COMMITTEE FOR ACCURACY IN MIDDLE EAST REPORTING IN AMERICA, INC. AND SUBSIDIARY

CAMERA

CONSOLIDATED FINANCIAL STATEMENTS AND SUPPLEMENTARY INFORMATION

Years Ended December 31, 2023 and 2022

JOHNSON O'CONNOR

COMMITTEE FOR ACCURACY IN MIDDLE EAST REPORTING IN AMERICA, INC. AND SUBSIDIARY
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INDEPENDENT AUDITORS' REPORT

To the Board of Directors
Committee for Accuracy in Middle East Reporting in America, Inc. and Subsidiary

Opinion

We have audited the accompanying consolidated financial statements of Committee for Accuracy in Middle East Reporting in America, Inc. and Subsidiary, which comprise the consolidated statements of financial position as of December 31, 2023 and 2022, and the related consolidated statements of activities, functional expenses and cash flows for the years then ended, and the related notes to the consolidated financial statements.

In our opinion, the consolidated financial statements referred to above present fairly, in all material respects, the financial position of Committee for Accuracy in Middle East Reporting in America, Inc. and Subsidiary as of December 31, 2023 and 2022, and the changes in their net assets and their cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

We conducted our audits in accordance with auditing standards generally accepted in the United States of America. Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Consolidated Financial Statements section of our report. We are required to be independent of Committee for Accuracy in Middle East Reporting in America, Inc. and Subsidiary 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 Consolidated Financial Statements

Management is responsible for the preparation and fair presentation of these consolidated 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 consolidated financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the consolidated financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about Committee for Accuracy in Middle East Reporting in America, Inc. and Subsidiary's ability to continue as a going concern within one year after the date that the consolidated financial statements are available to be issued.

Auditors' Responsibilities for the Audit of the Consolidated Financial Statements

Our objectives are to obtain reasonable assurance about whether the consolidated 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 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 consolidated 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 consolidated 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 consolidated 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 Committee for Accuracy in Middle East Reporting in America, Inc. and Subsidiary'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 consolidated financial statements.

- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about Committee for Accuracy in Middle East Reporting in America, Inc. and Subsidiary'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 audits.

Report on Supplementary Information

Our audits were conducted for the purpose of forming an opinion on the consolidated financial statements as a whole. The supplementary information included in the accompanying consolidating statements of financial position and consolidating statements of activities is presented for purposes of additional analysis and is not a required part of the consolidated financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the consolidated financial statements. The information has been subjected to the auditing procedures applied in the audit of the consolidated financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the consolidated financial statements or to the consolidated financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the consolidated financial statements as a whole.

Johnson O'Connor Feron & Carucci LLP

Wakefield, Massachusetts
November 5, 2024

COMMITTEE FOR ACCURACY IN MIDDLE EAST REPORTING IN AMERICA, INC. AND SUBSIDIARY
CONSOLIDATED STATEMENTS OF FINANCIAL POSITION

	December 31, 2023	December 31, 2022
ASSETS		
Cash and cash equivalents	$ 4,602,623	$ 5,425,743
Investments	9,277,902	6,156,846
Contributions receivable	57,200	40,350
Interest receivable	24,062	21,523
Other receivables	34,786	616,631
Prepaid expenses	87,497	68,101
Deposits	31,867	32,009
Property and equipment, net	119,677	155,009
Design and production costs, net	25,228	24,159
Trademark	1,639	1,639
Right of use assets - operating leases	903,131	1,140,283
Total assets	$ 15,165,612	$ 13,682,293
LIABILITIES AND NET ASSETS		
LIABILITIES		
Accounts payable	$ 78,731	$ 46,780
Accrued expenses	188,838	145,522
Agency funds	2,259	82,258
Operating lease liabilities	959,449	1,200,800
Total liabilities	1,229,277	1,475,360
NET ASSETS		
Net assets without donor restrictions	13,936,335	12,106,933
Net assets with donor restrictions	-	100,000
Total net assets	13,936,335	12,206,933
Total liabilities and net assets	$ 15,165,612	$ 13,682,293

See notes to consolidated financial statements.

COMMITTEE FOR ACCURACY IN MIDDLE EAST REPORTING IN AMERICA, INC. AND SUBSIDIARY
CONSOLIDATED STATEMENT OF ACTIVITIES

	Year Ended December 31, 2023		
	Without Donor Restrictions	With Donor Restrictions	Total
REVENUES			
Contributions	$ 5,299,153	$ -	$ 5,299,153
Special event revenue	439,239	-	439,239
Less: Costs of direct benefits to donors	(126,015)	-	(126,015)
Net revenue from special event	313,224	-	313,224
Donated services	48,386	-	48,386
Net investment return	2,032,726	-	2,032,726
Rental of lists	1,399	-	1,399
Net assets released from restrictions	100,000	(100,000)	-
Total revenues	7,794,888	(100,000)	7,694,888
OPERATING EXPENSES			
Program services	5,331,746	-	5,331,746
Supporting services -			
Management and general	289,921	-	289,921
Fundraising	339,165	-	339,165
Total supporting services	629,086	-	629,086
Total operating expenses	5,960,832	-	5,960,832
OTHER INCOME (LOSS)			
Foreign currency translation adjustment	(4,654)	-	(4,654)
Change in net assets	1,829,402	(100,000)	1,729,402
NET ASSETS - BEGINNING OF YEAR	12,106,933	100,000	12,206,933
NET ASSETS - END OF YEAR	$ 13,936,335	$ -	$ 13,936,335

See notes to consolidated financial statements.

COMMITTEE FOR ACCURACY IN MIDDLE EAST REPORTING IN AMERICA, INC. AND SUBSIDIARY
CONSOLIDATED STATEMENT OF ACTIVITIES

	Year Ended December 31, 2022		
	Without Donor Restrictions	With Donor Restrictions	Total
REVENUES			
Contributions	$ 4,080,111	$ 100,000	$ 4,180,111
Special event revenue	668,547	-	668,547
Less: Costs of direct benefits to donors	(107,894)	-	(107,894)
Net revenue from special event	560,653	-	560,653
Donated services	50,775	-	50,775
Net investment return	(1,686,206)	-	(1,686,206)
Rental of lists	2,884	-	2,884
Net assets released from restrictions	375,677	(375,677)	-
Total revenues	3,383,894	(275,677)	3,108,217
OPERATING EXPENSES			
Program services	4,914,827	-	4,914,827
Supporting services -			
Management and general	272,398	-	272,398
Fundraising	63,865	-	63,865
Total supporting services	336,263	-	336,263
Total operating expenses	5,251,090	-	5,251,090
OTHER INCOME (LOSS)			
Foreign currency translation adjustment	(15,440)	-	(15,440)
Change in net assets	(1,882,636)	(275,677)	(2,158,313)
NET ASSETS - BEGINNING OF YEAR	13,989,569	375,677	14,365,246
NET ASSETS - END OF YEAR	$ 12,106,933	$ 100,000	$ 12,206,933

See notes to consolidated financial statements.

COMMITTEE FOR ACCURACY IN MIDDLE EAST REPORTING IN AMERICA, INC. AND SUBSIDIARY
CONSOLIDATED STATEMENT OF FUNCTIONAL EXPENSES

	Year Ended December 31, 2023			
	Program Services	Management and General	Fundraising	Total Expenses
Payroll	$ 3,256,988	$ 199,241	$ 99,120	$ 3,555,349
Rent	302,254	19,536	4,324	326,114
Meetings	121,500	-	196,861	318,361
Insurance	279,372	18,246	10,805	308,423
Professional fees	261,156	17,817	1,764	280,737
Payroll taxes	189,757	9,721	7,339	206,817
Travel	191,607	-	9,436	201,043
Web hosting and internet services	65,068	-	32,112	97,180
Direct mail and postage	84,635	258	11,541	96,434
Advertising	86,186	-	-	86,186
Printing and production costs	45,580	-	29,670	75,250
Employee benefits	62,764	3,215	2,427	68,406
Honorarium	16,871	-	45,000	61,871
Research services	54,150	-	-	54,150
Conferences	52,820	-	1,000	53,820
Fellows program	51,313	-	-	51,313
Office	38,241	5,673	687	44,601
Depreciation	32,047	1,919	1,061	35,027
Equipment lease and maintenance	24,553	1,292	-	25,845
Utilities	22,693	1,131	428	24,252
Telephone	16,111	825	623	17,559
Amortization	15,874	813	614	17,301
Equipment	19,077	-	-	19,077
Fees and admissions	13,197	-	1,466	14,663
Bank charges	-	9,599	-	9,599
Merchant fund fees	-	-	8,634	8,634
Subscriptions	8,561	-	-	8,561
Payroll processing fees	7,024	364	268	7,656
Public communications - media	6,694	271	-	6,965
Books and publications	5,653	-	-	5,653
Total expenses	5,331,746	289,921	465,180	6,086,847
Less: Costs of direct benefits to donors included in revenue	-	-	(126,015)	(126,015)
Total functional expenses	$ 5,331,746	$ 289,921	$ 339,165	$ 5,960,832

COMMITTEE FOR ACCURACY IN MIDDLE EAST REPORTING IN AMERICA, INC. AND SUBSIDIARY
CONSOLIDATED STATEMENT OF FUNCTIONAL EXPENSES

	Year Ended December 31, 2022			
	Program Services	Management and General	Fundraising	Total Expenses
Payroll	$ 3,003,476	$ 196,847	$ 96,885	$ 3,297,208
Rent	305,483	19,814	4,496	329,793
Meetings	299,627	-	15,639	315,266
Insurance	236,690	15,128	10,006	261,824
Professional fees	153,230	12,569	2,046	167,845
Payroll taxes	167,020	9,060	7,061	183,141
Travel	143,481	-	-	143,481
Web hosting and internet services	77,424	-	724	78,148
Direct mail and postage	81,074	280	14,308	95,662
Advertising	30,734	-	-	30,734
Printing and production costs	35,434	-	6,253	41,687
Employee benefits	53,525	2,903	2,263	58,691
Honorarium	27,152	-	-	27,152
Research services	55,834	-	-	55,834
Conferences	22,836	-	-	22,836
Fellows program	26,577	-	-	26,577
Office	34,984	4,656	625	40,265
Depreciation	35,548	2,227	1,281	39,056
Equipment lease and maintenance	14,590	768	-	15,358
Utilities	25,462	1,317	481	27,260
Telephone	16,170	768	614	17,552
Amortization	10,367	562	438	11,367
Equipment	19,426	-	-	19,426
Fees and admissions	9,353	-	1,039	10,392
Bank charges	-	4,789	-	4,789
Merchant fund fees	-	-	7,275	7,275
Subscriptions	9,513	-	-	9,513
Payroll processing fees	7,385	406	325	8,116
Public communications - media	6,854	304	-	7,158
Books and publications	5,578	-	-	5,578
Total expenses	4,914,827	272,398	171,759	5,358,984
Less: Costs of direct benefits to donors included in revenue	-	-	(107,894)	(107,894)
Total functional expenses	$ 4,914,827	$ 272,398	$ 63,865	$ 5,251,090

See notes to consolidated financial statements.

COMMITTEE FOR ACCURACY IN MIDDLE EAST REPORTING IN AMERICA, INC. AND SUBSIDIARY
CONSOLIDATED STATEMENTS OF CASH FLOWS

	Years Ended December 31,	
	2023	2022
CASH FLOWS FROM OPERATING ACTIVITIES		
Change in net assets	$ 1,729,402	$ (2,158,313)
Adjustments to reconcile change in net assets to net cash provided (used) by operating activities:		
Depreciation	35,027	34,981
Amortization	17,301	11,367
Unrealized (gains) losses in fair value of investments	(1,353,406)	1,758,132
Realized (gains) losses on sale of investments	(498,876)	4,966
Noncash lease expense	237,152	231,504
(Increase) decrease in operating assets:		
Contributions receivable	(16,850)	39,302
Interest receivable	(2,539)	(1,737)
Other receivables	581,845	(307)
Prepaid expenses	(19,850)	69,885
Deposits	(182)	(48)
Increase (decrease) in operating liabilities:		
Accounts payable	32,008	18,448
Accrued expenses	45,806	15,699
Agency funds	(79,999)	20,001
Operating lease liabilities	(241,351)	(231,212)
Net cash provided (used) by operating activities	465,488	(187,332)
CASH FLOWS FROM INVESTING ACTIVITIES		
Proceeds from sale of investments	3,664,351	6,714
Purchase of investments	(4,933,125)	(51,433)
Purchase of design and media production	(18,370)	(17,005)
Net cash used by investing activities	(1,287,144)	(61,724)
Effect of exchange rate changes on cash and cash equivalents	(1,464)	(4,194)
Net decrease in cash and cash equivalents	(823,120)	(253,250)
CASH AND CASH EQUIVALENTS - BEGINNING OF YEAR	5,425,743	5,678,993
CASH AND CASH EQUIVALENTS - END OF YEAR	$ 4,602,623	$ 5,425,743

See notes to consolidated financial statements.

COMMITTEE FOR ACCURACY IN MIDDLE EAST REPORTING IN AMERICA, INC. AND SUBSIDIARY
CONSOLIDATED STATEMENTS OF CASH FLOWS

	Years Ended December 31,	
	2023	2022
SUPPLEMENTAL DISCLOSURE OF CASH FLOWS INFORMATION		
Cash paid for amounts included in the measurement of lease liabilities:		
Operating cash flows paid for operating leases	$ 257,029	$ 249,882
Right of use assets obtained in exchange for new operating lease liabilities	-	1,371,786

See notes to consolidated financial statements.

1. STATEMENT OF PURPOSE

Committee for Accuracy in Middle East Reporting in America, Inc. (CAMERA) is a national media-monitoring organization, founded in 1982 under the laws of the State of Maryland, that works to promote more accurate, balanced and complete coverage of Israel and the Middle East. Aware of the vital role of the mass media in shaping public perception and public policy, CAMERA seeks to educate both journalists and news consumers about the complex issues related to achieving peace in the Middle East. CAMERA is a non-profit tax-exempt organization under Section 501(c)(3) of the United States Internal Revenue Code and relies on donations from the general public.

CAMERA/Presspectiva (the Subsidiary) is a related entity located in Jerusalem, founded in 2012 under the laws of Israel. The purpose of the Subsidiary is to act as a review body for accurate and ethical reporting through the internet on the Israel-Arab conflict in the Hebrew language. The Subsidiary is supported primarily through contributions from CAMERA. CAMERA also has the ability to appoint and dismiss members of the Subsidiary.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Principles of Consolidation –

The accompanying consolidated financial statements include the accounts of Committee for Accuracy in Middle East Reporting in America, Inc. and CAMERA/Presspectiva (collectively, the Organization). All significant intercompany balances and transactions have been eliminated in the consolidated financial statements.

Basis of Presentation –

The consolidated financial statements of the Organization have been prepared on the accrual basis of accounting. Accordingly, assets are recorded when the Organization obtains the rights of ownership or is entitled to claim receipt, and liabilities are recorded when the obligation is incurred.

Use of Estimates –

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

Foreign Currency Translation –

The statements of financial position of the international Subsidiary are translated into U.S. dollars using the exchange rate at each statement of financial position date for assets and liabilities. The statements of activities of the international Subsidiary are translated into U.S. dollars based on weighted-average rates of exchange prevailing during the year. Translation adjustments are recorded in the accompanying consolidated statements of activities. The accumulated translation adjustment included in net assets as of December 31, 2023 and 2022 was $(10,507) and $(5,853), respectively.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Date of Management's Review –

Subsequent events have been evaluated by management through November 5, 2024, the date the consolidated financial statements were available to be issued.

Cash and Cash Equivalents –

Investments with a maturity of three months or less when purchased are considered to be cash equivalents for financial statement purposes. Also included as cash equivalents are money market funds earning standard money market rates, which fluctuate with the market.

Investments –

Investments are carried at fair value based on quoted market prices. Changes in fair value are reflected in the consolidated statements of activities. Investment income and gains restricted by donors are reported as increases in assets without donor restrictions if the restrictions are met (either by passage of time or by use) in the reporting period in which the income and gains are recognized.

Contribution and Grants Receivable –

The Organization records unconditional contributions and grants receivable that are expected to be collected within one year at net realizable value. Unconditional contributions and grants expected to be collected in future years are initially recorded at fair value using present value techniques incorporating risk-adjusted discount rates designed to reflect the assumptions market participants would use in pricing the asset. In subsequent years, amortization of the discounts is included in contribution or grants revenue in the consolidated statements of activities. The Organization determines the allowance for uncollectable contributions and grants receivable based on historical experience, an assessment of economic conditions, and a review of subsequent collections. Contributions and grants receivable are written off when deemed uncollectable. The allowance is based on management's estimate of possible bad debts. There is no allowance for uncollectible contributions and grants receivable at December 31, 2023 and 2022.

Fair Value of Financial Instruments –

The Organization follows ASC 820-10, "Fair Value Measurements", which applies to reported balances that are required or permitted to be measured at fair value under an existing accounting pronouncement. ASC 820-10 emphasizes that fair value is a market-based measurement, not an entity-specific measurement. Therefore, a fair value measurement should be determined based on the assumptions that market participants would use in pricing the asset or liability and establishes a fair value hierarchy. The fair value hierarchy consists of three levels of inputs that may be used to measure fair value as follows:

Level 1 – Inputs that utilize quoted prices (unadjusted) in active markets for identical assets or liabilities that the Organization has the ability to access.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Fair Value of Financial Instruments (Continued) –

Level 2 – Inputs that include quoted prices for similar assets and liabilities in active markets and inputs that are observable for the assets and liabilities, either directly or indirectly, for substantially the full term of the financial instrument. Fair values for these instruments are estimated using pricing models, quoted prices of securities with similar characteristics, or discounted cash flows.

Level 3 – Inputs that are unobservable inputs for the asset or liability, which are typically based on an entity's own assumptions, as there is little, if any, related market activity.

In instances where the determination of the fair value measurement is based on inputs from different levels of the fair value hierarchy, the level in the fair value hierarchy within which the entire fair value measurement falls is based on the lowest level input that is significant to the fair value measurement in its entirety.

Property and Equipment –

Property and equipment are recorded at cost if purchased or fair value if contributed. Routine maintenance and repairs are charged as a current expense. The Organization has a policy of capitalizing assets with a cost basis of $1,000 or more. The Organization provides for depreciation of property and equipment using the straight-line method over periods of three to fifteen years.

Design and Production Costs –

The Organization's policy is to amortize design and production costs using the straight-line method over the estimated useful life of the production, which is three years.

Net Assets –

Net assets, revenues, gains, and losses are classified based on the existence or absence of donor or grantor-imposed restrictions. Accordingly, net assets and changes therein are classified and reported as follows:

Net Assets Without Donor Restrictions – Net assets available for use in general operations and not subject to donor (or certain grantor) restrictions.

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

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Net Assets (Continued) –

The Organization reports contributions restricted by donors as increases in net assets without donor restrictions if the restrictions expire (that is, when a stipulated time restriction ends or purpose restriction is accomplished) in the reporting period in which the revenue is recognized. All other donor-restricted contributions are reported as increases in net assets with donor restrictions, depending on the nature of the restrictions. When a restriction expires, net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the consolidated statements of activities as net assets released from restrictions.

Revenue Recognition –

Special events revenue is comprised of sponsorship and event ticket revenue. Annual sponsorship revenue is recognized at the time of donation. Event sponsorship and event ticket revenues are recognized when the event occurs. Fees received in advance of the event are deferred to the applicable period in which the event occurs.

Contributions, including grants, are recognized when cash, securities or other assets, an unconditional promise to give, or notification of a beneficial interest is received. All contributions are considered to be available for unrestricted use unless specifically restricted by the donor. Amounts received that are designated for future periods or restricted by the donor for specific purposes are reported as increases in net assets with donor restrictions. Conditional promises to give are not recognized until the conditions on which they depend have been substantially met.

Contributed securities are recorded at fair value at the date of donation. The Fund's policy is to sell donated securities nearly immediately upon receipt. The Fund follows ASC 958-230, *Classification of the Sale Proceeds of Donated Financial Assets in the Statement of Cash Flows,* which provides that such contributions should be classified as cash flows from operating activities in the statement of cash flows unless the donor restricts the use of the contributed resources to long-term purposes, in which case those cash receipts should be classified as cash flows from financing activities. For the years ended December 31, 2023 and 2022, $29,910 and $22,925 of donated securities were sold nearly immediately for proceeds of $28,469 and $24,466, respectively. The donated securities sold for the years ended December 31, 2023 and 2022 resulted in realized gains (losses) of ($573) and $156, respectively. The impact of donated securities sold nearly immediately has not been separately presented on the consolidated statements of cash flows for the years ended December 31, 2023 and 2022. In addition, for the year ended December 31, 2023, donated securities of $15,940 were sold nearly immediately however the sale proceeds were received subsequent to year end.

Contributions in the form of property and equipment and other assets are recorded at fair value on the date the donation is received. Contributed services that require specialized skills are recognized as revenue at the estimated fair value when the service is received. In addition, individuals volunteer their time and perform a variety of tasks that assist the Organization, but these services do not meet the criteria for recognition as contributed services.

When significant, donations of professional services are recorded at their estimated fair value based on the standard hourly rate the service provider would ordinarily charge and are reflected as both a contribution and expense in the consolidated statements of activities.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Revenue Recognition (Continued) –

Disaggregation of Revenue from Contracts with Customers

Revenues from ticket sales was recognized at a point in time totaling $41,973 and $212,154 for the years ended December 31, 2023 and 2022, respectively.

Employee Retention Tax Credits –

The Employee Retention Tax Credit (ERTC) is a fully refundable tax credit for qualified wages (including qualified health plan expenses) that eligible employers pay their employees. The maximum amount of qualified wages taken into account with respect to each employee for all 2020 calendar quarters is $10,000, of which 50% is eligible for the ERTC for a total maximum credit of $5,000 per employee. The Consolidated Appropriations Act of 2021 (CAA) substantially and retroactively expanded the ERTC, allowing some employers not previously eligible under the CARES Act to now be eligible under the CAA and retroactively claim the credit on qualified wages. Changes under the CAA also included modifying and extending the ERTC for six months through June 30, 2021. As a result of the new legislation, eligible employers can now claim a refundable tax credit against the employer share of Social Security tax equal to 70% of the qualified wages (limited to $10,000 per employee per calendar quarter in 2021) they pay to employees after December 31, 2020, through June 30, 2021. The American Rescue Plan Act of 2021 further extended the ERTC through December 31, 2021, but the Infrastructure Investment and Jobs Act ended the ERTC as of September 30, 2021. The maximum ERTC available is $7,000 per employee per calendar quarter, for a total of $21,000 for 2021.

During the year ended December 31, 2021, the Organization retroactively applied for the ERTC for qualified wages paid during the last three quarters in 2020 and in the second and third quarters of 2021 totaling $616,324. The Organization elected to account for the ERTC as a conditional grant. The Organization determined that the conditions were met at the time the qualified wages were paid, and therefore recognized grant revenue in the consolidated statement of activities for the year ended December 31, 2021.

During the year ended December 31, 2023, the Organization received ERTC refunds totaling approximately $582,000. ERTC receivable for the years ended December 31, 2023 and 2022 was $34,786 and $616,324, respectively.

Functional Expenses –

The Organization allocates expenses on a functional basis among its programs and supporting services. Supporting services are those related to operating and managing the Organization and its programs on a day-to-day basis and are composed of the following:

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Functional Expenses (Continued) –

Management and general – includes all activities related to the Organization's internal management and accounting for program services.

Fundraising – includes activities related to maintaining contributor information, writing grant proposals, distribution of materials and other similar projects related to the procurement of funds for the Organization's programs.

Expenses that can be identified with a specific program or supporting service are allocated directly to those classifications. The consolidated financial statements report certain categories of expenses that are attributable to one or more programs or supporting functions of the Organization. These expenses include personnel salaries, benefits, and payroll taxes, utilities, insurance, amortization, depreciation, printing and postage, office supplies, and rent. The allocation of these expenses between program services, management and general, and fundraising expenses are based on actual asset usage and estimates of time and effort.

Allocations of functional expenses are based on management's discretion and estimates. These variables may change from year to year. As a result, there may be fluctuations in the comparative presentation of data from year to year.

Leases –

The determination of whether an arrangement is a lease is made at the lease's inception. Under ASC 842, a contract is (or contains) a lease if it conveys the right to control the use of an identified asset for a period of time in exchange for consideration. Control is defined under the standard as having both the right to obtain substantially all of the economic benefits from use of the asset and the right to direct the use of the asset. Management only reassesses its determination if the terms and conditions of the contract are changed.

Right-of-use (ROU) assets represent the Company's right to use an underlying asset for the lease term, and lease liabilities represent the Company's obligation to make lease payments. ROU assets and lease liabilities are recognized at the lease commencement date based on the present value of lease payments over the lease term. The Company does not recognize right-of-use assets and related liabilities that arise from certain leases with terms of twelve months or less. The Company has elected to not separate lease and non-lease components for its leases. The Company uses the implicit rate when it is readily determinable and a risk-free discount rate to calculate lease liabilities for its leases when the rate implicit in the lease is not known. ROU assets also include any prepaid lease payments made and exclude any lease incentives. Lease expense for lease payments on operating leases is recognized on a straight-line basis over the lease term.

Income Taxes –

The Organization is organized and operated exclusively for charitable and educational purposes. Income related to these purposes is exempt from federal and state income taxes under the provisions of Section 501(c)(3) of the Internal Revenue Code. Unrelated business income would be taxable according to applicable Internal Revenue Code sections.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Income Taxes (Continued) –

The Organization regularly reviews and evaluates its tax positions taken in its filed returns and recognizes the benefit from a tax position only if it is more likely than not that the position would be sustained upon audit based solely on the technical merits of the tax position. The Organization accrues interest and penalties on uncertain tax positions as a component of the provision for income taxes.

The Organization files federal, California, Florida, Massachusetts, and New York tax returns. The statute of limitations for these jurisdictions is generally three years. The Organization had no returns under examination as of December 31, 2023.

Advertising Expense –

The Organization's policy is to expense advertising costs as incurred. Advertising expense for the years ended December 31, 2023 and 2022 was $86,186 and $30,734, respectively.

Joint Costs –

The Organization's policy is to allocate costs of multi-purpose materials that include fundraising appeals to fundraising, management and general, and program services. Acquisition mailings, annual appeal mailings and renewal mailings are considered joint costs, and management determines the extent of the fundraising allocation based on the content of each publication.

Recently Adopted Accounting Pronouncement –

In June 2016, the Financial Accounting Standards Board (FASB) issued ASU 2016-13, *Financial Instruments – Credit Losses (Topic 326): Measurement of Credit Losses on Financial Instruments*. The FASB also subsequently issued additional ASUs amending certain aspects of ASU 2016-13. ASU 2016-13 revises the accounting requirements related to the measurement of credit losses by shifting from the incurred loss model to the expected loss model whereby entities are required to measure all expected credit losses for financial assets based on historical experience, current conditions, and reasonable and supportable forecasts about collectability. Assets must be presented in the financial statements at the net amount expected to be collected. Under the standard, disclosures are required to provide users of the financial statements with useful information in analyzing an entity's exposure to credit risk and the measurement of credit losses. There are no financial assets held by the Organization that are subject to the guidance in FASB ASC 326.

On January 1, 2023, the Organization adopted the new accounting standard and all of the related amendments using the modified retrospective method. The impact of the adoption was not considered material to the financial statements.

3. CONCENTRATION OF CREDIT RISK AND MARKET RISK

Financial instruments that potentially subject the Organization to concentrations of credit and market risk consist primarily of cash and cash equivalents and investments.

Cash and Cash Equivalents –

The Organization maintains its cash in several bank deposit and investment accounts, which at times may exceed the federally insured limits. The Organization has not experienced any losses in such accounts and believes it is not exposed to any significant credit risks on cash and cash equivalents.

Investments –

The Organization invests in professionally managed portfolios that contain various securities which are exposed to market and credit risk. Due to the level of risk associated with such investments and the level of uncertainty related to changes on the value of such investments, it is at least reasonably possible that changes in the near term could materially affect investment balances and the amounts reported in the consolidated financial statements.

4. LIQUIDITY AND FUNDS AVAILABLE

The following table reflects the Organization's consolidated financial assets as of December 31, 2023 and 2022, reduced by amounts not available for general expenditure within one year. Financial assets are considered unavailable when illiquid or not convertible to cash within one year, contributions restricted by donors beyond one year, or specified purpose, or assets held for others.

	December 31,	
	2023	2022
Financial assets:		
Cash and cash equivalents	$ 4,602,623	$ 5,425,742
Investments	9,277,902	6,156,846
Contributions receivable	57,200	40,350
Interest receivable	24,062	21,523
Other receivable	34,786	616,631
Financial assets, at year end	14,031,359	12,877,723
Less those unavailable for general expenditure within one year, due to:		
Agency funds	2,259	82,258
Net assets restricted for time or purpose	-	100,000
	2,259	182,258
Financial assets available to meet cash needs for general expenditures within one year	$ 14,029,100	$ 12,695,465

The Organization receives significant contributions without donor restrictions and considers contributions restricted for programs which are ongoing, major, and central to its annual operations to be available to meet cash needs for general expenditures. The Organization manages its liquidity and reserves following three guiding principles. Operating within a prudent range of financial soundness and stability, maintaining adequate liquid assets to fund near-term operating needs, and maintaining sufficient reserves to provide reasonable assurance that long-term obligations will be discharged. The Organization has a liquidity policy to maintain current financial assets less current liabilities at a minimum of 30 days operating expenses. To achieve these targets, the entity forecasts its future cash flows and monitors its liquidity quarterly and monitors its reserves annually. During the years ended December 31, 2023 and 2022, the level of liquidity and reserves was managed within the policy requirements.

5. CONTRIBUTIONS RECEIVABLE, NET

Contributions receivable are due to be collected as follows:

	December 31, 2023	December 31, 2022
Amounts due in:		
Less than one year	$ 57,200	$ 40,350
	$ 57,200	$ 40,350

6. INVESTMENTS

Investments consisted of the following:

	December 31, 2023 Cost	December 31, 2023 Market Value	December 31, 2022 Cost	December 31, 2022 Market Value
Exchange traded funds	$ 3,488,578	$ 7,485,165	$ 3,372,004	$ 6,066,488
Corporate bonds	998,371	998,596	-	-
Fixed income securities	477,066	496,285	-	-
Equities	112,527	97,856	118,175	90,358
Government bonds	200,000	200,000	-	-
	$ 5,276,542	$ 9,277,902	$ 3,490,179	$ 6,156,846

Net investment return consists of the following:

	Years Ended December 31, 2023	Years Ended December 31, 2022
Unrealized gain (loss)	$ 1,353,406	$ (1,758,132)
Dividend and interest income	228,830	121,892
Realized gain (loss)	498,876	(4,966)
Less: Investment advisory fees	(48,386)	(45,000)
Total net investment return	$ 2,032,726	$ (1,686,206)

7. FAIR VALUE MEASUREMENTS

The following tables summarize the Organization's fair value hierarchy for its financial assets measured at fair value on a recurring basis, using quoted prices in active market for identical assets (Level 1); significant other observable inputs (Level 2); and significant unobservable inputs (Level 3).

	Assets at Fair Value as of December 31, 2023			
Description of Assets	Total	Level 1	Level 2	Level 3
Exchange traded funds	$ 7,485,165	$ 7,485,165	$ -	$ -
Corporate bonds	998,596	998,596	-	-
Fixed income securities	496,285	496,285	-	-
Government bonds	200,000	-	200,000	-
Equities:				
Telecommunications	3,356	3,356	-	-
Entertainment	89,422	89,422	-	-
Financial technology	5,078	5,078	-	-
Total equities	97,856	97,856	-	-
Total assets measured at fair value	$ 9,277,902	$ 9,077,902	$ 200,000	$ -

	Assets at Fair Value as of December 31, 2022			
Description of Assets	Total	Level 1	Level 2	Level 3
Exchange traded funds	$ 6,066,488	$ 6,066,488	$ -	$ -
Corporate bonds	-	-	-	-
Fixed income securities	-	-	-	-
Government bonds	-	-	-	-
Equities:				
Telecommunications	3,682	3,682	-	-
Entertainment	86,676	86,676	-	-
Financial technology	-	-	-	-
Total equities	90,358	90,358	-	-
Total assets measured at fair value	$ 6,156,846	$ 6,156,846	$ -	$ -

8. PROPERTY AND EQUIPMENT, NET

Property and equipment consisted of the following:

	December 31, 2023	December 31, 2022
Leasehold improvements	$ 340,979	$ 341,972
Computers, software, and equipment	105,807	106,099
Furniture and fixtures	76,644	76,978
	523,430	525,049
Less: Accumulated depreciation	403,753	370,040
	$ 119,677	$ 155,009

Depreciation expense related to property and equipment for the years ended December 31, 2023 and 2022 was $35,027 and $39,056, respectively.

9. DESIGN AND PRODUCTION COSTS, NET

Website design and production costs include costs associated with the initial implementation of the website, development of new websites, and the Organization's educational DVD and are reported net of accumulated amortization. Amortization expense for the years ended December 31, 2023 and 2022 totaled $17,301 and $11,367, respectively.

Design and production costs consisted of the following:

	December 31, 2023	December 31, 2022
Website	$ 203,743	$ 185,374
Spanish website	68,061	68,061
Student website	16,751	16,751
DVD production costs	12,041	12,041
1948 website	6,265	6,265
Presspectiva website	4,536	4,652
Eyes on Israel	4,285	4,285
	315,682	297,429
Less: Accumulated amortization	290,454	273,270
	$ 25,228	$ 24,159

9. DESIGN AND PRODUCTION COSTS, NET (Continued)

Estimated future amortization expense associated with the Organization's website design and production costs is as follows:

Year Ending December 31,		
2024		15,997
2025		8,013
2026		1,218
	$	25,228

10. AGENCY FUNDS

In accordance with donor requests, the Organization acts as a fiscal agent of funds held for the benefit of other organizations. There are no formal agreements related to the funds held by the Organization. The assets and liabilities for the agency funds totaled $2,259 and $82,258 as of December 31, 2023 and 2022, respectively.

11. LEASES

The Organization leases office space and equipment under lease agreements expiring in August 2027 and 2028. The office lease includes an option to renew, with renewal terms that can extend the lease term for five to ten years. The exercise of lease renewal options is at the Organization's sole discretion. The Organization's lease agreements do not contain any material residual value guarantees or material restrictive covenants.

The following summarizes the line item in the statements of activities which include the components of lease expense:

		Years Ended June 30	
Lease Cost	Classification	2023	2022
Operating lease expense	Operating expenses	$ 326,114	$ 326,705

(a) Includes short term and variable lease costs of $78,320 and $76,530 for the years ended December 31, 2023 and 2022, respectively, as described further in Note 15.

11. LEASES (Continued)

The maturities of operating lease liabilities as of December 31, 2023, were as follows:

	Operating Leases
Year Ending December 31,	
2024	$ 261,979
2025	266,929
2026	271,879
2027	184,429
Total future lease commitments	985,216
Less: imputed interest	25,767
Present value of lease liabilities	959,449
Less: current portion of operating lease liabilities	249,901
Operating lease liabilities, net of current portion	$ 709,548

The following summarizes the weighted average remaining lease term and discount rate:

	December 31	
	2023	2022
Weighted-Average Remaining Lease Term (Years)		
Operating leases	3.67	4.67
Weighted-Average Discount Rate		
Operating leases	1.47%	1.47%

12. NET ASSETS WITH DONOR RESTRICTIONS

Net assets with donor restrictions are restricted for the following purpose or periods as follows:

	December 31,	
	2023	2022
Subject to expenditure after a period of time:	-	100,000
Total net assets with donor restrictions	$ -	$ 100,000

There were no net assets restricted in perpetuity as of December 31, 2023 and 2022.

Certain assets with donor restrictions were released from restriction during the years ended December 31, 2023 and 2022 by satisfaction of the restricted purpose specified by the donor or due to the passage of time, and were reclassified as net assets without donor restrictions as follows:

	Years Ended December 31,	
	2023	2022
Arab Project	$ -	$ 246,960
Campus Project	-	128,717
Passage of time	100,000	-
	$ 100,000	$ 375,677

13. JOINT COSTS

Activities related to direct mailings, which include postage, production and printing costs, included joint costs of $88,678 and $98,206 for the years ended December 31, 2023 and 2022, which were not specifically identifiable to either the program component or the fundraising component of the activities. Of these joint costs, $11,013 and $14,380 was allocated to fundraising in 2023 and 2022, respectively, and the balance was allocated to program activities.

14. RETIREMENT PLAN

The Organization sponsors a qualified retirement plan for all eligible employees, whereby employees may elect to defer a portion of their salary on a pre-tax basis. The Organization matches 50% of the deferral up to the first 6% of the salary. Matching contributions for the years ended December 31, 2023 and 2022 totaled $68,406 and $58,691, respectively.

15. COMMITMENTS

The Subsidiary leases an office in Israel under a lease that expires on October 31, 2024. The lease agreement requires quarterly payments of $11,000 through October 31, 2023, with a two percent increase on the first day of November each year. For securing the lease agreement, the Subsidiary deposited in the bank $12,927 in a long-term deposit pledged for the purpose of a bank guarantee given to the landlord of the property. Subsequent to year end, the Organization extended the lease to expire on October 31, 2025. The Organization has not recorded a right of use asset or lease liability as it was not deemed material.

Future minimal rental payments required over the remaining terms of this lease are as follows:

Year Ending December 31,		
2024	$	66,351

16. RELATED PARTY TRANSACTIONS

The Organization receives donated investment advisory and computer services provided by companies owned by certain members of the Board of Directors. The Organization recognized $48,386 and $45,000 for donated investment advisory services for the years ended December 31, 2023 and 2022, respectively. In addition, the organization recognized $5,775 of donated computer services for the year ended December 31, 2022. There were no donated computer services recognized for the year ended December 31, 2023.

SUPPLEMENTARY INFORMATION

COMMITTEE FOR ACCURACY IN MIDDLE EAST REPORTING IN AMERICA, INC. AND SUBSIDIARY
CONSOLIDATING STATEMENT OF FINANCIAL POSITION

December 31, 2023

ASSETS

	CAMERA	CAMERA/ Presspectiva	Eliminating Entries	Consolidated Totals
Cash and cash equivalents	$ 4,362,723	$ 239,900	$ -	$ 4,602,623
Investments	9,277,902	-	-	9,277,902
Contributions receivable	57,200	-	-	57,200
Interest receivable	24,062	-	-	24,062
Other receivables	34,786	-	-	34,786
Prepaid expenses	69,269	18,228	-	87,497
Deposits	19,185	12,682	-	31,867
Property and equipment, net	110,332	9,345	-	119,677
Design and production costs, net	25,228	-	-	25,228
Trademark	1,639	-	-	1,639
Right of use assets - operating leases	903,131	-	-	903,131
Total assets	$ 14,885,457	$ 280,155	$ -	$ 15,165,612

LIABILITIES AND NET ASSETS

	CAMERA	CAMERA/ Presspectiva	Eliminating Entries	Consolidated Totals
LIABILITIES				
Accounts payable	$ 75,470	$ 3,261	$ -	$ 78,731
Accrued expenses	101,795	87,043	-	188,838
Agency funds	2,259	-	-	2,259
Operating lease liabilities	959,449	-	-	959,449
Total liabilities	1,138,973	90,304	-	1,229,277
NET ASSETS				
Net assets without donor restrictions	13,746,484	189,851	-	13,936,335
Net assets with donor restrictions	-	-	-	-
Total net assets	13,746,484	189,851	-	13,936,335
Total liabilities and net assets	$ 14,885,457	$ 280,155	$ -	$ 15,165,612

COMMITTEE FOR ACCURACY IN MIDDLE EAST REPORTING IN AMERICA, INC. AND SUBSIDIARY
CONSOLIDATING STATEMENT OF FINANCIAL POSITION

	December 31, 2022			
	ASSETS			
	CAMERA	CAMERA/ Presspectiva	Eliminating Entries	Consolidated Totals
Cash and cash equivalents	$ 5,182,638	$ 243,105	$ -	$ 5,425,743
Investments	6,156,846	-	-	6,156,846
Contributions receivable	40,350	-	-	40,350
Interest receivable	21,523	-	-	21,523
Other receivables	616,631	-	-	616,631
Prepaid expenses	50,535	17,566	-	68,101
Deposits	19,185	12,824	-	32,009
Property and equipment, net	140,221	14,788	-	155,009
Design and production costs, net	24,159	-	-	24,159
Trademark	1,639	-	-	1,639
Right of use assets - operating leases	1,140,283	-	-	1,140,283
Total assets	$ 13,394,010	$ 288,283	$ -	$ 13,682,293
	LIABILITIES AND NET ASSETS			
LIABILITIES				
Accounts payable	$ 45,592	$ 1,188	$ -	$ 46,780
Accrued expenses	35,831	109,691	-	145,522
Agency funds	82,258	-	-	82,258
Operating lease liabilities	1,200,800	-	-	1,200,800
Total liabilities	1,364,481	110,879	-	1,475,360
NET ASSETS				
Net assets without donor restrictions	11,929,529	177,404	-	12,106,933
Net assets with donor restrictions	100,000	-	-	100,000
Total net assets	12,029,529	177,404	-	12,206,933
Total liabilities and net assets	$ 13,394,010	$ 288,283	$ -	$ 13,682,293

COMMITTEE FOR ACCURACY IN MIDDLE EAST REPORTING IN AMERICA, INC. AND SUBSIDIARY
CONSOLIDATING STATEMENT OF ACTIVITIES

	Year Ended December 31, 2023			
	CAMERA	CAMERA/ Presspectiva	Eliminating Entries	Consolidated Totals
REVENUES				
Contributions	$ 5,298,574	$ 913,130	$ (912,551)	$ 5,299,153
Special event revenue	439,239	-	-	439,239
Less: Costs of direct benefits to donors	(126,015)	-	-	(126,015)
Net revenue from special event	313,224	-	-	313,224
Donated services	48,386	-	-	48,386
Net investment return	2,032,726	-	-	2,032,726
Rental of lists	1,399	-	-	1,399
Total revenues	7,694,309	913,130	(912,551)	7,694,888
OPERATING EXPENSES				
Program services	5,438,862	805,435	(912,551)	5,331,746
Supporting services -				
Management and general	194,673	95,248	-	289,921
Fundraising	339,165	-	-	339,165
Total supporting services	533,838	95,248	-	629,086
Total expenses	5,972,700	900,683	(912,551)	5,960,832
OTHER INCOME (LOSS)				
Foreign currency translation adjustment	(4,654)	-	-	(4,654)
Change in net assets	1,716,955	12,447	-	1,729,402
NET ASSETS - BEGINNING OF YEAR	12,029,529	177,404	-	12,206,933
NET ASSETS - END OF YEAR	$ 13,746,484	$ 189,851	$ -	$ 13,936,335

COMMITTEE FOR ACCURACY IN MIDDLE EAST REPORTING IN AMERICA, INC. AND SUBSIDIARY
CONSOLIDATING STATEMENT OF ACTIVITIES

	Year Ended December 31, 2022			
	CAMERA	CAMERA/ Presspectiva	Eliminating Entries	Consolidated Totals
REVENUES				
Contributions	$ 4,180,057	$ 1,046,429	$ (1,046,375)	$ 4,180,111
Special event revenue	668,547	-	-	668,547
Less: Costs of direct benefits to donors	(107,894)	-	-	(107,894)
Net revenue from special event	560,653	-	-	560,653
Donated services	50,775	-	-	50,775
Net investment return	(1,686,206)	-	-	(1,686,206)
Rental of lists	2,884	-	-	2,884
Total revenues	3,108,163	1,046,429	(1,046,375)	3,108,217
OPERATING EXPENSES				
Program services	5,128,651	832,551	(1,046,375)	4,914,827
Supporting services -				
Management and general	174,077	98,321	-	272,398
Fundraising	63,865	-	-	63,865
Total supporting services	237,942	98,321	-	336,263
Total expenses	5,366,593	930,872	(1,046,375)	5,251,090
OTHER INCOME (LOSS)				
Foreign currency translation adjustment	(15,440)	-	-	(15,440)
Change in net assets	(2,273,870)	115,557	-	(2,158,313)
NET ASSETS - BEGINNING OF YEAR	14,303,399	61,847	-	14,365,246
NET ASSETS - END OF YEAR	$ 12,029,529	$ 177,404	$ -	$ 12,206,933

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