

DETENTION WATCH NETWORK

FINANCIAL STATEMENTS

DECEMBER 31, 2023 AND 2022



Certified Public Accountants

Table of Contents

Independent Auditor's Report

Financial Statements

Statements of Financial Position.....	5
Statements of Activities.....	6 - 7
Statements of Functional Expenses.....	8 - 9
Statements of Cash Flows.....	10
Notes to Financial Statements	11 - 17



Certified Public Accountants

Independent Auditor's Report

To the Board of Directors
Detention Watch Network
1730 Rhode Island Ave NW, Suite 707
Washington, DC 20006

Opinion

We have audited the accompanying financial statements of **Detention Watch Network** (a nonprofit organization), which comprise the statements of financial position as of December 31, 2023 and 2022, and the related statements of activities, functional expenses, and cash flows for the years then ended, and the related notes to the financial statements.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of **Detention Watch Network** as of December 31, 2023 and 2022, 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.

Basis for Opinion

We conducted our audits in accordance with auditing standards generally accepted in the United States of America. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of **Detention Watch Network** and to meet our other ethical responsibilities in accordance with the relevant ethical requirements relating to our audits. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about **Detention Watch Network's** ability to continue as a going concern within one year after the date that the financial statements are available to be issued.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements, including omissions, are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with generally accepted auditing standards, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of **Detention Watch Network'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 **Detention Watch Network'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.

Kositzka, Wicks and Company

Alexandria, Virginia
June 17, 2024

Detention Watch Network

Statements of Financial Position December 31,

2023
2022

Assets

Current assets

Cash and cash equivalents	\$ 5,878,753	\$ 5,979,433
Contributions receivable, current	728,869	1,140,575
Other receivables	100,000	-
Prepaid expenses	58,411	22,178
	<u>6,766,033</u>	<u>7,142,186</u>

Non-current assets

Security deposits	4,550	5,300
Contributions receivable, net of current portion	73,529	490,196
Property and equipment, net	23,877	31,282
Operating lease right-of-use asset	29,100	78,636
	<u>131,056</u>	<u>605,414</u>
Total assets	<u>\$ 6,897,089</u>	<u>\$ 7,747,600</u>

Liabilities and net assets

Current liabilities

Accounts payable and accrued expenses	\$ 53,176	\$ 75,702
Payroll liabilities	22,248	29,996
Grant advances	12,000	-
Operating lease obligations, current	33,626	55,593
	<u>121,050</u>	<u>161,291</u>

Long-term liabilities

Operating lease obligations, net of current portion	-	33,626
Total liabilities	<u>121,050</u>	<u>194,917</u>

Net assets

Without donor restrictions	5,431,589	4,119,819
With donor restrictions	1,344,450	3,432,864
Total net assets	<u>6,776,039</u>	<u>7,552,683</u>
Total liabilities and net assets	<u>\$ 6,897,089</u>	<u>\$ 7,747,600</u>

See accompanying notes and independent auditor's report.

Detention Watch Network

Statement of Activities for the year ended December 31, 2023

	Without donor restrictions	With donor restrictions	Total
Support and revenue			
Contributions	\$ 19,385	\$ -	\$ 19,385
Foundation grants	1,021,020	1,118,313	2,139,333
Interest income	200,774	-	200,774
Membership dues	142,960	-	142,960
Program revenue	7,578	-	7,578
Retail sales	426	-	426
Miscellaneous revenue	560	-	560
Loss on disposal of assets	(296)	-	(296)
Net assets released from restrictions	3,206,727	(3,206,727)	-
	<u>4,599,134</u>	<u>(2,088,414)</u>	<u>2,510,720</u>
Expenses			
Program services			
Communications	594,721	-	594,721
Advocacy	730,280	-	730,280
Organizing	563,925	-	563,925
Member capacity building	393,724	-	393,724
	<u>2,282,650</u>	<u>-</u>	<u>2,282,650</u>
Supporting services			
Management and general	849,544	-	849,544
Fundraising	155,170	-	155,170
	<u>3,287,364</u>	<u>-</u>	<u>3,287,364</u>
Change in net assets	1,311,770	(2,088,414)	(776,644)
Net assets, beginning of year	4,119,819	3,432,864	7,552,683
Net assets, end of year	<u>\$ 5,431,589</u>	<u>\$ 1,344,450</u>	<u>\$ 6,776,039</u>

See accompanying notes and independent auditor's report.

Detention Watch Network

Statement of Activities for the year ended December 31, 2022

	Without donor restrictions	With donor restrictions	Total
Support and revenue			
Contributions	\$ 216,710	\$ -	\$ 216,710
Foundation grants	688,039	1,540,000	2,228,039
Interest income	378	-	378
Membership dues	99,428	-	99,428
Program revenue	24,755	-	24,755
Retail sales	1,653	-	1,653
Special events, net of direct benefits to donors of \$6,633	21,723	-	21,723
Net assets released from restrictions	<u>2,113,996</u>	<u>(2,113,996)</u>	<u>-</u>
	<u>3,166,682</u>	<u>(573,996)</u>	<u>2,592,686</u>
Expenses			
Program services			
Communications	464,445	-	464,445
Advocacy	627,831	-	627,831
Organizing	745,163	-	745,163
Member capacity building	<u>675,728</u>	<u>-</u>	<u>675,728</u>
	<u>2,513,167</u>	<u>-</u>	<u>2,513,167</u>
Supporting services			
Management and general	871,796	-	871,796
Fundraising	<u>146,727</u>	<u>-</u>	<u>146,727</u>
	<u>3,531,690</u>	<u>-</u>	<u>3,531,690</u>
Change in net assets	(365,008)	(573,996)	(939,004)
Net assets, beginning of year	<u>4,484,827</u>	<u>4,006,860</u>	<u>8,491,687</u>
Net assets, end of year	<u>\$ 4,119,819</u>	<u>\$ 3,432,864</u>	<u>\$ 7,552,683</u>

See accompanying notes and independent auditor's report.

Detention Watch Network

Statement of Functional Expenses for the year ended December 31, 2023

Expenses	Program Services					Supporting services		Total
	Communications	Advocacy	Organizing	Member capacity building	Total	Management and general	Fundraising	
Accounting and legal	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 95,279	\$ -	\$ 95,279
Depreciation	2,388	3,478	2,761	1,306	9,933	3,771	865	14,569
Employee benefits	45,656	68,010	48,611	22,296	184,573	77,255	15,420	277,248
Grants	18,000	25,000	21,758	153,154	217,912	-	100	218,012
Insurance	-	-	-	-	-	16,234	-	16,234
Occupancy costs	8,426	10,834	10,592	5,537	35,389	11,555	3,611	50,555
Office expenses	4,849	14,604	1,693	887	22,033	17,693	8,869	48,595
Professional services	186,955	114,419	28,012	12,171	341,557	32,059	7,544	381,160
Payroll taxes and fees	24,660	34,476	28,410	12,751	100,297	38,461	8,846	147,604
Salaries	292,667	426,200	342,658	163,426	1,224,951	457,420	107,225	1,789,596
Travel and meetings	4,919	24,226	72,260	18,805	120,210	90,025	443	210,678
Website and technology	6,201	9,033	7,170	3,391	25,795	9,792	2,247	37,834
Total functional expenses	\$ 594,721	\$ 730,280	\$ 563,925	\$ 393,724	\$ 2,282,650	\$ 849,544	\$ 155,170	\$ 3,287,364

See accompanying notes and independent auditor's report.

Detention Watch Network

Statement of Functional Expenses for the year ended December 31, 2022

	Program Services					Supporting services		Total
	Communications	Advocacy	Organizing	Member capacity building	Total	Management and general	Fundraising	
Expenses								
Accounting and legal	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 79,399	\$ -	\$ 79,399
Depreciation	2,096	2,832	2,541	1,049	8,518	3,220	654	12,392
Employee benefits	19,515	28,447	21,646	9,443	79,051	148,814	4,848	232,713
Grants	-	-	243,057	230,552	473,609	-	-	473,609
Insurance	-	-	30	-	30	14,628	-	14,658
Occupancy costs	10,899	10,899	-	12,317	34,115	28,338	2,943	65,396
Office expenses	6,398	16,932	4,862	5,759	33,951	16,921	11,826	62,698
Professional services	91,486	76,622	23,646	70,095	261,849	71,113	11,451	344,413
Payroll taxes and fees	25,501	33,168	30,062	11,875	100,606	29,216	8,012	137,834
Salaries	301,196	406,181	368,007	151,867	1,227,251	353,735	95,227	1,676,213
Travel and meetings	1,363	44,655	44,049	179,773	269,840	117,211	16,529	403,580
Website and technology	5,991	8,095	7,263	2,998	24,347	9,201	1,870	35,418
Total expenses by function	<u>464,445</u>	<u>627,831</u>	<u>745,163</u>	<u>675,728</u>	<u>2,513,167</u>	<u>871,796</u>	<u>153,360</u>	<u>3,538,323</u>
Less expenses included with revenues on the statement of activities								
Cost of direct benefits to donors	-	-	-	-	-	-	(6,633)	(6,633)
Total functional expenses	<u>\$ 464,445</u>	<u>\$ 627,831</u>	<u>\$ 745,163</u>	<u>\$ 675,728</u>	<u>\$ 2,513,167</u>	<u>\$ 871,796</u>	<u>\$ 146,727</u>	<u>\$ 3,531,690</u>

See accompanying notes and independent auditor's report.

Detention Watch Network

Statements of Cash Flows for the years ended December 31,

2023
2022

Cash flows from operating activities

Change in net assets	\$ (776,644)	\$ (939,004)
Adjustments to reconcile change in net assets to net cash from operating activities		
Depreciation	14,569	12,392
Change in operating lease obligations	(6,057)	7,771
Loss on disposal of assets	296	-
(Increase) decrease in operating assets		
Contributions receivable	828,373	1,283,622
Other receivables	(100,000)	-
Prepaid expenses	(36,233)	280,837
Security deposits	750	7,584
Increase (decrease) in operating liabilities		
Accounts payable	(22,526)	58,130
Payroll liabilities	(7,748)	7,023
Grant advances	12,000	-
Net cash provided by (used in) operating activities	(93,220)	718,355

Cash flows from investing activities

Purchase of property and equipment	(7,460)	(17,959)
Net cash used in investing activities	(7,460)	(17,959)

Net change in cash and cash equivalents

(100,680) 700,396

Cash and cash equivalents, beginning of year

5,979,433 5,279,037

Cash and cash equivalents, end of year

\$ 5,878,753 \$ 5,979,433

Supplemental disclosure of cash flow information

Interest paid	\$ -	\$ -
Income taxes paid	\$ -	\$ -

See accompanying notes and independent auditor's report.

Detention Watch Network

Notes to Financial Statements December 31, 2023 and 2022

1. Organization

Detention Watch Network (the Organization) is a 501(c)(3) organization, founded in 1997 with articles of incorporation in 2018 and 501(c)(3) recognition in 2019, and is organized for charitable and educational purposes, including: fighting for the dignity and liberation of those affected by the U.S. immigration detention system through collective advocacy, grassroots organizing, and strategic communications.

Detention Watch Network's main sources of revenue include contributions and grants from foundations and individuals.

2. Summary of significant accounting policies

Basis of accounting

The accompanying financial statements are prepared on the accrual basis of accounting in conformity with accounting principles generally accepted in the United States of America (U.S. GAAP).

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 in two categories as described below.

Net assets without donor restrictions are net assets available for use in general operations and not subject to donor restrictions.

Net assets with donor restrictions are net assets subject to donor-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.

Use of estimates

The preparation of financial statements in conformity with U.S. 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 revenue and expenses during the reporting period. Actual results could differ from those amounts.

Cash and cash equivalents

For purposes of the statement of cash flows, Detention Watch Network considers all cash and unrestricted highly liquid investments with an initial maturity of three months or less to be cash equivalents. Cash held in federally insured institutions may, at times, exceed federally insured limits. FDIC insurance on interest-bearing accounts is \$250,000 per depositor, per insured bank. At December 31, 2023 and 2022, Detention Watch Network's cash was held at one financial institution and the amount in excess of FDIC coverage was \$5,628,753 and \$5,729,253, respectively. Detention Watch Network has not experienced any losses in such accounts and does not believe it is exposed to any significant credit risk. Management performs periodic evaluations of the relative credit standing of these institutions.

See independent auditor's report.

Detention Watch Network

Notes to Financial Statements December 31, 2023 and 2022

Contributions receivable

Unconditional contributions that are expected to be collected in future years are recorded at fair value based on the present value of estimated future cash flows. The discounts on those amounts are computed using risk-adjusted rates applicable to the years in which the promises are received. Amortization of the discount is included in contribution revenue in the accompanying statements of activities.

Detention Watch Network considers the need for an allowance for uncollectible contributions receivable based on a review of contributions receivable balances and historical collection experience. For the year ended December 31, 2023 and 2022, management considers all contributions receivable amounts to be collectible and accordingly, has not provided an allowance for uncollectible accounts.

Other receivables

All other receivables included are receivables from the Organization's insurance company. For the year ended December 31, 2023, the Organization was involved in a settlement related to employee termination. As a result, the Organization agreed to pay a settlement of \$100,000. The Organization paid to the insurance company a \$2,500 deductible and \$100,000 to the plaintiff and attorneys due to timing constraints. The insurance company reimbursed the Organization, and the reimbursement was recorded on the statement of financial position as other receivables and reducing insurance expense on the statement of functional expenses for \$100,000. The insurance reimbursement was subsequently received in January 2024.

Property and equipment

Equipment over \$1,000 and with an estimated useful life in excess of one year is capitalized at cost or its estimated value at the date of donation. Depreciation is computed using the straight-line method over the useful life of the asset. Computers and equipment are depreciated for 3 years, and furniture and fixtures are depreciated for 5 years.

Other financial assets and liabilities

Financial assets with carrying values approximating fair value include cash and cash equivalents, contributions receivable and prepaid expenses. Financial liabilities with carrying values approximating fair value include accounts payable, payroll liabilities, and deferred rent liability. The carrying value of these financial assets and liabilities approximates fair value due to their short maturities and any associated interest rates approximate current market rates.

Functional classification of expenses

The costs of program and supporting services have been summarized on a functional basis in the statements of activities. The statements of functional expenses presents the natural classification detail of expenses by function. Expenses are charged to programs and supporting services based on a combination of specific identification and allocation by management. Certain categories of expenses are attributed to more than one function and have been allocated on a reasonable basis that is consistently applied. Expenses that are allocated on a time-and-effort basis include salaries, payroll taxes, and employee benefits, occupancy costs, and office expenses.

Support and revenue recognition

The Detention Watch Network recognizes contributions when cash, securities or other assets, an unconditional promise to give, or notification of a beneficial interest is received. Conditional promises to give, that is, those with a measurable performance or other barrier, and a right of return, are not recognized until the conditions on which they depend have been substantially met. The Organization had \$12,000 in conditional promises to give at December 31, 2023 and did not have any reported at December 31, 2022. This amount is included in grant advances on the statement of financial position and will be released once the conditions are met.

See independent auditor's report.

Detention Watch Network

Notes to Financial Statements December 31, 2023 and 2022

Program revenue consists of honorariums, registrations and membership dues. Honorariums and registrations are considered exchange transactions and are recognized at the point in time the exchange takes place.

Membership dues are recognized over the membership period, based on the calendar year. In exchange for dues, members receive newsletters, educational materials, language translation, and participation in gatherings. The value of these services approximates the amount paid by each member. Members may give contributions in addition to the dues payment, but the dues are not considered contributions.

Income taxes

Detention Watch Network is exempt from federal income tax as a nonprofit organization described in Section 501(c)(3). Detention Watch Network did not have a liability for unrelated business income taxes for the year ended December 31, 2023 and 2022.

The material jurisdictions subject to potential examination by taxing authorities include the U.S. and the District of Columbia. Management does not believe that the ultimate outcome of any future examinations of open tax years will have a material impact on Detention Watch Network's results of operations. Tax years that remain subject to examination by the IRS are the period of inception in 2020 through 2023.

Leases

Effective January 1, 2022, the Organization determined if an arrangement is a lease at inception. The operating lease right-of-use (ROU) assets are included within the Organization's non-current assets and lease liabilities are included in current or non-current liabilities on the Organization's statement of financial position. The Organization has no leases it considers to be finance leases as of December 31, 2023 and 2022. ROU assets represent the Organization's right to use, or control the use of, a specified asset for the lease term. Lease liabilities are the Organization's obligation to make lease payments arising from a lease and are measured on a discounted basis. Operating lease ROU assets and operating lease liabilities are recognized based on the present value of the future minimum lease payments over the lease term on the commencement date.

As most of the Organization's leases do not provide an implicit rate, and the Organization's incremental borrowing rate was unknown, the Organization has elected to use the risk free rate on the commencement date in determining the present value of lease payments. The operating lease ROU asset includes any lease payments made and initial direct costs incurred and excludes lease incentives. The lease terms may include options to extend or terminate the lease when it is reasonably certain that the Organization will exercise that option. Lease expense for minimum lease payments continues to be recognized on a straight-line basis over the lease term.

The Organization has elected the short-term lease exemption for all leases with a term of 12 months or less for both existing and ongoing operating leases to not recognize the asset and liability for these leases. Lease payments for short-term leases are recognized on a straight-line basis.

Detention Watch Network

Notes to Financial Statements December 31, 2023 and 2022

3. Liquidity and availability

Financial assets available for general expenditure, that is, without donor or other restrictions limiting their use, within one year of the statement of financial position date, include the following assets at December 31:

	<u>2023</u>	<u>2022</u>
Cash and cash equivalents	\$ 5,878,753	\$ 5,979,433
Contributions receivable, current	728,869	1,140,575
Other receivables	<u>100,000</u>	<u>-</u>
	6,707,622	7,120,008
Less amounts restricted by donors for specific purposes	<u>(679,918)</u>	<u>(411,002)</u>
	<u>\$ 6,027,704</u>	<u>\$ 6,709,006</u>

4. Property and equipment

Property and equipment for the years ended December 31, 2023 and 2022 consisted of the following:

	<u>2023</u>	<u>2022</u>	<u>Useful life</u>
Computer equipment	\$ 29,240	\$ 24,949	3 years
Computer software	22,077	22,077	3 years
Furniture, fixtures, and other equipment	10,198	10,198	5 years
Accumulated depreciation	<u>(37,638)</u>	<u>(25,942)</u>	
	<u>\$ 23,877</u>	<u>\$ 31,282</u>	

Depreciation expense was \$14,569 and \$12,392 for the years ended December 31, 2023 and 2022, respectively.

5. Commitments

Washington, D.C

Detention Watch Network leased office space in Washington, D.C. The lease began in March 2019 and ended on May 14, 2022. The Organization paid \$30,986 in 2022 from January through May 14th for this office lease. Rental expenses are included in the occupancy costs on the statements of functional expenses. The lease was not renewed. The Organization elected to not include this lease as a part of the transition to ASU 2016-02 because of the short-term lease exemption.

Detention Watch Network entered into a new lease for new office space in Washington, D.C. The lease began in May 2022 and ends in August 2024. Base rent is set as \$4,550 per month with an increase of four percent each year. The lease terms include rent abatement for the first seventy-five days of the lease. Detention Watch Network records rent on a straight-line basis over the life of the lease.

See independent auditor's report.

Detention Watch Network

Notes to Financial Statements December 31, 2023 and 2022

The components of lease expense for the year ended December 31, are as follows:

	<u>2023</u>	<u>2022</u>
Operating lease expense	\$ 49,999	\$ 33,333
Other short-term lease costs	<u>556</u>	<u>32,063</u>
Total operating lease cost	<u>\$ 50,555</u>	<u>\$ 65,396</u>

The lease term and discount rates elected by the Organization at December 31 include:

	<u>2023</u>	<u>2022</u>
Weighted-average remaining lease term - Operating lease	0.58	1.58
Weighted-average discount rate - Operating lease	0.78%	0.78%

At December 31, 2023, the future minimum lease payments due under the operating lease are as follows:

2024	<u>\$ 33,692</u>
Total undiscounted cash flows	33,692
Less: present value discount	<u>(66)</u>
Total lease liabilities	<u>\$ 33,626</u>

The following summarizes the supplemental cash flow information for the year ended December 31:

	<u>2023</u>	<u>2022</u>
Cash paid for amounts included in the measurement of lease liabilities:		
Operating cash flows from operating leases	\$ 56,056	\$ 22,750
ROU asset recognized in exchange for operating lease liability	\$ -	\$ 111,432

See independent auditor's report.

Detention Watch Network

Notes to Financial Statements December 31, 2023 and 2022

6. Contributions receivable

Contributions receivable are collectible over a one-to-three-year period. As of December 31, 2023 and 2022, contributions receivable have been discounted at the prime rate at the time of the commitment ranging from 1.0 percent to 2.0 percent, to record the present value of contributions receivable to be received at December 31, 2023 and 2022. Following is a summary of contributions receivable as of December 31:

	2023	2022
Contributions due in		
Less than one year	\$ 728,869	\$ 1,140,575
One to three years	75,000	500,000
	803,869	1,640,575
Present value discount	(1,471)	(9,804)
	802,398	1,630,771
Less: current portion	(728,869)	(1,140,575)
Long-term portion	\$ 73,529	\$ 490,196

7. Net assets with donor restrictions

Detention Watch Network's net assets with donor restrictions for the years ended December 31, 2023 and 2022 were as follows:

	2022	Additions	Releases	2023
Time restricted	\$ 3,021,862	\$ 248,313	\$ (2,605,643)	\$ 664,532
Purpose restricted				
Abundant futures	-	350,000	(128,729)	221,271
Border covering	-	25,000	(24,085)	915
Capacity buildings	-	20,000	(285)	19,715
Defund Hate	139,672	150,000	(149,094)	140,578
Directly impacted members	95,481	100,000	(96,181)	99,300
Free children and families	-	225,000	(26,861)	198,139
We are home	175,849	-	(175,849)	-
	\$ 3,432,864	\$ 1,118,313	\$ (3,206,727)	\$ 1,344,450
	2021	Additions	Releases	2022
Time restricted	\$ 3,455,218	\$ 1,020,000	\$ (1,453,356)	\$ 3,021,862
Purpose restricted				
Defund Hate	150,000	150,000	(160,328)	139,672
Digital communications	121,566	-	(121,566)	-
Directly impacted members	62,477	100,000	(66,996)	95,481
Free children and families	96,989	-	(96,989)	-
We are home	120,610	250,000	(194,761)	175,849
Wellness	-	20,000	(20,000)	-
	\$ 4,006,860	\$ 1,540,000	\$ (2,113,996)	\$ 3,432,864

See independent auditor's report.

Detention Watch Network

Notes to Financial Statements December 31, 2023 and 2022

8. Retirement benefits

Detention Watch Network sponsors a 401(K) retirement plan for eligible employees. Employees may voluntarily contribute to the Plan. The Organization provides a 6 percent match for all eligible employees. The Organization contributed \$90,703 and \$79,114 to the retirement plan for the years ended December 31, 2023 and 2022, respectively. The contribution is included with employee benefits on the statements of functional expenses.

9. Concentrations

For the years ended December 31, 2023 and 2022, five donors contributed 89 percent of total revenue and 17 percent of contributions receivable, and four donors contributed 60 percent of total revenue and 12 percent of contributions receivable, respectively.

10. Subsequent events

Detention Watch Network assessed events occurring subsequent to December 31, 2023 through June 17, 2024, the date the financial statements were available to be issued, for potential recognition and disclosure in the financial statements. No other events occurred during that time period that would require adjustment to or disclosure in the financial statements.