



UNITED STATES OLYMPIC AND PARALYMPIC ENDOWMENT

Financial Statements
With Independent Auditors' Report

December 31, 2024 and 2023

UNITED STATES OLYMPIC AND PARALYMPIC ENDOWMENT

Table of Contents

	<u>Page</u>
Independent Auditors' Report	1
Financial Statements	
Statements of Financial Position	3
Statements of Activities	4
Statements of Cash Flows	5
Notes to Financial Statements	6
Supplemental Information	
Independent Auditors' Report on Supplemental Information	18
Cumulative Grants Approved Information	19

INDEPENDENT AUDITORS' REPORT

Board of Directors
United States Olympic and Paralympic Endowment
Colorado Springs, Colorado

Opinion

We have audited the accompanying financial statements of United States Olympic and Paralympic Endowment, which comprise the statement of financial position as of December 31, 2024, and the related statements of activities and cash flows for the year 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 United States Olympic and Paralympic Endowment as of December 31, 2024, and the changes in its net assets and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

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

Prior Period Financial Statements

The financial statements of United States Olympic and Paralympic Endowment as of and for the year ended December 31, 2023 were audited by other auditors whose report dated May 29, 2024 expressed an unmodified opinion on those statements.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of these 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 United States Olympic and Paralympic Endowment's ability to continue as a going concern within one year after the date that the financial statements are available to be issued.

Board of Directors
United States Olympic and Paralympic Endowment
Colorado Springs, Colorado

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 generally accepted auditing standards will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

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

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



Colorado Springs, Colorado
June 9, 2025

UNITED STATES OLYMPIC AND PARALYMPIC ENDOWMENT

Statements of Financial Position

	December 31,	
	2024	2023
ASSETS:		
Cash and cash equivalents	\$ 158,722	\$ 49,235
Interest and dividends receivable	1,411,059	1,305,219
Investments	254,010,219	240,131,935
Investments held solely as agent for other organizations	446,708,435	436,646,349
Other assets	79,544	88,019
	<u>\$ 702,367,979</u>	<u>\$ 678,220,757</u>
LIABILITIES AND NET ASSETS:		
Liabilities:		
Accounts payable and accrued expenses	\$ 187,857	\$ 162,924
Payables for investments purchased	262,352	223,510
Grants payable	11,847,204	11,962,839
Investments held solely as agent for other organizations	446,708,435	436,646,349
Total Liabilities	<u>459,005,848</u>	<u>448,995,622</u>
Net assets:		
Without donor restrictions:		
Undesignated	130,569,988	116,437,835
Quasi-endowment	112,792,143	-
	<u>243,362,131</u>	<u>116,437,835</u>
With donor restrictions – perpetual in nature	<u>-</u>	<u>112,787,300</u>
Total Net Assets	<u>243,362,131</u>	<u>229,225,135</u>
Total Liabilities and Net Assets	<u>\$ 702,367,979</u>	<u>\$ 678,220,757</u>

See notes to financial statements

UNITED STATES OLYMPIC AND PARALYMPIC ENDOWMENT

Statements of Activities

	Year Ended December 31,					
	2024			2023		
	Without Donor Restrictions	With Donor Restrictions	Total	Without Donor Restrictions	With Donor Restrictions	Total
SUPPORT AND REVENUE:						
Contributions	\$ 4,843	\$ -	\$ 4,843	\$ -	\$ 8,850	\$ 8,850
Contributed rent	14,227	-	14,227	7,464	-	7,464
Investment income, net	2,373,500	-	2,373,500	1,823,995	-	1,823,995
Net gain on investments						
Realized	7,564,831	-	7,564,831	3,101,984	-	3,101,984
Unrealized	16,581,137	-	16,581,137	19,963,193	-	19,963,193
Total Support and Revenue	26,538,538	-	26,538,538	24,896,636	8,850	24,905,486
EXPENSES:						
Program						
Grants approved	11,847,204	-	11,847,204	11,962,839	-	11,962,839
Supporting activities:						
Salaries and benefits	281,828	-	281,828	306,289	-	306,289
Other	272,510	-	272,510	254,869	-	254,869
	554,338	-	554,338	561,158	-	561,158
Total Expenses	12,401,542	-	12,401,542	12,523,997	-	12,523,997
Change in Net Assets	14,136,996	-	14,136,996	12,372,639	8,850	12,381,489
Net Assets, Beginning of Year						
Before Reclassification	116,437,835	112,787,300	229,225,135	104,065,196	112,778,450	216,843,646
Reclassification (Note 2)	112,787,300	(112,787,300)	-	-	-	-
Net Assets, Beginning of Year	229,225,135	-	229,225,135	104,065,196	112,778,450	216,843,646
Net Assets, End of Year	\$ 243,362,131	\$ -	\$ 243,362,131	\$ 116,437,835	\$ 112,787,300	\$ 229,225,135

See notes to financial statements

UNITED STATES OLYMPIC AND PARALYMPIC ENDOWMENT

Statements of Cash Flows

	Year Ended December 31,	
	2024	2023
CASH FLOWS FROM OPERATING ACTIVITIES:		
Change in net assets	\$ 14,136,996	\$ 12,381,489
Adjustments to reconcile change in net assets to net cash provided (used) by operating activities:		
Depreciation expense	5,190	5,190
Net realized gain on investments	(7,564,831)	(3,101,984)
Net unrealized gain on investments	(16,581,137)	(19,963,193)
Reinvested interest and dividends	(3,302,011)	-
Contributions restricted for long-term investment	-	(8,850)
Change in operating assets and liabilities:		
Interest and dividends receivable	(105,840)	(1,248,155)
Other assets	3,285	(17,556)
Accounts payable and accrued expenses	24,933	119
Payables for investments purchased	38,842	-
Grants payable	(115,635)	354,643
Investments held solely as agent for other organizations	(16,612,449)	209,515,014
Net Cash Provided (Used) by Operating Activities	(30,072,657)	197,916,717
CASH FLOWS FROM INVESTING ACTIVITIES:		
Purchases of investments	-	(9,382,414)
Purchase of investments held solely as agent for other organizations	(123,302,185)	(239,231,832)
Proceeds from sale of investments	13,569,695	13,931,167
Proceeds from sale of investments held solely as agent for other organizations	139,914,634	36,721,489
Net Cash Provided (Used) by Investing Activities	30,182,144	(197,961,590)
CASH FLOWS FROM FINANCING ACTIVITIES:		
Proceeds from contributions to investments in endowment	-	8,850
Net Cash Provided by Financing Activities	-	8,850
Net Change in Cash and Cash Equivalents	109,487	(36,023)
Cash and Cash Equivalents, Beginning of Year	49,235	85,258
Cash and Cash Equivalents, End of Year	\$ 158,722	\$ 49,235

See notes to financial statements

UNITED STATES OLYMPIC AND PARALYMPIC ENDOWMENT

Notes to Financial Statements

December 31, 2024 and 2023

1. NATURE OF ORGANIZATION:

United States Olympic and Paralympic Endowment (the Endowment) was incorporated on July 2, 1984 as a not-for-profit organization. The Endowment provides an endowment to foster the United States of America's participation in national and international sports competition. The Endowment supports national, regional, and local sports organizations who, in turn, support and develop athletes for national and international competition.

The United States Olympic and Paralympic Committee (the Committee) is the designated recipient of the net assets of the Endowment in the unlikely event that the Endowment is dissolved. Such dissolution would require the approval of two-thirds of the votes cast at two successive regularly called meetings of the Committee's Board of Directors at which a quorum is present. The Committee has no rights to any other organization funds held by the Endowment as agent for the other organizations as principals.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES:

The Endowment maintains its accounts and prepares its financial statements on the accrual basis of accounting in conformity with accounting principles generally accepted in the United States of America. The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities, disclosures of any contingent assets and liabilities at the date of the financial statements, and the reported revenues and expenses during the reporting period. Actual results could differ from the estimates. The significant accounting policies followed are described below to enhance the usefulness of the financial statements to the reader.

CASH AND CASH EQUIVALENTS

Cash and cash equivalents consists of checking and money market accounts. As of December 31, 2024 and 2023, the Endowment's cash and cash equivalents on deposit with financial institutions did not exceed the federally insured (FDIC) balances.

INVESTMENTS

The Endowment's investments, excluding alternative investments, are stated at fair value. Fair values of securities are determined by quoted market prices. The alternative investments, which are not readily marketable, are carried at estimated fair values, using the net asset value per share of the investments, as provided by the investment managers. The Endowment reviews and evaluates the values provided by the investment managers and agrees with the valuation methods and assumptions used in determining the fair value of the alternative investments. Those estimated fair values may differ significantly from the values that would have been used had a readily available market for these investments existed.

As dividends, interest, and other income are earned, they are recognized as investment income. Realized gains and losses on the sale of securities are recorded on the trade date using the specific identification method. Investment income is reported net of external and direct internal investment expenses, and it is reflected on the statements of activities without donor restrictions due to the absence of donor or legally imposed restrictions.

UNITED STATES OLYMPIC AND PARALYMPIC ENDOWMENT

Notes to Financial Statements

December 31, 2024 and 2023

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, continued:

INVESTMENTS, continued

The Endowment maintains pooled investment accounts for funds held as quasi-endowment and held as agent for Committee and its members and affiliated sports organizations. Investment income and realized and unrealized gains and losses from securities in the pooled investment accounts are allocated monthly to the individual funds based on the relationship of the fair value of the interest of each fund to the total fair value of the pooled investment accounts, as adjusted for additions to or deductions from those accounts.

GRANTS PAYABLE

The Endowment recognizes a liability for grants upon approval by the Endowment's Board of Directors (the Directors).

PAYABLES FOR INVESTMENTS PURCHASED

Payables for investments purchased at year-end represent investment transactions in which securities are purchased but payment has not yet been made. These transactions are reported on the statements of financial position as a liability.

NET ASSETS

The net assets of the Endowment are reported in the following two classes:

Net assets without donor restrictions include board-designated net assets and are available for use in general operations and are not subject to donor restrictions. Board-designated net assets are reflected as quasi-endowment.

Net assets with donor restrictions are subject to donor restrictions and are perpetual in nature, where the donor stipulates that resources be maintained in perpetuity.

CONTRIBUTIONS AND CONTRIBUTED RENT

Contributions are reported as revenue and net assets without donor restrictions. The Endowment's Articles of Incorporation, provide that all contributions to the Endowment are to be added to the quasi-endowment, unless the donor has a donor restriction. Contributed rent consists of donated office and storage space at below-market rates and is recorded at market value based on estimated rent for comparable space.

FUNCTIONAL ALLOCATION OF EXPENSES

As the programmatic activities of the Endowment are limited to the appropriation and distribution of endowment funds, no costs have been allocated to program services. All expenses, other than program grants, are general and administrative in nature and consist primarily of salaries, benefits, travel and meeting costs. As such, a separate statement of functional expenses is not presented.

UNITED STATES OLYMPIC AND PARALYMPIC ENDOWMENT

Notes to Financial Statements

December 31, 2024 and 2023

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, continued:

INCOME TAXES

The Endowment is exempt from income taxes under Sections 501(c)(3) and 509 of the Internal Revenue Code and a similar provision of state law. However, the Endowment is subject to federal or state income taxes on unrelated business taxable income.

RECLASSIFICATION

The Endowment has historically considered the funds received from the Committee to establish an endowment fund (see Note 8) as amounts to be held in perpetuity. However, the Endowment has determined that the original funds received from the Committee did not have any donor-imposed restrictions. Since the two entities qualify as financially interrelated entities, the Endowment should maintain the same classification of net assets as the Committee within its financial statements. Therefore, during the year ended December 31, 2024, the quasi-endowment net assets as of January 1, 2024 of \$112,787,300 were reclassified from net assets with donor restrictions to net assets without donor restrictions.

3. LIQUIDITY AND FUNDS AVAILABLE:

The following table reflects the Endowment's financial assets as of December 31, 2024 and 2023, 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 or when perpetually endowed with accumulated earnings not expected to be appropriated within one year.

	December 31,	
	2024	2023
Financial assets:		
Cash	\$ 158,722	\$ 49,235
Interest and dividends receivable	1,411,059	1,305,219
Investments - Endowment	254,010,219	240,131,935
Investments held solely as agent for other organizations	446,708,435	436,646,349
Financial assets, at year-end	<u>702,288,435</u>	<u>678,132,738</u>
Less those unavailable for general expenditure within one year, due to:		
Investments held for the quasi-endowment	(112,792,143)	(112,787,300)
Investments held solely as agent for other organizations	(446,708,435)	(436,646,349)
	<u>(559,500,578)</u>	<u>(549,433,649)</u>
Financial assets available to meet cash needs for general expenditures within one year	<u>\$ 142,787,857</u>	<u>\$ 128,699,089</u>

The Endowment manages its liquidity by operating within an approved investment policy to ensure the prudent management of funds as well as the availability of adequate resources to fund near-term operating needs.

UNITED STATES OLYMPIC AND PARALYMPIC ENDOWMENT

Notes to Financial Statements

December 31, 2024 and 2023

4. FAIR VALUE MEASUREMENTS:

The Endowment uses appropriate valuation techniques to determine fair value based on inputs available. When available, the Endowment measures fair values using Level 1 inputs because they generally provide the most reliable evidence of fair value. Level 3 inputs are only used when Level 1 or Level 2 inputs are not available. Investments that are measured at net asset value per share have not been classified within the fair value hierarchy.

Fair value of assets measured on a recurring basis are:

	December 31, 2024	Fair Value Measurements Using:	
		Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)
Investments held at fair value:			
Cash and cash equivalents, held by brokerage firm	\$ 40,726,314	\$ 40,726,314	\$ -
Domestic common stock	35,018,525	35,018,525	-
Mutual funds - domestic equity	85,510,655	85,510,655	-
Mutual funds - foreign equity	38,386,862	38,386,862	-
Mutual funds - bonds	125,831,459	125,831,459	-
U.S. Treasuries	142,633,354	-	142,633,354
Corporate bonds	29,939,756		29,939,756
	<u>498,046,925</u>	<u>\$ 325,473,815</u>	<u>\$ 172,573,110</u>
Investments held at net asset value:			
Alternative investments	<u>202,671,729</u>		
	<u>\$ 700,718,654</u>		
Statement of financial position classification:			
Investments	\$ 254,010,219		
Investments held solely as agent for other organizations	<u>446,708,435</u>		
	<u>\$ 700,718,654</u>		

UNITED STATES OLYMPIC AND PARALYMPIC ENDOWMENT

Notes to Financial Statements

December 31, 2024 and 2023

4. FAIR VALUE MEASUREMENTS, continued:

	December 31, 2023	Fair Value Measurements Using:	
		Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)
Investments held at fair value:			
Cash and cash equivalents, held by brokerage firm	\$ 25,153,739	\$ 25,153,739	\$ -
Domestic common stock	33,521,758	33,521,758	-
Mutual funds - domestic equity	79,046,628	79,046,628	-
Mutual funds - foreign equity	49,217,568	49,217,568	-
Mutual funds - bonds	66,908,140	66,908,140	-
U.S. Treasuries	205,561,920	-	205,561,920
Corporate bonds	29,887,431	-	29,887,431
	<u>489,297,184</u>	<u>\$ 253,847,833</u>	<u>\$ 235,449,351</u>
Investments held at net asset value:			
Alternative investments	187,481,100		
	<u>\$ 676,778,284</u>		
Statement of financial position classification:			
Investments	\$ 240,131,935		
Investments held solely as agent for other organizations	436,646,349		
	<u>\$ 676,778,284</u>		

Following is a description of the valuation methodologies and inputs used for assets measured at fair value on a recurring basis and recognized in the accompanying statements of financial position, as well as the general classification of such assets pursuant to the valuation hierarchy. There have been no significant changes in the valuation techniques of assets, nor has the Endowment held liabilities reported as fair value on a recurring basis, during the years ended December 31, 2024 and 2023.

UNITED STATES OLYMPIC AND PARALYMPIC ENDOWMENT

Notes to Financial Statements

December 31, 2024 and 2023

4. FAIR VALUE MEASUREMENTS, continued:

TRADITIONAL INVESTMENTS

Where quoted market prices are available for identical securities in an active market, securities are classified within Level 1 of the valuation hierarchy. Level 1 securities include cash and cash equivalents and domestic and international equity and bond mutual funds. If quoted market prices are not available, then fair values are estimated by using pricing models, quoted prices of securities with similar characteristics or discounted cash flows, and are classified as Level 2 securities and include United States Treasuries and corporate bonds. In certain cases where Level 1 or Level 2 inputs are not available, securities are classified within Level 3 of the hierarchy. As of December 31, 2024 and 2023, the Endowment held no traditional investments classified as Level 3 in the hierarchy.

ALTERNATIVE INVESTMENTS

The Endowment's alternative investments, including some investments held solely as agent for other organizations, consist of hedge equity funds, limited partnerships, real estate funds, private equity funds, bond fund trusts, and fund of funds. As a group, the alternative investments invest in a variety of securities including, but not limited to, foreign and domestic publicly traded equity and debt securities, foreign and domestic fixed income investments, domestic commercial and residential real estate, options, warrants, derivatives and contracts. To the extent possible, value is based on the last sale price for securities listed on national exchanges. For securities not listed on national exchanges, value is determined at the last bid or asking price depending on the long or short position of the security. Investments for which quotations are not available are valued at an estimated fair value by the fund managers using various models, comparisons and assumptions. Consideration is given to several factors, including the type of investment, risks, marketability, restrictions on disposition, quotations from other market participants and values of similar investments.

Alternative investments held as of December 31, 2024 consist of the following:

	<u>Fair Value</u>	<u>Unfunded Commitments</u>	<u>Redemption Frequency</u>
Limited partnership (A)	\$ 89,733,220	\$ -	Quarterly
Real estate fund (B)	20,030,100	11,047,214	Upon dissolution of fund
Private equity funds (C)	61,967,533	26,811,123	Upon dissolution of fund
Fund of funds (D)	<u>30,940,876</u>	<u>-</u>	Daily
	<u>\$ 202,671,729</u>	<u>\$ 37,858,337</u>	

UNITED STATES OLYMPIC AND PARALYMPIC ENDOWMENT

Notes to Financial Statements

December 31, 2024 and 2023

4. FAIR VALUE MEASUREMENTS, continued:

Alternative investments held as of December 31, 2023 consist of the following:

	Fair Value	Unfunded Commitments	Redemption Frequency
Limited partnership (A)	\$ 78,166,335	\$ -	Quarterly
Real estate fund (B)	18,719,919	8,635,683	Upon dissolution of fund
Private equity funds (C)	61,621,251	12,645,501	Upon dissolution of fund
Fund of funds (D)	28,973,595	-	Daily
	\$ 187,481,100	\$ 21,281,184	

(A) This class includes two limited partnerships that invest primarily in foreign and domestic common stocks and commodities. Based on the partnership agreement, the funds can invoke fund-level gates; however, none have been imposed to date. This class has a redemption notice period of 60-65 days.

(B) This class includes eight real estate funds that invest in domestic and international commercial and residential real estate. These investments can never be redeemed with the funds. Distributions from each fund will be made upon dissolution of the fund.

(C) This class includes fourteen private equity funds that invest in domestic and foreign limited partnerships. These investments can never be redeemed with the funds. Distributions from each fund will be made upon dissolution of the fund.

(D) This class includes two fund of funds that invest in foreign and domestic venture capital limited partnerships.

UNITED STATES OLYMPIC AND PARALYMPIC ENDOWMENT

Notes to Financial Statements

December 31, 2024 and 2023

5. GRANTS:

During 2000, the Directors adopted a policy whereby annual distributions of grants to the Committee and other similar organizations are to be based on 5% of the Endowment's average net assets over 12 fiscal quarters, subject to approval by the Directors. During the year ended December 31, 2024, the Directors authorized a grant in the amount of \$11,847,204, payable to the Committee, of which \$150,000 was designated by the Endowment for a specific purpose. During the year ended December 31, 2023, the Directors authorized a grant in the amount of \$11,962,839 payable to the Committee, of which \$150,000 was designated by the Endowment for a specific purpose. Grants are expensed when approved by the Directors. Unpaid grants are recorded as a liability in the statements of financial position. The Endowment places no conditions on the grant awards.

6. EMPLOYEE BENEFITS:

The Endowment sponsors a 401(k) defined contribution plan for all employees. The Endowment makes annual contributions in the amount of 10% of gross wages, which are immediately vested. During the years ended December 31, 2024 and 2023, the Endowment made contributions of approximately \$26,000 and \$25,000, respectively.

7. INVESTMENTS HELD SOLELY AS AGENT FOR OTHER ORGANIZATIONS:

The Endowment has an investment program, which allows the Committee and its members and affiliated sports organizations (the Participants) to pool their funds for investment with funds of the Endowment. The Endowment holds these funds solely as agent for the Participants. The Participants may request partial withdrawals (including allocated gains and interest once allocations are approved) following a 30-day notification period. Full or liquidating withdrawals may be processed following a 90-day notification period. The Endowment believes it maintains sufficient liquidity to meet such partial or full withdrawal requests within the 90-day notification period.

Investment income in the accompanying statements of activities does not include earnings or losses attributable to the Participants. Investments held as agent for sports organizations represents the Participants' pro rata share of investments and earnings thereon. Net investment income and market appreciation or depreciation are allocated based on the ratio of the Participants' invested funds to total invested funds. Investment expenses and general and administrative expenses are not allocated to the Committee and its partnering members and affiliated sports organizations. Approximately \$468,000 and \$396,000 of external and direct internal investment expenses were absorbed by the Endowment for the benefit of the Committee and its partnering members and affiliated sports organizations during the years ended December 31, 2024 and 2023, respectively.

UNITED STATES OLYMPIC AND PARALYMPIC ENDOWMENT

Notes to Financial Statements

December 31, 2024 and 2023

7. INVESTMENTS HELD SOLELY AS AGENT FOR OTHER ORGANIZATIONS, continued:

Amounts contributed by the Participants and earnings thereon for the years ended December 31, 2024 and 2023 are as follows:

	2024	2023
Investments held solely as agent		
for other organizations, beginning of year	\$ 436,646,349	\$ 209,623,382
Net additions/withdrawals	(16,612,449)	202,510,343
Interest	5,057,390	1,881,689
Dividends	5,011,619	5,122,982
Net realized gain	6,870,029	205,727
Net unrealized appreciation	9,735,497	17,302,226
Investments held solely as agent		
for other organizations, end of year	\$ 446,708,435	\$ 436,646,349

8. QUASI-ENDOWMENT NET ASSETS:

The Endowment’s quasi-endowment primarily consists of the excess funds generated from the Games of the XXIII Olympiad held in 1984 for the Committee. In addition, in accordance with the Endowment’s Articles of Incorporation, contributions received without donor stipulations are designated as additions to the quasi-endowment. The purpose of the Endowment is to manage and invest the funds of the endowment to foster the United States of America’s participation in national and international sports competition.

The Directors have interpreted the Colorado Uniform Prudent Management of Institutional Funds Act (UPMIFA) as not requiring the maintenance of purchasing power of the original gift amount contributed or designated to a quasi-endowment fund unless a donor stipulates the contrary. The Directors have stipulated and designated that the original endowment amount and subsequent contributions be preserved as a quasi-endowment. As a result of this designation, the Endowment classifies the original value to the endowment as net assets without donor restrictions in a quasi-endowment. Investment returns (losses) earned by the investment portfolio are recognized as net assets without donor restrictions.

UNITED STATES OLYMPIC AND PARALYMPIC ENDOWMENT

Notes to Financial Statements

December 31, 2024 and 2023

8. QUASI-ENDOWMENT NET ASSETS, continued:

The Endowment considers the following factors in making a determination to appropriate or accumulate quasi-endowment funds:

1. Duration and preservation of the fund;
2. Purposes of the Endowment and the fund
3. General economic conditions;
4. Possible effects of inflation and deflation;
5. Expected total return from investment income and appreciation or depreciation of investments;
6. Other resources of the Endowment;
7. Investment policies of the Endowment.

Changes in quasi-endowment funds and composition of net assets for the years ended December 31, 2024 and 2023 were:

	<u>Year Ended December 31, 2024</u>	
	<u>Without Donor Restrictions</u>	<u>With Donor Restrictions</u>
Endowment net assets, beginning of year	\$ -	\$ 112,787,300
Investment income	1,100,057	-
Net appreciation	11,191,041	-
Contributions and additions	4,843	-
Appropriations	(12,291,097)	-
Reclassification and transfers (see Note 2)	<u>112,787,300</u>	<u>(112,787,300)</u>
Quasi-endowment net assets, end of year	<u>\$ 112,792,143</u>	<u>\$ -</u>
	<u>Year Ended December 31, 2023</u>	
	<u>Without Donor Restrictions</u>	<u>With Donor Restrictions</u>
Endowment net assets, beginning of year	\$ -	\$ 112,778,450
Investment income	948,644	-
Net appreciation	11,995,993	-
Contributions	-	8,850
Appropriations	<u>(12,944,637)</u>	<u>-</u>
Endowment net assets, end of year	<u>\$ -</u>	<u>\$ 112,787,300</u>

UNITED STATES OLYMPIC AND PARALYMPIC ENDOWMENT

Notes to Financial Statements

December 31, 2024 and 2023

8. ENDOWMENT NET ASSETS, continued:

INVESTMENT AND SPENDING POLICIES

The Endowment has adopted investment and spending policies for quasi-endowment assets that attempt to provide a predictable stream of funding to programs and other supported items while seeking to maintain the purchasing power of the quasi-endowment. Quasi-endowment assets include those assets designated by the Directors to be held as an endowment until directed otherwise by the Committee. Under the Endowment's policies and together with a professional advisor, quasi-endowment assets are invested in a manner that is intended to produce results that exceed a nominal return of the consumer price index, plus 5%, net of fees and operating expenses. Actual returns in any given year may vary from this amount.

To satisfy its long-term rate of return objectives, the Endowment relies on a total return strategy in which investment returns are achieved through both current yield (investment income such as dividends and interest) and capital appreciation (both realized and unrealized). The Endowment targets a diversified asset allocation that places a greater emphasis on equity-based investments to achieve its long-term return objectives within prudent risk constraints. Equity-based investments include large-cap, small-cap and international equities. The Endowment also uses fixed income securities and alternative investments to achieve its objectives.

The Endowment has a policy (the spending policy) of granting to the Committee each year 5% of the average of its total net assets over the prior 12 quarters adjusted for any outstanding grants payable. Any remaining income is appropriated from the quasi-endowment as shown on the previous tables. In periods when the value of the quasi-endowment's investments are in excess of its original balance plus additional contributions, appropriations are made out of the quasi-endowment to help fund the grants. In periods when the value is less than the original balance plus additional contributions, no appropriations are made out of the quasi-endowment and previously appropriated earnings are transferred into the quasi-endowment (to the extent previous investment earnings are available) to prevent the quasi-endowment from going underwater. In establishing this policy, the Endowment considered the long-term expected return on its endowment. Accordingly, over the long-term, the Endowment expects the current spending policy to allow its investments to grow at the rate of the Consumer Price Index and the annual 5% of net assets distribution to the Committee plus normal operating expenses. This is consistent with the Endowment's objective to maintain the purchasing power of assets as well as to provide additional real growth through investment return.

UNITED STATES OLYMPIC AND PARALYMPIC ENDOWMENT

Notes to Financial Statements

December 31, 2024 and 2023

8. ENDOWMENT NET ASSETS, continued:

UNDERWATER QUASI-ENDOWMENTS

As a result of the Endowment's interpretation of UPMIFA, when reviewing its quasi-endowment funds, the Endowment considers a fund to be underwater if the fair value of the fund is less than the sum of:

- a) the original value of amounts designated for the fund and
- b) any accumulations to the fund that have not been appropriated

The Endowment has interpreted UPMIFA to permit spending from underwater funds in accordance with the prudent measures required under the law.

From time to time, the fair value of assets associated with the quasi-endowment may fall below the level the Endowment is required to retain as a fund pursuant to UPMIFA. No such deficiencies existed as of December 31, 2024 and 2023.

9. RELATED PARTIES:

The Committee's chief executive officer and board chairman are members of the Endowment's Board of Directors, and the Endowment's financial statements are consolidated within the Committee's consolidated financial statements. As of December 31, 2024 and 2023, the Endowment held \$328,564,080 and \$326,927,086, respectively, on behalf of the Committee and the United States Olympic and Paralympic Foundation, which is also a consolidated subsidiary of the Committee. These amounts are included as investments held solely as agent for other organizations on the statements of financial position.

Additionally, the Endowment approved of grants of \$11,847,204 and \$11,962,839 to the Committee during the years ended December 31, 2024 and 2023, respectively, and these amounts were included as grants payable on the statements of financial position due to the grants being disbursed in the following year. These grants account for approximately 96% of total expenses for both years ending December 31, 2024 and 2023.

10. SUBSEQUENT EVENTS:

Subsequent events have been evaluated through June 9, 2025, which is the date the financial statements were available to be issued. Subsequent events after that date have not been evaluated.

SUPPLEMENTAL INFORMATION

**INDEPENDENT AUDITORS' REPORT
ON SUPPLEMENTAL INFORMATION**

Board of Directors
United States Olympic and Paralympic Endowment
Colorado Springs, Colorado

We have audited the financial statements of United States Olympic and Paralympic Endowment as of and for the year ended December 31, 2024, and our report thereon dated June 9, 2025, which expresses an unmodified opinion on those financial statements, appears on page 1. Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The Cumulative Grants Approved Information is presented for purposes of additional analysis of the financial statements, and it is not a required part of the 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 financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the 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 financial statements as a whole.

Capin Crouse LLC

Colorado Springs, Colorado
June 9, 2025

UNITED STATES OLYMPIC AND PARALYMPIC ENDOWMENT

Cumulative Grants Approved Information

Years Ended December 31,

Year	United States Olympic and Paralympic Committee		National Governing Bodies of Sport and Other Affiliated Organizations		Total	
	Grants Approved	Amount	Grants Approved	Amount	Grants Approved	Amount
1986-1999	84	118,877,890	599	24,166,211	683	143,044,101
2000	1	12,781,985	-	-	1	12,781,985
2001	1	10,705,048	-	-	1	10,705,048
2002	1	10,041,446	-	-	1	10,041,446
2003	1	9,005,175	-	-	1	9,005,175
2004	1	8,982,553	-	-	1	8,982,553
2005	-	-	-	-	-	-
2006	1	9,294,862	-	-	1	9,294,862
2007	2	20,401,594	-	-	2	20,401,594
2008	1	10,631,046	-	-	1	10,631,046
2009	1	9,771,489	-	-	1	9,771,489
2010	1	8,951,535	-	-	1	8,951,535
2011	1	8,576,768	1	100,000	2	8,676,768
2012	1	9,016,623	-	-	1	9,016,623
2013	1	9,309,931	-	-	1	9,309,931
2014	1	9,682,631	-	-	1	9,682,631
2015	1	11,083,540	-	-	1	11,083,540
2016	1	10,012,229	-	-	1	10,012,229
2017	1	9,817,189	-	-	1	9,817,189
2018	1	9,890,222	1	75,000	2	9,965,222
2019	1	10,162,464	1	400,000	2	10,562,464
2020	1	10,256,684	-	-	1	10,256,684
2021	1	10,934,421	-	-	1	10,934,421
2022	1	11,608,196	-	-	1	11,608,196
2023	1	11,962,839	-	-	1	11,962,839
2024	1	11,847,204	-	-	1	11,847,204
Total	109	\$ 373,605,564	602	\$ 24,741,211	711	\$ 398,346,775

The Directors of the Endowment approved a change in the method of distributing grants in 1991. Beginning with the 1991 grant program, distributions were made directly to the Committee, which in turn will distribute grants to specific recipients.