE, INC.
Statement of Activities

	Year Ended December 31					
	2024			2023		
	Without Donor Restrictions	With Donor Restrictions	Total	Without Donor Restrictions	With Donor Restrictions	Total
Public support and revenue						
Grants and contributions	\$ 2,984,431	\$ 1,553,984	\$ 4,538,415	\$ 3,416,370	\$ 2,046,494	\$ 5,462,864
Special events, net of direct expenses of \$149,412 in 2024 and \$152,912 in 2023)	874,431	-	874,431	1,091,753	-	1,091,753
Contributed nonfinancial assets	21,930	-	21,930	10,637	-	10,637
License revenue	5,640,238	-	5,640,238	5,135,248	-	5,135,248
Investment return	109,037	-	109,037	292,859	-	292,859
Interest and other	458,994	-	458,994	200,159	-	200,159
Net assets released from restrictions	<u>1,763,725</u>	<u>(1,763,725)</u>	<u>-</u>	<u>1,671,245</u>	<u>(1,671,245)</u>	<u>-</u>
Total public support and revenue	<u>11,852,786</u>	<u>(209,741)</u>	<u>11,643,045</u>	<u>11,818,271</u>	<u>375,249</u>	<u>12,193,520</u>
Expenses						
Program services						
Capital improvements	3,624,599	-	3,624,599	2,614,252	-	2,614,252
Icahn stadium	1,276,835	-	1,276,835	1,204,743	-	1,204,743
Maintenance and improvement of Parkland	3,553,002	-	3,553,002	3,345,826	-	3,345,826
Other program expenses	<u>1,778,455</u>	<u>-</u>	<u>1,778,455</u>	<u>1,607,730</u>	<u>-</u>	<u>1,607,730</u>
Total program services	<u>10,232,891</u>	<u>-</u>	<u>10,232,891</u>	<u>8,772,551</u>	<u>-</u>	<u>8,772,551</u>
Supporting activities						
Management and general	1,182,609	-	1,182,609	988,257	-	988,257
Fundraising	<u>801,966</u>	<u>-</u>	<u>801,966</u>	<u>892,628</u>	<u>-</u>	<u>892,628</u>
Total supporting activities	<u>1,984,575</u>	<u>-</u>	<u>1,984,575</u>	<u>1,880,885</u>	<u>-</u>	<u>1,880,885</u>
Total expenses	<u>12,217,466</u>	<u>-</u>	<u>12,217,466</u>	<u>10,653,436</u>	<u>-</u>	<u>10,653,436</u>
Increase (decrease) in net assets	(364,680)	(209,741)	(574,421)	1,164,835	375,249	1,540,084
Net assets, beginning of year	<u>11,754,708</u>	<u>2,650,176</u>	<u>14,404,884</u>	<u>10,589,873</u>	<u>2,274,927</u>	<u>12,864,800</u>
Net assets, end of year	<u>\$ 11,390,028</u>	<u>\$ 2,440,435</u>	<u>\$ 13,830,463</u>	<u>\$ 11,754,708</u>	<u>\$ 2,650,176</u>	<u>\$ 14,404,884</u>

See notes to the financial statements.

RANDALL'S ISLAND PARK ALLIANCE, INC.
 Statement of Functional Expenses
 Year Ended December 31, 2024
 (with summarized comparative totals for 2023)

	2024					2023				
	Program Services					Supporting Activities				
	Capital Improvements	Icahn Stadium	Maintenance and Improvement of Parkland	Other Program Expenses	Total Program Services	Management and General	Fundraising	Total Supporting Services	Total	Total
Salaries and wages	\$ 306,531	\$ 774,671	\$ 1,905,233	\$ 1,101,344	\$ 4,087,779	\$ 359,060	\$ 312,881	\$ 671,941	\$ 4,759,720	\$ 4,250,547
Payroll taxes and employee benefits	84,487	213,517	525,126	303,556	1,126,686	98,965	86,237	185,202	1,311,888	1,123,206
Total salaries and related costs	391,018	988,188	2,430,359	1,404,900	5,214,465	458,025	399,118	857,143	6,071,608	5,373,753
Support for Parks Department activities	-	-	423,770	-	423,770	-	-	-	423,770	407,593
Professional and contracted services	-	42,272	59,566	134,917	236,755	379,121	176,440	555,561	792,316	789,484
Maintenance and repairs	-	217,441	543,194	27,633	788,268	-	-	-	788,268	952,700
Vehicles, equipment, facility and infrastructure improvement	3,233,581	-	-	-	3,233,581	-	-	-	3,233,581	2,410,411
Office and general expenses	-	15,732	84,461	50,821	151,014	301,783	86,244	388,027	539,041	435,829
Program materials and supplies	-	7,031	1,182	146,121	154,334	-	23,862	23,862	178,196	142,392
Marketing and communications	-	2,073	10,470	14,063	26,606	42,730	37,772	80,502	107,108	65,533
Fundraising events	-	-	-	-	-	-	227,942	227,942	227,942	218,510
Bad debt expense	-	4,098	-	-	4,098	950	-	950	5,048	10,143
Sub-total	3,624,599	1,276,835	3,553,002	1,778,455	10,232,891	1,182,609	951,378	2,133,987	12,366,878	10,806,348
Less: special event direct expenses	-	-	-	-	-	-	(149,412)	(149,412)	(149,412)	(152,912)
Total	\$ 3,624,599	\$ 1,276,835	\$ 3,553,002	\$ 1,778,455	\$ 10,232,891	\$ 1,182,609	\$ 801,966	\$ 1,984,575	\$ 12,217,466	\$ 10,653,436

See notes to the financial statements.

RANDALL'S ISLAND PARK ALLIANCE, INC.
Statement of Functional Expenses
Year Ended December 31, 2023

	Program Services					Supporting Activities			Total
	Capital Improvements	Icahn Stadium	Maintenance and Improvement of Parkland	Other Program Expenses	Total Program Services	Management and General	Fundraising	Total Supporting Services	
Salaries and wages	\$ 161,235	\$ 710,841	\$ 1,666,753	\$ 1,027,932	\$ 3,566,761	\$ 342,026	\$ 341,760	\$ 683,786	\$ 4,250,547
Payroll taxes and employee benefits	42,606	187,840	440,439	271,631	942,516	90,380	90,310	180,690	1,123,206
Total salaries and related costs	203,841	898,681	2,107,192	1,299,563	4,509,277	432,406	432,070	864,476	5,373,753
Support for Parks Department activities	-	-	407,593	-	407,593	-	-	-	407,593
Professional and contracted services	-	47,017	83,874	125,785	256,676	277,159	255,649	532,808	789,484
Maintenance and repairs	-	235,867	683,270	33,437	952,574	126	-	126	952,700
Vehicles, equipment, facility and infrastructure improvement	2,410,411	-	-	-	2,410,411	-	-	-	2,410,411
Office and general expenses	-	21,882	55,072	45,473	122,427	245,218	68,184	313,402	435,829
Program materials and supplies	-	-	2,379	93,553	95,932	86	46,374	46,460	142,392
Marketing and communications	-	1,296	6,446	9,919	17,661	23,119	24,753	47,872	65,533
Fundraising events	-	-	-	-	-	-	218,510	218,510	218,510
Bad debt expense	-	-	-	-	-	10,143	-	10,143	10,143
Sub-total	2,614,252	1,204,743	3,345,826	1,607,730	8,772,551	988,257	1,045,540	2,033,797	10,806,348
Less: special event direct expenses	-	-	-	-	-	-	(152,912)	(152,912)	(152,912)
Total	\$ 2,614,252	\$ 1,204,743	\$ 3,345,826	\$ 1,607,730	\$ 8,772,551	\$ 988,257	\$ 892,628	\$ 1,880,885	\$ 10,653,436

See notes to the financial statements.

RANDALL'S ISLAND PARK ALLIANCE, INC.

Statement of Cash Flows

	Year Ended December 31	
	2024	2023
Cash flows from operating activities		
Increase (decrease) in net assets	\$ (574,421)	\$ 1,540,084
Adjustments to reconcile increase (decrease) in net assets to net cash provided by (used in) operating activities		
Realized loss on investments	84,676	85,150
Unrealized (gain) on investments	(76,208)	(222,067)
Donated stock	(61,641)	-
Proceeds from sale of donated stock	61,641	-
Bad debt expense	5,048	10,143
Changes in operating assets and liabilities (Increase) decrease in assets		
Contributions and other receivables	(523,760)	1,544,622
License receivables	(21,121)	59,140
Prepaid expenses and other assets	92,602	(103,922)
Advances to the City of New York/Parks and Recreation	1,120	9,625
Increase (decrease) in liabilities		
Accounts payable and accrued expenses	(967,416)	1,375,378
Deferred revenue	16,418	(121,328)
Net cash provided by (used in) operating activities	<u>(1,963,062)</u>	<u>4,176,825</u>
Cash flows from investing activities		
Net change of certificate of deposits	491,459	118,540
Proceeds from sale of investments	1,113,009	1,267,221
Purchase of investments	<u>(1,309,703)</u>	<u>(1,384,586)</u>
Net cash provided by investing activities	<u>294,765</u>	<u>1,175</u>
Net increase (decrease) in cash and cash equivalents	(1,668,297)	4,178,000
Cash and cash equivalents, beginning of year	<u>8,965,978</u>	<u>4,787,978</u>
Cash and cash equivalents, end of year	<u>\$ 7,297,681</u>	<u>\$ 8,965,978</u>

See notes to the financial statements.

RANDALL'S ISLAND PARK ALLIANCE, INC.**Notes to Financial Statements
December 31, 2024****Note 1 – Nature of organization**

The Randall's Island Park Alliance, Inc. (the "Alliance") is a not-for-profit, public-private partnership with the New York City Department of Parks & Recreation ("Parks Department") and is a tax-exempt organization under Section 501(c)(3) of the Internal Revenue Code and similar state and local statutes. The Alliance's mission is to provide an innovative and exciting destination through a wide range of sports venues, cultural events and environmental exploration. As the dedicated steward of Randall's Island Park, the Alliance sustains, maintains, develops and programs the Park to support the wellbeing of all New Yorkers. The Alliance was founded in 1992 as part of the City Parks Foundation and was independently incorporated on January 24, 1994, under Section 402 of the Not-for-Profit Corporation Law of the State of New York.

Note 2 – Summary of significant accounting policies**Basis of Accounting**

The Alliance's financial statements have been prepared on the accrual basis of accounting. The Alliance adheres to accounting principles generally accepted in the United States of America ("U.S. GAAP").

Basis of Net Asset Presentation

The Alliance maintains its net assets under the following classes:

Without donor restrictions – includes net assets that are not restricted by donor-imposed stipulations.

With donor restrictions – includes gifts of cash and other assets received with donor stipulations that limit the use of donated assets. When a donor restriction expires or the purpose of the restriction is accomplished, net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the accompanying statement of activities as net assets released from restrictions. If a restriction is fulfilled in the same time period in which the gift is received, the Alliance reports the support as without donor restrictions.

Cash and Cash Equivalents

The Alliance considers all highly liquid instruments with maturities of three months or less when acquired to be cash equivalents. Certificates of deposit with maturities of three months or greater when acquired are recorded at cost and are reported as certificates of deposit on the accompanying statement of financial position.

Investments

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.

RANDALL’S ISLAND PARK ALLIANCE, INC.

**Notes to Financial Statements (continued)
December 31, 2024**

Note 2 – Summary of significant accounting policies (continued)

Fair value measurements

Fair value measurements established a hierarchy that prioritizes the inputs used to measure fair value into three levels. The Alliance investments are measured using Level 1 inputs, which are defined as quoted prices in active markets for identical assets that the reporting entity has the ability to access at the measurement date.

Allowance for Uncollectible Receivables

The Alliance determines whether an allowance for uncollectible receivables should be provided for contributions and other receivables. Such estimates are based on management’s assessment of the aged basis of the receivable, current economic conditions and historical information. As of December 31, 2024 and December 31, 2023, the Alliance determined an allowance was not necessary for contributions and other receivables.

As of both December 31, 2024 and December 31, 2023, the Alliance determined that there is no allowance for credit losses necessary for license receivables. Such estimate is based on management’s review of the aged basis of its government funding sources, creditworthiness of its customers and donors, as well as current economic conditions and historical information. Upon the adoption of Financial Accounting Standards Board (“FASB”) Accounting Standards Update (“ASU”) 2016-13, Current Expected Credit Loss (“CECL”) (Topic 326), the Alliance also considers reasonable and supportable forecasts when determining the allowance. The adoption of this ASU was not considered material to the financial statements.

Contributions receivable

Contributions including unconditional promises to give are recognized as revenue in the period received and when the conditions on which they depend have been substantially met. Conditional promises to give are recognized when the conditions on which they depend are substantially met.

Contributed nonfinancial assets

Contributions of nonfinancial assets are estimated at their fair value based on valuation provided by the Parks Department and reported as both public support and revenue and expenses in the period in which they are used. Contributions of nonfinancial assets are recognized as contributions if the services (a) create or enhance nonfinancial assets or (b) require specialized skills, are performed by people with those skills, and would otherwise be purchased by the Alliance. These nonfinancial assets do not have donor-imposed restrictions.

For the fiscal year ended December 31, 2024 and December 31, 2023, the Alliance received the following contribution of nonfinancial assets:

	2024	2023
Donated office space and other	\$ 21,930	\$ 10,637

RANDALL'S ISLAND PARK ALLIANCE, INC.**Notes to Financial Statements (continued)
December 31, 2024****Note 2 – Summary of significant accounting policies (continued)**Donated services

Organizations are required to recognize contributions or services if they create or enhance non-financial assets, or required specialized skills, are provided by individuals possessing those skills and are services which would be typically purchased if not provided in-kind. The Alliance receives donated services rendered by Board members and other individual volunteers who have donated significant amounts of their time to the Alliance's activities. These services do not meet the criteria to be recorded and have not been included in the financial statements.

Functional expenses

The costs of providing the various program services and other activities have been summarized on a functional basis in the statement of activities and functional expenses. Accordingly, certain costs have been allocated among the program and supporting services benefited. Allocated expenses include salaries and payroll taxes and employee benefits, which are allocated based on an estimate of time and effort.

Concentrations of credit risk

The Alliance's financial instruments that are potentially exposed to concentrations of credit risk consist primarily of cash, cash equivalents, investments and receivables. The Alliance maintains its cash and cash equivalents with what it believes to be quality financial institutions. The Alliance investments are subject to certain risks including interest rate, market volatility, liquidity and credit risk. Due to the level of risk associated with investments, it is reasonably possible that changes in these risks could materially affect the fair value of the investments reported in the statement of financial position at December 31, 2024. The Alliance's receivables consist of amounts due primarily from foundations and government sources. Management monitors the collectability of its receivables. The Alliance believes no significant concentrations of credit risk exist with respect to its cash, cash equivalents, investments and receivables.

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. Actual results could differ from these estimates.

Deferred revenue

The Alliance receives cash in advance of special events that are to be held after the statement of financial position date. It is the Alliance's policy to refund all cash received in advance of special events for the exchange portion if the event is subsequently cancelled. In addition, the Alliance receives payments from schools in advance for track meets and practices. Cash received in excess of revenue recognized is recorded as deferred events revenue.

RANDALL'S ISLAND PARK ALLIANCE, INC.**Notes to Financial Statements (continued)
December 31, 2024****Note 2 – Summary of significant accounting policies (continued)**Special events revenue

The Alliance conducts special events in which a portion of the gross proceeds paid by the participant represents payment for the direct cost of the benefits received by the participant at the event. These costs are netted against special events revenue.

Grants and contributions

Grants and contributions are nonexchange transactions and accounted for under FASB ASU 2018-08, *Clarifying the Scope and Accounting Guidance for Contributions Received and Contributions Made (Topic 958)*. Contributions are recognized as revenue when barriers within the contract are overcome, and there is no right of return/ release from obligation.

As of December 31, 2024 and December 31, 2023, the Alliance had received conditional funding from government agencies in the amounts of approximately \$4,380,000 and \$653,000, respectively, which has not been recognized in the accompanying financial statements. This funding will be recognized as revenue when contract barriers are overcome. Such barriers include expending these funds in accordance with their budgets and agreements. If such services are not provided, the governmental entities are not obligated to disburse the funds allotted under the grants and contracts and the Alliance may be required to return the funds already remitted.

License revenues

The Alliance's license revenues are accounted for in accordance with FASB Accounting Standards Codification ("ASC") Topic 606, and are recognized in the year in which they are earned. Performance obligations are determined based on the nature of the services provided by the Alliance in accordance with the contract. License revenues are fees charged to concessionaires and other entities using land and recreational facilities in Randall's Island Park to provide services or hold events, as provided for in the license agreement between the Parks Department and the Alliance.

Receivables are due in full when billed and revenue is recognized as performance obligations are satisfied.

The performance obligations for these contracts are completed when the service is completed and upon submission of required documentation. The Alliance determines the transaction price based on established rates and contracts for services provided. Amounts collected before performance obligations are satisfied are reflected as deferred revenue on the accompanying statement of financial position.

RANDALL'S ISLAND PARK ALLIANCE, INC.

Notes to Financial Statements (continued)
December 31, 2024

Note 2 – Summary of significant accounting policies (continued)

Reclassification

Certain items in the 2023 financial statements have been reclassified for comparative purposes only.

Subsequent events

The Alliance has evaluated events and transactions for potential recognition or disclosure through May 19, 2025, which is the date the financial statements were available to be issued.

Note 3 – Liquidity and availability of financial assets

The Alliance regularly monitors liquidity required to meet its operating needs and other contractual commitments, while also striving to maximize the investment of its available funds. The Alliance has various sources of liquidity at its disposal, including cash and cash equivalents, contributions and other receivables and investments. For purposes of analyzing resources available to meet general expenditures over a 12-month period, the Alliance considers all expenditures related to its ongoing program activities, as well as the management and administration services that support those activities, to be general expenditures.

Financial assets available for general expenditure, that is, without donor or other restrictions limiting their use, within 12 months from December 31, 2024 and December 31, 2023, comprise the following:

	<u>2024</u>	<u>2023</u>
Cash and cash equivalents	\$ 7,297,681	\$ 8,965,979
Investments, at fair value	3,669,813	3,481,587
Certificates of deposit	2,640,000	3,131,459
Contributions and other receivables	836,776	318,064
License receivables, net	<u>23,748</u>	<u>2,627</u>
Sub-total	14,468,018	15,899,716
Less: Board-designated reserve fund	(5,555,185)	(5,243,462)
Net assets with donor restrictions	<u>(2,440,435)</u>	<u>(2,650,176)</u>
Total	<u>\$ 6,472,398</u>	<u>\$ 8,006,078</u>

RANDALL'S ISLAND PARK ALLIANCE, INC.

Notes to Financial Statements (continued)
December 31, 2024

Note 4 – Contributions and other receivables

Contributions and other receivables consist of the following as of December 31, 2024 and December 31, 2023:

	<u>2024</u>	<u>2023</u>
Amount due in less than one year	\$ 836,776	\$ 243,064
Amount due in more than one year	-	75,000
Total	<u>\$ 836,776</u>	<u>\$ 318,064</u>

The Alliance does not discount to present value any receivables due in more than one year unless material.

Note 5 – Investments

Investments, at fair value and are deemed Level 1 in the fair value hierarchy, as of December 31, 2024 and December 31, 2023 consist of the following:

	<u>2024</u>	<u>2023</u>
Cash equivalents	\$ 1,092,117	\$ 1,307,642
Common stock	-	1,155
Mutual funds	<u>2,577,696</u>	<u>2,172,790</u>
Total	<u>\$ 3,669,813</u>	<u>\$ 3,481,587</u>

The following is a summary of the investment return for the years ended December 31, 2024 and December 31, 2023:

	<u>2024</u>	<u>2023</u>
Interest and dividends	\$ 135,188	\$ 169,151
Realized (loss) on investments	(84,676)	(85,150)
Unrealized gain on investments	76,208	222,067
Investment advisory fees	<u>(17,683)</u>	<u>(13,209)</u>
Total	<u>\$ 109,037</u>	<u>\$ 292,859</u>

Note 6 – Board-designated reserve fund

The Alliance's Board has established a reserve fund which will be used to build capacity for fields maintenance and for future capital projects. The reserve fund is included in net assets without donor restrictions and held in cash and cash equivalents and mutual funds. As of December 31, 2024 and December 31, 2023, the reserve fund amounted to \$5,555,185 and \$5,243,462, respectively.

RANDALL'S ISLAND PARK ALLIANCE, INC.**Notes to Financial Statements (continued)
December 31, 2024****Note 7 – License revenue**

The Alliance has a License Agreement (“License”) with the Parks Department. The License provides for the Alliance to directly receive revenues from park events, or services it provides, which are used to offset expenses incurred by the Alliance for the operations of Randall's Island Park. Operations include maintenance and improvement of parkland as well as park programs. The License expires on December 23, 2027.

Note 8 – The City of New York

The Alliance pays the Parks Department for the services of Parks Department personnel. During the years ended December 31, 2024 and December 31, 2023, payment to the Parks Department amounted to \$423,770 and \$407,593, respectively, which is reported in the accompanying statement of functional expenses as support for Parks Department activities and maintenance and improvement of parkland. The Alliance pays the Parks Department annually in advance for these services. As of December 31, 2024 and December 31, 2023, the Alliance had advances to the Parks Department of \$108,690 and \$109,810, respectively.

Note 9 – Capital improvements

Capital improvements, title to which rests with the City of New York, are carried out with funds raised by the Alliance from the public and license revenues. Capital improvements include environmental restoration and preservation, improvement of park lands, facilities, and infrastructure, and purchase of vehicles and equipment for the maintenance of the park.

Note 10 – Contingencies

The Alliance is periodically involved in several personal injury actions allegedly arising out of accidents and incidents occurring on Randall’s Island. Management believes that any liabilities arising from such claims would be covered either by indemnification protections pursuant to existing agreements between the Alliance and the City of New York, or by liability insurance/contractual indemnification of third parties, such as contractors. Accordingly, management believes the potential aggregate liability for all such claims would not have a material adverse effect on the Alliance’s net position.

Note 11 – 403(b) savings plan

The Alliance sponsors a 403(b) savings plan (the “Plan”) for all eligible employees. Participation in the savings part of the Plan is voluntary. Participants are eligible to contribute salary reductions on their first day of employment. Participants are eligible for employer matching contributions and employer discretionary contributions upon completion of one year of service and attainment of age 21. Employer matching contributions are non-discretionary and are based on elected salary deferrals of eligible participants for the year. Employer discretionary contributions are allowed and are unrelated with how much an employee’s elected salary deferrals total for the year. The Alliance contributions to the plan totaled \$61,051 and \$56,730, for the years ended December 31, 2024 and December 31, 2023, respectively.

RANDALL'S ISLAND PARK ALLIANCE, INC.

**Notes to Financial Statements (continued)
December 31, 2024**

Note 12 – Net assets with donor restrictions

Net assets with donor restrictions consisted of the following for the years ended December 31, 2024 and December 31, 2023:

	<u>2024</u>	<u>2023</u>
Time restrictions	\$ 75,000	\$ 150,000
Purpose restrictions	<u>2,365,435</u>	<u>2,500,176</u>
Total	<u>\$ 2,440,435</u>	<u>\$ 2,650,176</u>

Net assets released from restrictions during the years ended December 31, 2024 and December 31, 2023 amounted to \$1,763,725 and \$1,671,245, respectively.

Note 13 – Tax status

The Alliance is exempt from Federal income tax under Section 501(c)(3) of the Internal Revenue Code (the “Code”). In addition, the Alliance has been determined by the Internal Revenue Service to be a publicly supported organization and not a private foundation under the meaning of Section 509(a)(1) of the Code.