DOROT, Inc.

Financial Statements

June 30, 2025 and 2024

Independent Auditors' Report

To the Board of Directors of
DOROT, Inc.

Opinion

We have audited the financial statements of DOROT, Inc. (DOROT), which comprise the statements of financial position as of June 30, 2025 and 2024, and the related statements of activities and change in net assets, functional expenses and cash flows for the years then ended, and the related notes to the financial statements.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of DOROT as of June 30, 2025 and 2024, and the changes in its net assets and its cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America (GAAP).

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 DOROT 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 GAAP, 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 DOROT'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 DOROT'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 DOROT'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.

Baker Tilly US, LLP

Uniondale, New York
November 12, 2025

DOROT, Inc.

Statements of Financial Position
June 30, 2025 and 2024

	2025	2024
Assets		
Current Assets		
Cash and cash equivalents	$ 633,914	$ 1,371,071
Investments	20,278,695	17,865,753
Pledges and grants receivable	1,191,547	2,635,630
Accounts receivable	84,107	8,622
Prepaid expenses and other assets	200,954	202,607
Total current assets	22,389,217	22,083,683
Security Deposits	-	28,000
Pledges and Grants Receivable, Long-Term, Net	437,000	262,577
Investments, Perpetual Endowment	7,369,826	7,303,943
Right-of-Use Assets, Operating Leases	146,127	176,642
Property and Equipment, Net	1,724,488	1,633,741
Total assets	$ 32,066,658	$ 31,488,586
Liabilities and Net Assets		
Current Liabilities		
Accounts payable and accrued expenses	$ 183,907	$ 297,973
Accrued salaries and vacation pay	436,248	332,628
Deferred revenue	24,606	20,000
Current portion of charitable gift annuities and trusts	8,659	14,259
Current portion of operating lease liabilities	33,682	30,458
Total current liabilities	687,102	695,318
Charitable Gift Annuities and Trusts, Long-Term	36,220	48,386
Operating Lease Liabilities	120,823	154,505
Total liabilities	844,145	898,209
Net Assets		
Net assets without donor restrictions	19,562,110	18,913,977
Net assets with donor restrictions	11,660,403	11,676,400
Total net assets	31,222,513	30,590,377
Total liabilities and net assets	$ 32,066,658	$ 31,488,586

See notes to financial statements

DOROT, Inc.

Statement of Activities and Change in Net Assets
Year Ended June 30, 2025 (With Comparative Totals for 2024)

	Net Assets Without Donor Restrictions	Net Assets With Donor Restrictions	2025	2024
Public Support and Revenue				
Private gifts and grants	$ 5,067,860	$ 1,949,708	$ 7,017,568	$ 8,822,736
Bequests and legacies	1,314,481	-	1,314,481	1,470,943
Government grants	-	159,092	159,092	727,970
UJA/Federation of Jewish Philanthropies of New York, Inc.	351,547	5,000	356,547	373,552
Special event revenue, net of direct expenses of $93,004 in 2025	383,995	-	383,995	914,522
Contributed nonfinancial assets	67,574	-	67,574	186,100
Other income	30,037	-	30,037	79,160
Investment revenue, net	2,011,939	984,140	2,996,079	2,603,570
Gain from change of lease assumption	-	-	-	59,059
Net assets released from donor restrictions	3,113,937	(3,113,937)	-	-
Total public support and revenue	12,341,370	(15,997)	12,325,373	15,237,612
Expenses				
Program services:				
Socialization services	2,640,007	-	2,640,007	3,412,633
Concrete services	1,142,528	-	1,142,528	1,128,084
Education services	1,343,425	-	1,343,425	1,722,437
Community services	3,341,706	-	3,341,706	3,409,004
Total program services	8,467,666	-	8,467,666	9,672,158
Supporting services:				
Management and general	1,755,395	-	1,755,395	1,778,755
Fundraising	1,470,176	-	1,470,176	1,325,045
Total supporting services	3,225,571	-	3,225,571	3,103,800
Total expenses	11,693,237	-	11,693,237	12,775,958
Change in net assets	648,133	(15,997)	632,136	2,461,654
Net Assets, Beginning	18,913,977	11,676,400	30,590,377	28,128,723
Net Assets, Ending	$ 19,562,110	$ 11,660,403	$ 31,222,513	$ 30,590,377

See notes to financial statements

DOROT, Inc.

Statement of Activities and Change in Net Assets
Year Ended June 30, 2024

	Net Assets Without Donor Restrictions	Net Assets With Donor Restrictions	Total
Public Support and Revenue			
Private gifts and grants	$ 7,492,709	$ 1,330,027	$ 8,822,736
Bequests and legacies	1,470,943	-	1,470,943
Government grants	-	727,970	727,970
UJA/Federation of Jewish Philanthropies of New York, Inc.	120,072	253,480	373,552
Special event revenue, net of direct expenses of $86,319 in 2024	914,522	-	914,522
Contributed nonfinancial assets	186,100	-	186,100
Other income	79,160	-	79,160
Investment revenue, net	1,264,017	1,339,553	2,603,570
Gain from change of lease assumption	59,059	-	59,059
Net assets released from donor restrictions	2,449,468	(2,449,468)	-
Total public support and revenue	14,036,050	1,201,562	15,237,612
Expenses			
Program services:			
Socialization services	3,412,633	-	3,412,633
Concrete services	1,128,084	-	1,128,084
Education services	1,722,437	-	1,722,437
Community services	3,409,004	-	3,409,004
Total program services	9,672,158	-	9,672,158
Supporting services:			
Management and general	1,778,755	-	1,778,755
Fundraising	1,325,045	-	1,325,045
Total supporting services	3,103,800	-	3,103,800
Total expenses	12,775,958	-	12,775,958
Change in net assets	1,260,092	1,201,562	2,461,654
Net Assets, Beginning	17,653,885	10,474,838	28,128,723
Net Assets, Ending	$ 18,913,977	$ 11,676,400	$ 30,590,377

See notes to financial statements

DOROT, Inc.

Statement of Functional Expenses

Year Ended June 30, 2025 (With Comparative Totals for 2024)

	Socialization Services	Concrete Services	Education Services	Community Services	Total Program Services	Management and General	Fundraising	2025 Total	2024 Total
Salaries and payroll taxes	$ 1,770,866	$ 623,858	$ 876,137	$ 2,252,843	$ 5,523,704	$ 1,174,686	$ 635,000	$ 7,333,390	$ 7,608,710
Employee benefits	217,981	76,793	107,846	277,309	679,929	144,596	78,164	902,689	928,582
Telephone	19,718	5,075	7,127	19,689	51,609	9,555	5,165	66,329	79,400
Postage and printing	58,880	44,332	57,746	73,910	234,868	12,689	103,064	350,621	399,020
Transportation	27,144	26	599	3,683	31,452	6,584	1,947	39,983	32,274
Client food and delivery	5,472	251,589	285	34,542	291,888	20	11	291,919	309,973
Supplies and equipment	17,201	6,469	20,413	17,453	61,536	236,009	61,435	358,980	315,181
Repairs and maintenance	20,969	7,232	10,157	26,116	64,474	13,617	7,361	85,452	72,189
Site rental	19,741	806	1,132	4,557	26,236	1,517	25,997	53,750	256,008
Outside services	240,618	56,668	154,193	390,990	842,469	42,694	464,447	1,349,610	1,578,124
Community outreach	304	127	160	1,171	1,762	184	11,336	13,282	176,331
Staff development and training	82,650	5,230	28,211	38,070	154,161	9,801	8,870	172,832	105,227
Utilities	21,259	7,115	9,992	25,692	64,058	13,396	7,242	84,696	85,553
Insurance	57,773	20,353	28,583	73,497	180,206	38,323	20,716	239,245	250,466
Service fees and other	33,937	12,726	17,391	42,850	106,904	21,723	14,122	142,749	117,525
Contributed nonfinancial assets	13,862	12,985	7,803	19,093	53,743	9,408	4,423	67,574	186,100
Subtotal before depreciation	2,608,375	1,131,384	1,327,775	3,301,465	8,368,999	1,734,802	1,449,300	11,553,101	12,500,663
Depreciation	31,632	11,144	15,650	40,241	98,667	20,593	20,876	140,136	275,295
Total expenses	$ 2,640,007	$ 1,142,528	$ 1,343,425	$ 3,341,706	$ 8,467,666	$ 1,755,395	$ 1,470,176	$ 11,693,237	$ 12,775,958

See notes to financial statements

DOROT, Inc.

Statement of Functional Expenses

Year Ended June 30, 2024

	Socialization Services	Concrete Services	Education Services	Community Services	Total Program Services	Management and General	Fundraising	Total
Salaries and payroll taxes	$ 2,157,987	$ 588,177	$ 1,082,726	$ 1,934,907	$ 5,763,797	$ 1,214,341	$ 630,572	$ 7,608,710
Employee benefits	263,365	71,782	132,138	236,140	703,425	148,201	76,956	928,582
Telephone	26,276	5,716	10,523	18,955	61,470	11,802	6,128	79,400
Postage and printing	60,010	19,589	41,962	92,588	214,149	39,858	145,013	399,020
Transportation	23,113	983	1,079	4,906	30,081	824	1,369	32,274
Client food and delivery	9,118	266,025	7	34,823	309,973	-	-	309,973
Supplies and equipment	85,576	22,205	54,021	72,218	234,020	43,044	38,117	315,181
Repairs and maintenance	20,970	5,478	10,085	18,473	55,006	11,310	5,873	72,189
Site rental	84,850	13,139	25,610	48,670	172,269	29,068	54,671	256,008
Outside services	348,017	58,099	218,301	596,568	1,220,985	136,785	220,354	1,578,124
Community outreach	23,774	-	3,325	95,233	122,332	5,092	48,907	176,331
Staff development and training	47,482	5,468	11,158	20,518	84,626	11,290	9,311	105,227
Utilities	24,265	6,614	12,174	21,756	64,809	13,654	7,090	85,553
Insurance	71,037	19,362	35,642	63,694	189,735	39,974	20,757	250,466
Service fees and other	35,932	9,780	18,029	32,221	95,962	20,996	567	117,525
Contributed nonfinancial assets	52,782	14,386	26,482	47,326	140,976	29,701	15,423	186,100
Subtotal before depreciation	3,334,554	1,106,803	1,683,262	3,338,996	9,463,615	1,755,940	1,281,108	12,500,663
Depreciation	78,079	21,281	39,175	70,008	208,543	22,815	43,937	275,295
Total expenses	$ 3,412,633	$ 1,128,084	$ 1,722,437	$ 3,409,004	$ 9,672,158	$ 1,778,755	$ 1,325,045	$ 12,775,958

See notes to financial statements

DOROT, Inc.

Statements of Cash Flows
Years Ended June 30, 2025 and 2024

	2025	2024
Cash Flows From Operating Activities		
Change in net assets	$ 632,136	$ 2,461,654
Adjustments to reconcile change in net assets to net cash flows from operating activities:		
Depreciation	140,136	275,295
Realized and unrealized gain on investments, net	(2,214,452)	(1,975,290)
Change in charitable gift annuities and trusts liability	(9,197)	(8,210)
Change in discount on pledges and grants receivable	(986)	(34,301)
Contributions restricted in perpetuity	(65,883)	(141,197)
Net accretion of operating leases	57	738
Gain from change of lease assumption	-	(59,059)
(Increase) decrease in current assets:		
Pledges and grants receivable	1,270,646	(422,570)
Accounts receivable	(75,485)	6,086
Prepaid expenses and other assets	1,653	27,131
Security deposits	28,000	-
Increase (decrease) in operating liabilities:		
Accounts payable and accrued expenses	(114,066)	(89,671)
Deferred revenue	4,606	20,000
Accrued salaries and vacation pay	103,620	22,737
Net cash flows from operating activities	(299,215)	83,343
Cash Flows From Investing Activities		
Additions to property and equipment	(230,883)	(327,428)
Purchase of investments	(13,282,452)	(12,800,597)
Proceeds from the sale and maturity of investments	13,018,079	12,698,407
Net cash flows from investing activities	(495,256)	(429,618)
Cash Flows From Financing Activities		
Proceeds from contributions restricted in perpetuity	65,883	1,105,149
Payments to annuitants	(8,569)	(14,259)
Net cash flows from financing activities	57,314	1,090,890
Net change in cash and cash equivalents	(737,157)	744,615
Cash and Cash Equivalents, Beginning	1,371,071	626,456
Cash and Cash Equivalents, Ending	$ 633,914	$ 1,371,071

See notes to financial statements

1. Description of Organization and Summary of Significant Accounting Policies

Nature of Operations

DOROT, Inc. (DOROT) alleviates social isolation and loneliness among older adults and provides services to empower them to live independently as valued members of the community. DOROT provides in-person services in New York City and Westchester County but serves older adults beyond our catchment area with our telephone-based University Without Walls and online Aging Well and Lifelong Learning programs. Included within the program service centers are:

Socialization Services connect older adults to peers and younger generations to enhance quality of life, reduce social isolation, and create larger community bonds. DOROT's Friendly Visiting program matches compassionate volunteers with older adults for weekly/monthly meetings and conversations at home or virtually. Social workers support older adult-volunteer matches throughout their relationship, providing guidance and referrals to other services. DOROT offers a rich menu of Aging Well and Lifelong Learning activities online and in-person , including health, wellness, and exercise; current events classes; and arts and cultural programming. Through longstanding synagogue partnerships, DOROT social workers support older congregants, guide caregivers, inspire an ethic of volunteerism, and advise pastoral staff about resources for the aging. DOROT's Holocaust initiative provides programming and services to Holocaust Survivors and Children of Holocaust Survivors (2Gs). DOROT Westchester offers volunteer visiting, onsite educational and cultural programming to older adult Westchester residents. DOROT staff attend conferences to share best practices and DOROT's model and learnings around creating meaningful intergenerational programming that alleviates social isolation among older adults.

Concrete Services help older adults live independently in the community. Kosher Meals at Home (KMH) delivers weekly nutritious frozen kosher meals to home-based older adults who have difficulty shopping or cooking. We deliver emergency meals upon discharge from the hospital or the unexpected absence of a caregiver. Festive holiday meals are also provided. DOROT social workers ensure participants' needs are met by providing critical, life-enhancing case assistance. Volunteers of all ages create handmade cards to send to older adults to celebrate their birthdays and holidays.

Education Services alleviate isolation by enabling older adults and caregivers to participate in classes and support groups. University Without Walls offers educational and cultural courses, support groups, and holiday celebrations via teleconference to older adults throughout the country. Continuing education and ESL classes are offered to Russian-speaking older adults through teleconference, easing loneliness and isolation, and helping them integrate into American life. Trained volunteers offer one-on-one assistance to late technology adopters to help them master computer skills through Tech Coaching. Tech Coaches teach older adults how to connect with family and friends virtually, participate in online classes, and access essential services over the internet. Families can download technology guides from the DOROT website to help teach parents and grandparents to use a laptop, smartphone, and other devices. Through information and referral, DOROT staff provide guidance to seniors, caregivers and professionals about available services at DOROT, and in New York City and beyond.

Community Services alleviates social isolation and brings the generations together through enriching programs. DOROT's Response Team volunteer corps provides older adults with one-time services such as birthday visits and calls, helps with errands and household tasks such as returning library books, organizing paperwork, and taking neighborhood walks, thus decreasing social isolation and offering needed assistance. Volunteers share older adults' concerns with social workers so that DOROT can connect them to resources and professional support and promote aging in place. Lasting Impressions offers older adults the opportunity to create their legacy in the form of an ethical will, memoir, art project or video/audio interview; and helps those interested compose advance care plans. Through four annual Package Delivery programs, volunteers bring packages of holiday food, treats, and essentials to home-based older adults and enjoy a friendly visit either over the phone or in the home. Aging AloneTogether® is a six-session workshop series that provides tools, strategies, and support for adults who identify as solo agers: individuals who, by choice or circumstance, function without the support system traditionally provided by family. Bringing the generations together is a high priority for DOROT and a wide range of intergenerational programs are offered that bring older adults and volunteers together to form lasting relationships. Key programs include our teen and college internship programs, family volunteering, art, music, chess and current events workshops. GENuine Connections® is an exclusively online space for older adults and teens to build intergenerational community through worthwhile conversation and fun activities within small and consistent groups. The combination of supportive community, personal storytelling, and reflection creates an atmosphere in which meaningful intergenerational relationships form and grow. During 2025, over 8,215 compassionate volunteers provided older adults with a range of services and social interaction.

Basis of Accounting

The financial statements of DOROT have been prepared in conformity with accounting principles generally accepted in the United States of America using the accrual basis of accounting (GAAP).

Revenue Recognition

Contributions and Grants

Unconditional contributions and grants, including promises to give cash and other assets, are reported at fair value on the date the contribution or grant is received. The gifts are reported as restricted support if they are received with donor stipulations that limit the use of the donated assets. Contributions that are restricted by the donor are reported as increases 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 statements of activities and change in net assets as net assets released from restrictions. Conditional promises to give, which contain both a barrier and a right of return or release, are not included as support until the conditions are substantially met. Revenue from government grants is recognized when earned, generally by incurring qualifying expenses. Expense-based grants are recognized as allowable expenses are incurred. Performance-based grants are recognized as conditions are achieved. Donor-restricted contributions that originate in a given year and are released from restriction in the same year by meeting the donors' restricted purposes are reflected in net assets with donor restrictions.

Bequests are gifts made through a will or a living trust at the donor's death and are recorded at fair value at the date of gift, net of any fees, taxes and other direct expenses incurred in clearing DOROT's title to the gift or in converting the bequest to cash.

DOROT reports gifts of land, buildings and equipment as net assets without donor restrictions unless explicit donor stipulations specify how the donated assets must be used. Gifts of long-lived assets with explicit restrictions that specify how the assets are to be used and gifts of cash or other assets that must be used to acquire long-lived assets are reported as restricted support. Absent explicit donor stipulations about how long those long-lived assets must be maintained, DOROT reports expirations of donor restrictions when the donated or acquired long-lived assets are placed in service.

Contributed Nonfinancial Assets

DOROT receives contributed nonfinancial assets consisting of advertising, food, supplies, professional services and licenses and web support. Such contributed nonfinancial assets are recorded at fair value. Unless otherwise noted, contributed nonfinancial assets did not have donor-imposed restrictions.

DOROT relies extensively upon the utilization of volunteers to carry out its program and supporting services. Management estimates that volunteers contributed approximately 49,000 hours during the 2025 fiscal year and 49,000 hours during the 2024 fiscal year, respectively. Because these services do not meet the recognition criteria under U.S. GAAP, the value of these contributions is not recorded, although they constituted a significant factor in the operation of DOROT.

Special Events Revenue

A portion of special events revenue represents a reciprocal transaction equal to the cost of direct benefits to donors with the remainder representing contributions. Special event revenue is recognized at the time the event takes place. For the years ended June 30, 2025 and 2024, there were a direct benefit to donors of $93,004 and $86,319, respectively.

Pledges and Grants Receivable

Unconditional promises to give that are expected to be collected within one year are recorded as contributions at net realizable value. Unconditional promises to give that are expected to be collected in future years are recorded at the present value of their estimated future cash flows. The discounts on those amounts are computed using risk-adjusted interest rates applicable to the years in which the promises are received. Amortization of the discounts is included in contribution revenue.

Conditional promises to give are not included as support until the conditions have been substantially met.

Net Assets

DOROT reports information regarding its financial position and activities in the following classes of net assets which are as follows:

Net Assets Without Donor Restrictions - Net assets which are not donor restricted and are available for use for the general operating activities and objectives of DOROT. The class includes Board-designated net assets, which are net assets without donor restrictions that have been designated for specific programs and general reserves by the Board of Directors.

Net Assets With Donor Restrictions - Net assets which are limited by donor restrictions that either expire with the passage of time or can be fulfilled and removed by actions of DOROT. Also includes net assets subject to donor-imposed restrictions that stipulate resources be maintained in perpetuity, but generally permit DOROT to utilize earnings as specified by donors.

Cash and Cash Equivalents

Cash and cash equivalents includes cash and highly liquid investments with maturities of three months or less, except for endowment cash and cash equivalents included in investments.

Allowance for Doubtful Accounts

Management must make estimates of the collectability of all accounts, pledges and grants receivable. Management specifically analyzes receivables, historical bad debts and changes in circumstances when evaluating the adequacy of the allowance for doubtful accounts. DOROT determined an allowance for doubtful accounts was not required as of June 30, 2025 and 2024.

Property and Equipment

Property and equipment are capitalized at cost when acquired. Individual purchases over $500 are depreciated on the straight-line basis over the estimated useful lives of the assets, which range from 5 to 40 years. Donated fixed assets are recorded at fair value at the date of donation.

Investments and Investment Income

Investments are generally recorded at fair value based upon quoted market prices, when available, or estimates of fair value. Donated assets are recorded at fair value at the date of donation or, if sold immediately after receipt, at the amount of sales proceeds received (which are considered a fair measure of the value at the date of donation). The fair value of investments in funds without readily determinable fair values has been estimated using the net asset value (NAV) as reported by the management of the respective fund. GAAP guidance provides for the use of NAV as a Practical Expedient for estimating fair value of the funds.

The estimated fair value of the private equity funds is based on valuations provided by the external investment managers. The financial statements of the private equity funds in which DOROT has invested are audited annually by independent auditors. Because these funds are not readily marketable, their estimated value is subject to uncertainty and therefore may be materially different from the value that would have been used had a ready market for such investments existed.

Investment income is recognized when earned. Investment income (including realized and unrealized gains and losses on investments and interest and dividends) is included in the change in net assets without donor restrictions unless donor stipulation or law restricts the income or loss. Gains and losses on the sale of investments are based on an identified cost basis. Investment fees have been netted against investment income in the statements of activities and change in net assets.

Tax-Exempt Status

DOROT qualifies as a tax-exempt, not-for-profit organization under Section 501(c)(3) of the Internal Revenue Code (IRC) and as a not-for-profit organization under the laws of New York State. Accordingly, no provision for federal or state income taxes is required. DOROT is classified as a publicly supported organization described in Section 509(a)(1); therefore, DOROT qualifies for the maximum charitable contribution deductions for donors.

Uncertain Tax Positions

Management has evaluated DOROT's tax positions and concluded that DOROT has not taken any uncertain tax positions that require adjustment to the financial statements to comply with the provisions of Financial Accounting Standards Board (FASB) Accounting Standards Codification (ASC) No. 740.

Functional Allocation of Expenses

The financial statements report certain categories of expenses that are attributable to one or more program or supporting functions of DOROT. Some of the expenses are directly identified to their related programs or supporting functions and are recorded accordingly. Expenses not directly charged to programs are allocated based on estimates of time and effort.

Use of Estimates

The preparation of financial statements in conformity with GAAP requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

Reclassifications

Certain reclassifications have made to 2024 amounts to conform with the 2025 presentation. The reclassifications did not affect net assets or changes in net assets.

Subsequent Events

Management has evaluated subsequent events through November 12, 2025, the date the financial statements are available for issuance, for inclusion or disclosure in the financial statements.

2. Liquidity and Availability of Resources

DOROT's financial assets available within one year of the statements of financial position dates for general expenditures such as operating expenses and fixed asset purchases not financed with debt financing are as follows as of June 30:

	2025	2024
Cash and cash equivalents	$ 633,914	$ 1,371,071
Investments, current portion	20,278,695	17,865,753
Accounts receivable	84,107	8,622
Pledges and grants receivable, current portion	1,191,547	2,635,630
Total financial assets	22,188,263	21,881,076
Less Board-designated	1,594,463	1,594,463
Less donor-restricted amounts	4,290,577	4,372,457
Less annuity obligations	44,879	62,645
Total financial assets available to meet cash needs for general expenditures within one year	$ 16,258,344	$ 15,851,511

As part of DOROT'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. DOROT's main source of liquidity is private gifts and grants. Although investments are available for expenditure, it is not DOROT's intention to use investments for operating purposes.

3. Pledges and Grants Receivable

Pledges and grants receivable are comprised of the following as of June 30:

	2025	2024
Amounts due in:		
One year	$ 1,191,547	$ 2,635,630
Two to five years	473,437	300,000
Less discount to net present value	36,437	37,423
Total pledges and grants receivable	$ 1,628,547	$ 2,898,207

Amounts that are expected to be collected after one year have been discounted at rates ranging from 3.68% to 3.98% and 4.33% to 4.71% as of June 30, 2025 and 2024, respectively.

4. Investments and Fair Value

Investments consist of the following as of June 30:

	2025	2024
Exchanged traded Funds	$ 19,123,667	$ 16,314,062
Cash and cash equivalents	90,840	65,011
U.S. government obligations	285,179	1,276,904
Common stocks	2,370,126	3,539,042
Mutual funds	4,275,132	3,974,677
Alternative investments	1,490,984	-
Other	12,593	-
Total	$ 27,648,521	$ 25,169,696
Consisting of:		
Operations and Board-designation	$ 20,278,695	$ 17,865,753
Restricted for perpetual endowment	7,369,826	7,303,943
Total	$ 27,648,521	$ 25,169,696

* Cash and cash equivalents are excluded from the fair value hierarchy.

The framework for measuring fair value 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 or liabilities (Level 1) and the lowest priority to unobservable inputs (Level 3). The three levels of the fair value hierarchy under authoritative guidance are described as follows:

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

Level 2 - Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly, such as:

- 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;
- inputs that are derived principally from and 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 were unobservable and significant to the fair value measurement.

The asset 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 observables and minimize the use of unobservable inputs.

The availability of observable inputs can vary from instrument to instrument and is affected by a wide variety of factors, including, for example, the type of instrument, whether the instrument is new and not yet established in the marketplace, the liquidity of markets and other characteristics particular to the transaction. To the extent that valuation is based on models or inputs that are less observable or unobservable in the market, the determination of fair value requires more judgment. The valuation levels are not necessarily an indication of the risk or liquidity associated with the underlying assets and liabilities.

The following is a description of the valuation methodologies used for assets measured at fair value. There have been no changes in the methodologies used as of June 30, 2025 and 2024.

U.S. government obligations, common stocks, corporate bonds and exchange traded funds are valued based on prices on the exchanges on which they are traded.

Mutual funds are valued at the daily closing price as reported by the fund. These are open-end mutual funds that are registered with the U.S. Securities and Exchange Commission. These funds are required to establish their daily NAV and to transact at that price. These funds are deemed to be actively traded.

Below sets forth a table of assets measured at fair value on a recurring basis categorized using the fair value hierarchy as of June 30, 2025:

	Quoted Prices in Active Markets for Identical Assets (Level 1)	**Significant Other Observable Inputs (Level 2)**	**Unobservable Inputs (Level 3)**	**Total**
U.S. government obligations	$ 285,179	$ -	$ -	$ 285,179
Common stocks	2,370,126	-	-	2,370,126
Mutual funds	4,275,132	-	-	4,275,132
Other	12,593	-	-	12,593
Exchange traded funds	19,123,667	-	-	19,123,667
Total investments in the fair value hierarchy	$ 26,066,697	$ -	$ -	26,066,697
Investments valued at NAV*				1,490,984
Total				$ 27,557,681

* As discussed in Note 1, investments that are measured using NAV as the practical expedient are not classified within the fair value hierarchy.

DOROT holds two funds valued at NAV. Blackstone Private Equity (BXPE) and KKR FS Income Trust (KFIT), which were valued at $314,877 and $1,176,107 as of June 30, 2025, respectively.

BXPE is a perpetual private equity fund that offers access to the world's largest private equity platform through single subscription. BXPE invests across 15 underlying strategies within five main business verticals: Corporate PE, Opportunistic PE, Secondaries, Growth, and Life Sciences. The fund can be redeemed quarterly with 20 days' notice, subject to limitation. DOROT has no unfunded commitments.

KFIT's investment strategy focuses primarily on investing in upper middle-market U.S. companies with EBITDA of $50MM-$150MM. In addition, the Fund will invest up to 30% of its portfolio in asset-based finance investments and up to 10% in traded credit. The Fund seeks to generate attractive, risk-adjusted returns consisting of both income generation and, to a lesser extent, long-term capital appreciation, by focusing on direct lending and asset-based finance investments. The fund can be redeemed quarterly with 20 days' notice, subject to limitation. DOROT has no unfunded commitments.

Below sets forth a table of assets measured at fair value on a recurring basis categorized using the fair value hierarchy as of June 30, 2024:

	Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Unobservable Inputs (Level 3)	Total
U.S. government obligations	$ 1,276,904	$ -	$ -	$ 1,276,904
Common stocks	3,539,042	-	-	3,539,042
Mutual funds	3,974,677	-	-	3,974,677
Exchange traded funds	16,314,062	-	-	16,314,062
Total	$ 25,104,685	$ -	$ -	$ 25,104,685

Net investment income for the years ended June 30, 2025 and 2024 consisted of the following:

	2025	2024
Interest and dividend income	$ 781,627	$ 628,280
Investment gain (net of fees of $95,910 and $92,687, respectively)	2,214,452	1,975,290
Net investment income	$ 2,996,079	$ 2,603,570

5. Property and Equipment, Net

Property and equipment, net, consists of the following as of June 30:

	2025	2024
Land	$ 315,000	$ 315,000
Building and building improvements	7,887,131	7,869,596
Furniture, fixtures and equipment	1,447,380	1,234,032
Total property and equipment	9,649,511	9,418,628
Less accumulated depreciation	7,925,023	7,784,887
Property and equipment, net	$ 1,724,488	$ 1,633,741

6. Donor-Restricted Endowment and Board-Designated Net Assets

DOROT has a donor-restricted endowment and net assets with donor restrictions. The following apply to the donor restricted endowment:

Interpretation of relevant law - The spending of endowment funds by a not-for-profit corporation in the State of New York is governed by the New York Prudent Management of Institutional Funds Act (NYPMIFA). DOROT has interpreted NYPMIFA as requiring the preservation of the original value of a gift for gifts received prior to September 17, 2010, absent donor stipulations to the contrary, and for post September 17, 2010 gifts, as allowing DOROT to appropriate for expenditure or accumulate earnings as DOROT determines is prudent for the uses, benefits, purposes and duration for which the endowment fund is established, subject to the intent of the donor as expressed in the gift instrument. As a result of this interpretation, DOROT has classified as net assets with donor restrictions the original value of gifts donated to the endowment. The remaining portion of the donor-restricted endowment fund that is not required to be held in perpetuity is classified as net assets with donor restrictions until those amounts are appropriated for expenditure by DOROT and, if purpose restricted, spent for the applicable purpose.

Spending policy - DOROT may spend earnings from the endowment fund annually to fund programs specified by the donors, or, if no purpose is specified, to fund operations.

Endowment investment policy - DOROT has adopted an investment policy for endowment assets that attempts to provide a predictable stream of returns that can be utilized toward operating programs, while seeking to maintain the purchasing power of the endowment assets. Each endowment is maintained in a separate investment account.

From time to time, certain donor-restricted endowment funds may have fair values less than the amount required to be maintained by donors or by law (underwater endowments). DOROT has interpreted state law to permit prudent spending from underwater endowments. As of June 30, 2025 and 2024, there were no underwater restricted endowments.

The following represents the composition of endowment net assets by fund type as of June 30, 2025:

	Original Corpus	Accumulated Gains	Total
Board-designated endowment funds	$ 1,594,463	$ 14,202	$ 1,608,665
Donor-restricted endowment funds	$ 7,369,826	$ 993,610	$ 8,363,436

The changes in endowment net assets were as follows for the year ended June 30, 2025:

	Board-Designated	Net Assets With Donor Restrictions
Endowment net assets, beginning	$ 1,537,885	$ 7,807,008
Investment income	175,560	918,257
Contributions	-	65,883
Appropriations	(104,780)	(427,711)
Endowment net assets, ending	$ 1,608,665	$ 8,363,437

The following represents the composition of endowment net assets by fund type as of June 30, 2024:

	Original Corpus	Accumulated Gains	Total
Board-designated endowment funds	$ 1,594,463	$ -	$ 1,594,463
Underwater board-designated endowments	$ (56,608)	$ -	$ (56,608)
Donor-restricted endowment funds	$ 7,303,943	$ 503,065	$ 7,807,008

The changes in endowment net assets were as follows for the year ended June 30, 2024:

	Board-Designated	Net Assets With Donor Restrictions
Endowment net assets, beginning	$ 1,378,697	$ 5,965,372
Investment income	159,188	1,339,553
Contributions	-	141,197
Transfer from time restricted	-	963,952
Transfer to net assets without donor restrictions	-	-
Appropriations	-	(603,066)
Endowment net assets, ending	$ 1,537,885	$ 7,807,008

The composition of original gifts within net assets restricted in perpetuity was as follows as of June 30:

	2025	2024
The Jack and Selma Bernstein Endowment Fund	$ 6,071,032	$ 6,005,149
Ullendorf Memorial Foundation Afternoon Concerts with Friends	400,000	400,000
The Bella and Harry Wexner Endowment	180,000	180,000
The Polonsky Family Emergency Fund of DOROT	202,387	202,387
The S. Begun Special Meal Program Endowment	516,407	516,407
Total	$ 7,369,826	$ 7,303,943

The composition of original designation within Board-designated endowment net assets as of June 30:

	2025	2024
Cash Relief Fund	$ 157,505	$ 157,505
Friendly Visiting Program	45,000	45,000
Homelessness Prevention Program	200,000	200,000
Merrin Institute	180,000	180,000
General Operating	347,300	347,300
Kosher Meals for the Homebound	25,453	25,453
Chanukah Package Delivery	87,435	87,435
Simcha Fund	90,000	90,000
Tu-Bshevat	5,653	5,653
University Without Walls	456,117	456,117
	$ 1,594,463	$ 1,594,463

7. Net Assets With Donor Restrictions

Net assets with donor restrictions consist of amounts restricted for the following as of June 30:

	2025	2024
Purpose restricted:		
Homelessness Prevention Program Reserve	$ 575,587	$ 725,637
Kosher Meals for the Homebound	25,000	285,000
Aging Alone, Together	471,683	280,000
Caring Calls	-	28,363
Friendly Visiting Program	609,956	201,417
Holocaust	-	-
University Without Walls	325,000	25,000
Reserve for Building Maintenance	108,590	108,590
Volunteer and Youth Services	5,000	8,467
Volunteer and Service Enterprise	-	16,250
Volunteer Services	10,000	139,000
Wellness/On-site Program	12,500	35,508
Lasting Impressions	401,800	501,800
Miriam and Jerome Katzin Memorial Fund for Innovation at DOROT	83,685	183,685
LGBT, Social Connection	-	22,975
Cemetery Visits	100,000	-
GENuine Connections	10,000	175,000
Program Impact and Evaluation	5,000	15,000
Marketing	7,966	226,500
Rosh Hashanah Package Delivery	-	5,000
Academic Teen Internship	10,000	-
B'nai Mitzvah	30,000	-
Capacity Building	10,000	-
Home Assessments/Case Assistance	24,000	-
Summer Teen Internship	50,000	-
Winter Package Delivery	10,000	-
Other	3,200	3,200
Total purpose restricted	2,888,967	2,986,392
Time restricted, general support	408,000	883,000
Unappropriated endowment earnings	993,610	503,065
Endowment held in perpetuity	7,369,826	7,303,943
Total net assets with donor restrictions	$ 11,660,403	$ 11,676,400

For the years ended June 30, 2025 and 2024, net assets were released from donor restrictions by incurring expenses satisfying the restricted purposes as stipulated by the donors, as follows:

	2025	2024
Purpose restricted:		
Homelessness Prevention Program Reserve	$ 150,051	$ 386,759
Low Income Initiative	-	50,000
Kosher Meals for the Homebound	285,000	299,500
Wellness/On-site Program	48,008	27,500
Volunteer and Youth Services	8,467	10,935
Volunteer and Service Enterprise	16,250	26,000
Lasting Impressions	101,800	101,800
Miriam and Jerome Katzin Memorial Fund for Innovation at DOROT	100,000	100,000
Aging Alone, Together	278,317	150,000
Friendly Visiting Program	191,461	126,208
GENuine Connections	175,000	125,000
Cemetery Visits	-	3,600
LGBT, Social Connection	22,975	13,600
Volunteer Services	139,000	-
PCTI	-	45,000
Caring Calls	28,363	-
Program Impact & Evaluation	10,000	-
Rosh Hannah Package Delivery	5,000	-
Marketing	218,534	-
University Without Walls	25,000	62,500
Total purpose restricted	1,803,226	1,528,402
Time restricted, general support	883,000	318,000
Appropriations	427,711	603,066
Total net assets released from donor restrictions	$ 3,113,937	$ 2,449,468

8. Charitable Gift Annuities and Trusts

DOROT has a gift annuity and trust program. Under this program, the gift annuity liability is recorded at the present value of the estimated future payments expected to be made to the gift annuitant. As of June 30, 2025 and 2024, the gift annuity liability amounted to $44,879 and $62,645, respectively.

9. Pension

A defined contribution plan, as defined by IRC Section 403(b) (the Plan), is offered to all full-time employees of DOROT. DOROT's contributions to the Plan are discretionary. For the years ended June 30, 2025 and 2024, the expense associated with the Plan totaled $211,502 and $207,548, respectively.

10. Allocation of Joint Costs

For the years ended June 30, 2025 and 2024, DOROT incurred joint costs for informational materials and activities that included fundraising appeals. Such costs were allocated as follows:

	2025	2024
Programs	$ 278,288	$ 306,468
Management and general	27,829	52,441
Fundraising	250,459	254,026
Total	$ 556,576	$ 612,935

11. Contributed Nonfinancial Assets

For the years ended June 30, 2025 and 2024, contributed nonfinancial assets recognized within the statements of activities and change in net assets consisted of the following:

	2025	2024
Advertising	$ 34,869	$ 120,000
Food	-	2,233
Supplies	31,005	27,450
Education and professional services	1,700	36,417
Total	$ 67,574	$ 186,100

The contributed advertising is used for programmatic and administrative activities. Fair value of the donated advertising is based on values provided by the vendors.

Contributed food and supplies were utilized for programmatic purposes. Contributed supplies were comprised of household goods and event tickets. For food and supplies, fair value was based on purchase price for similar items.

There were no contributed professional services hours in 2025 and 184 hours in 2024. The professional services recognized comprise professional services from various professionals who provide educational courses for the University Without Walls program. Contributed services are valued based on current rates for similar services.

DOROT utilized licenses and web support for administrative purposes. Fair value of the utilized licenses and web support were based on values provided by the vendors.

12. Concentrations of Credit Risk

DOROT's financial instruments that are potentially exposed to concentrations of credit risk consist principally of cash, cash equivalents, receivables and investments. DOROT places its cash and cash equivalents with what it believes to be qualified financial institutions. DOROT routinely assesses the collectability of its pledges and grants receivable. At times, certain of DOROT's cash balances exceeded the Federal Deposit Insurance Corporation (FDIC) insurance limit. DOROT invests primarily in securities issued by the U.S. Government, and mutual funds. Investments are exposed to various risks such as interest rate, market volatility, credit and liquidity risks. Due to the level of uncertainty related to changes in interest rates, market volatility, credit and liquidity risks, it is reasonably possible that changes in these risks could materially affect the fair value of the investments reported in the statements of financial position. DOROT believes its concentration of credit risk with respect to its cash, cash equivalents, receivables and investments is limited.

13. Commitments and Contingencies

Leases

DOROT occupies premises under leases which expire on various dates through 2029. DOROT is also obligated to pay for maintenance and real estate taxes on the leased properties. During the year ended June 30, 2024, DOROT opted not to extend its lease at 169 W85th Street.

Right-of-use assets represent DOROT's right to use an underlying asset for the lease term, while lease liabilities represent DOROT's obligation to make lease payments arising from the lease. Right-of-use assets and lease liabilities are recognized at the commencement date of a lease based on the net present value of lease payments over the lease term.

Certain of DOROT's leases include options to renew or terminate the lease. The exercise of lease renewal or early termination options is at DOROT's sole discretion. DOROT regularly evaluates the renewal and early termination options and when they are reasonably certain of exercise, DOROT includes such options in the lease term.

In determining the discount rate used to measure the right-of-use assets and lease liabilities, DOROT uses a risk-free rate based on U.S. treasury notes or bond rates for a similar term as there are no rates implicit in their leases.

Right-of-use assets are assessed for impairment in accordance with DOROT's long-lived asset policy. DOROT reassesses lease classification and remeasures right-of-use assets and lease liabilities when a lease is modified and that modification is not accounted for as a separate new lease or upon certain other events that require reassessment in accordance with Topic 842.

DOROT made significant assumptions and judgments in applying the requirements of Topic 842. In particular, DOROT:

- Evaluated whether a contract contains a lease, by considering factors such as whether DOROT obtained substantially all rights to control an identifiable underlying asset and whether the lessor has substantive substitution rights;

- Determined whether contracts contain embedded leases;

- Allocated consideration in the contract between lease and nonlease components

DOROT does not have any material leasing transactions with related parties.

Below is a summary of expenses incurred pertaining to leases for the years ended June 30:

	2025	2024
Operating lease expense	$ 33,057	$ 221,585
Short term lease expense	28,305	12,913
Total lease expense	$ 61,362	$ 234,498

The right-of-use asset and operating lease liability were calculated using a weighted average discount rate of 1.51%, for the years ended June 30, 2025 and 2024. As of June 30, 2025 and 2024, the weighted average remaining lease term was 4.51 and 5.51 years, respectively.

The table below summarizes DOROT's scheduled future minimum lease payments for years ending after June 30, 2025:

Years ending June 30:		
2026	$	33,682
2027		34,364
2028		35,045
2029		35,727
2030		21,072
Total lease payments		159,890
Less present value discount		5,385
Total lease liabilities		154,505
Less current portion		33,682
Long-term lease liabilities	$	120,823

The following table includes supplemental cash flow and noncash information related to the leases for the years ended June 30, 2025 and 2024:

		2025		2024
Cash paid for amounts included in the measurement of lease liabilities:				
Operating cash flows from operating leases	$	33,001	$	213,276

14. Related-Party Transactions

For the years ended June 30, 2025 and 2024, DOROT received contributions in the amount of $833,491 and $786,342, respectively, from its Board of Directors.