

**RADIO AMATEUR SATELLITE CORPORATION (AMSAT)**

**FINANCIAL STATEMENTS**

**DECEMBER 31, 2024 AND 2023**

# **RADIO AMATEUR SATELLITE CORPORATION (AMSAT)**

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PO Box 6356  
Dothan, Alabama 36302

### *Independent Accountant's Review Report*

To the Board of Directors  
Radio Amateur Satellite Corporation (AMSAT)  
Washington, D.C.

We have reviewed the accompanying financial statements of Radio Amateur Satellite Corporation ("AMSAT") (a not-for-profit organization), which comprise the statement of financial position as of December 31, 2024 and 2023, and the related statements of activities, functional expenses, and cash flows for the years then ended, and the related notes to the financial statements. A review includes primarily applying analytical procedures to management's financial data and making inquiries of company management. A review is substantially less in scope than an audit, the objective of which is the expression of an opinion regarding the financial statements as a whole. Accordingly, we do not express such an opinion.

#### ***Management's Responsibility 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; this includes 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 error or fraud.

#### ***Accountant's Responsibility***

Our responsibility is to conduct the review engagement in accordance with Statements on Standards for Accounting and Review Services promulgated by the Accounting and Review Services Committee of the AICPA. Those standards require us to perform procedures to obtain limited assurance as a basis for reporting whether we are aware of any material modifications that should be made to the financial statements for them to be in accordance with accounting principles generally accepted in the United States of America. We believe that the results of our procedures provide a reasonable basis for our conclusion.

We are required to be independent of Radio Amateur Satellite Corporation ("AMSAT") and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements related to our review.

#### ***Basis for Qualified Conclusion***

Accounting principles generally accepted in the United States of America (U.S. GAAP) requires that the financial statements include and disclose the value of the specialized services provided by volunteers. Management has elected not to record and make this disclosure due to the impracticability of developing the information. The effect of this departure from U.S. GAAP basis of accounting on financial position and change in net assets has not been determined.

***Qualified Conclusion***

Based on our review, except for the effect of the matter described in the Basis for Qualified Conclusion paragraph, we are not aware of any material modifications that should be made to the accompanying financial statements in order for them to be in accordance with accounting principles generally accepted in the United States of America.

***McDaniel & Associates, P.C.***

Dothan, Alabama  
December 31, 2025

**RADIO AMATEUR SATELLITE CORPORATION (AMSAT)**  
**STATEMENTS OF FINANCIAL POSITION**

*DECEMBER 31, 2024 and 2023*

	<u>2024</u>	<u>2023</u>
<b>ASSETS</b>		
Current Assets:		
Cash and cash equivalents	\$ 182,284	\$ 176,706
Other receivables	4,435	5,208
Prepaid expenses	1,517	6,353
Total Current Assets	<u>188,236</u>	<u>188,267</u>
Long-Term Investments		
Mutual funds	1,687,817	1,521,980
Total Long-Term Investments	<u>1,687,817</u>	<u>1,521,980</u>
Other Assets		
Licenses	3,000	3,000
<b>Total Assets</b>	<u><u>\$ 1,879,053</u></u>	<u><u>\$ 1,713,247</u></u>
<b>LIABILITIES AND NET ASSETS</b>		
Current Liabilities:		
Accounts payable	\$ 19,673	\$ 5,522
Accrued expense and other payables	500	214
Total Current Liabilities	<u>20,173</u>	<u>5,736</u>
<b>Net Assets</b>		
Without donor restrictions	1,731,556	1,585,666
With donor restrictions subject to purpose restrictions	127,324	121,845
<b>Total Net Assets</b>	<u>1,858,880</u>	<u>1,707,511</u>
<b>Total Liabilities and Net Assets</b>	<u><u>\$ 1,879,053</u></u>	<u><u>\$ 1,713,247</u></u>

SEE INDEPENDENT ACCOUNTANT'S REVIEW REPORT

The accompanying notes are an integral part of these financial statements.

**RADIO AMATEUR SATELLITE CORPORATION (AMSAT)**  
**STATEMENT OF ACTIVITIES**

*YEAR ENDED DECEMBER 31, 2024*

	<b>Without Donor Restrictions</b>	<b>With Donor Restrictions</b>	<b>Total</b>
Revenues, Gains, and Other Support:			
Contributions and grants - cash and in-kind	\$ 77,020	\$ 17,349	\$ 94,369
Dues	98,251	-	98,251
Interest and dividends, net	36,784	-	36,784
Gain on sale of investments, net	80,991	-	80,991
Unrealized gain on investments, net	47,853	-	47,853
Product-related income	18,622	-	18,622
Publications	5,025	-	5,025
Other	7,052	-	7,052
Net released from restrictions	11,870	(11,870)	-
<b>Total Public Support and Revenue</b>	<b>383,468</b>	<b>5,479</b>	<b>388,947</b>
Expenses and Losses:			
Program Services:			
Satellite development	117,437	-	117,437
Satellite operations	1,928	-	1,928
Information and symposia	92,027	-	92,027
Publications and software	2,682	-	2,682
<b>Total Program Expenses</b>	<b>214,074</b>	<b>-</b>	<b>214,074</b>
Supporting Services:			
Management and general	20,718	-	20,718
Fundraising	2,786	-	2,786
<b>Total Supporting Services</b>	<b>23,504</b>	<b>-</b>	<b>23,504</b>
<b>Total Expenses and Losses</b>	<b>237,578</b>	<b>-</b>	<b>237,578</b>
Change in net assets	145,890	5,479	151,369
Net assets, beginning of year	1,585,666	121,845	1,707,511
<b>Net assets, end of year</b>	<b>\$ 1,731,556</b>	<b>\$ 127,324</b>	<b>\$ 1,858,880</b>

SEE INDEPENDENT ACCOUNTANT'S REVIEW REPORT

The accompanying notes are an integral part of these financial statements.

**RADIO AMATEUR SATELLITE CORPORATION (AMSAT)**  
**STATEMENT OF ACTIVITIES**

YEAR ENDED DECEMBER 31, 2023

	Without Donor Restrictions	With Donor Restrictions	Total
Revenues, Gains, and Other Support:			
Contributions - cash and in-kind	\$ 127,074	\$ 13,972	\$ 141,046
Dues	102,204	-	102,204
Interest and dividends, net	23,276	-	23,276
Gain on sale of investments, net	1,916	-	1,916
Unrealized gain on investments, net	177,443	-	177,443
Product-related income	18,679	-	18,679
Publications	2,734	-	2,734
Other	10,142	-	10,142
Net released from restrictions	693	(693)	-
Total Public Support and Revenue	464,161	13,279	477,440
Expenses and Losses:			
Program Services:			
Satellite development	159,486	-	159,486
Satellite operations	2,650	-	2,650
Information and symposia	80,367	-	80,367
Publications and software	3,532	-	3,532
Total Program Expenses	246,035	-	246,035
Supporting Services:			
Management and general	14,733	-	14,733
Fundraising	3,631	-	3,631
Total Supporting Services	18,364	-	18,364
Total Expenses and Losses	264,399	-	264,399
Change in net assets	199,762	13,279	213,041
Net assets, beginning of year	1,385,904	108,566	1,494,470
Net assets, end of year	\$ 1,585,666	\$ 121,845	\$ 1,707,511

SEE INDEPENDENT ACCOUNTANT'S REVIEW REPORT

The accompanying notes are an integral part of these financial statements.

**RADIO AMATEUR SATELLITE CORPORATION (AMSAT)**  
**STATEMENT OF FUNCTIONAL EXPENSES**

YEAR ENDED DECEMBER 31, 2024

	PROGRAM SERVICES					SUPPORTING SERVICES			TOTAL EXPENSES	
	Satellite Development	Satellite Operations	Information and Symposia	Publications and Software	Total		Management and General	Fundraising		Supporting Services
					Program Services					
Bank and processing fees	\$ 74	\$ 11	\$ 4,141	\$ -	\$ 4,226	\$ 75	\$ -	\$ 75	\$ 4,301	
Components	75,271	-	11,213	-	86,484	-	-	-	86,484	
Computer and software	12,110	-	-	-	12,110	-	-	-	12,110	
Event expense	-	-	28,423	-	28,423	-	-	-	28,423	
Insurance	15	7	56	10	88	48	10	58	146	
IT and web services	990	298	5,919	417	7,624	1,973	516	2,489	10,113	
Legal and accounting	2,157	1,079	8,249	1,510	12,995	8,336	1,510	9,846	22,841	
Meetings and seminars	1,350	-	-	-	1,350	-	-	-	1,350	
Outside services	2,715	28	21,810	38	24,591	182	38	220	24,811	
Postage and shipping	5,298	-	1,705	-	7,003	-	-	-	7,003	
Printing and reproductions	-	-	205	-	205	-	-	-	205	
Rent	1,768	505	3,866	707	6,846	3,349	707	4,056	10,902	
Supplies	-	-	883	-	883	1,189	5	1,194	2,077	
Travel	15,689	-	5,557	-	21,246	5,566	-	5,566	26,812	
Total Functional Expenses	\$ 117,437	\$ 1,928	\$ 92,027	\$ 2,682	\$ 214,074	\$ 20,718	\$ 2,786	\$ 23,504	\$ 237,578	
Percent of Functional Expenses	49.43%	0.81%	38.74%	1.13%	90.11%	8.72%	1.17%	9.89%	100.00%	

**RADIO AMATEUR SATELLITE CORPORATION (AMSAT)**  
**STATEMENT OF FUNCTIONAL EXPENSES**

YEAR ENDED DECEMBER 31, 2023

	PROGRAM SERVICES					SUPPORTING SERVICES			TOTAL EXPENSES	
	Satellite Development	Satellite Operations	Information and Symposia	Publications and Software	Total		Management and General	Fundraising		Supporting Services
					Program Services					
Bank and processing fees	\$ 85	\$ -	\$ 5,016	\$ -	\$ 5,101	\$ 264	\$ -	\$ 264	\$ 5,365	
Components	110,116	-	332	-	110,448	-	-	-	110,448	
Depreciation	1,682	-	-	-	1,682	-	-	-	1,682	
Computer and software	14,428	-	-	-	14,428	-	-	-	14,428	
Insurance	173	130	908	173	1,384	173	173	346	1,730	
IT and web services	1,465	370	5,969	493	8,297	493	592	1,085	9,382	
Legal and accounting	2,140	1,605	11,235	2,140	17,120	2,140	2,140	4,280	21,400	
Meetings and seminars	2,148	-	26,246	-	28,394	-	-	-	28,394	
Outside services	8,418	-	22,358	-	30,776	5,479	-	5,479	36,255	
Postage and shipping	1,670	-	33	-	1,703	-	-	-	1,703	
Printing and reproductions	247	-	261	-	508	-	-	-	508	
Rent	799	545	4,634	726	6,704	725	726	1,451	8,155	
Supplies	117	-	245	-	362	-	-	-	362	
Telephone	-	-	-	-	-	1,415	-	1,415	1,415	
Travel	15,998	-	3,130	-	19,128	4,044	-	4,044	23,172	
Total Functional Expenses	\$ 159,486	\$ 2,650	\$ 80,367	\$ 3,532	\$ 246,035	\$ 14,733	\$ 3,631	\$ 18,364	\$ 264,399	
Percent of Functional Expenses	60.32%	1.00%	30.40%	1.34%	93.06%	5.57%	1.37%	6.94%	100.00%	

SEE INDEPENDENT ACCOUNTANT'S REVIEW REPORT  
The accompanying notes are an integral part of these financial statements.

**RADIO AMATEUR SATELLITE CORPORATION (AMSAT)**  
**STATEMENTS OF CASH FLOWS**

*YEARS ENDED DECEMBER 31, 2024 AND 2023*

	<b>2024</b>	<b>2023</b>
<b>Cash flows from operating activities:</b>		
Change in net assets	\$ 151,369	\$ 213,041
Adjustments to reconcile change in net assets to cash flows from operating activities		
Depreciation	-	1,682
Gain on sale of investments	(80,991)	(1,916)
Unrealized gain on investments	(47,853)	(177,443)
Changes in assets and liabilities		
Other receivables	773	2,956
Prepaid expenses	4,836	(2,556)
Accounts payable	14,151	(2,221)
Accrued expenses	286	(1,265)
Net cash flows provided by operating activities	<u>42,571</u>	<u>32,278</u>
<b>Cash flows from investing activities:</b>		
Purchase of investments	(676,069)	(2,505,442)
Proceeds from sale of investments	<u>639,076</u>	<u>2,381,139</u>
Net cash flows used in investing activities	<u>(36,993)</u>	<u>(124,303)</u>
Net change in cash and cash equivalents	5,578	(92,025)
Cash and cash equivalents - beginning	<u>176,706</u>	<u>268,731</u>
Cash and cash equivalents - ending	<u><u>\$ 182,284</u></u>	<u><u>\$ 176,706</u></u>

SEE INDEPENDENT ACCOUNTANT'S REVIEW REPORT

The accompanying notes are an integral part of these financial statements.

## **RADIO AMATEUR SATELLITE CORPORATION (AMSAT)**

### **NOTES TO THE FINANCIAL STATEMENTS**

DECEMBER 31, 2024 AND 2023

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#### **Note 1—Organization and business**

*Nature of Activities* – Radio Amateur Satellite Corporation (“AMSAT”) is a non-profit educational and scientific organization that designs and produces satellites for world-wide amateur radio communication and experimentation, encourages the development of skills and the advancement of knowledge in the field of amateur radio communications, and disseminates scientific, technical, and operational information derived from such communications and experimentation. The organization is supported primarily through membership dues and contributions from members.

#### **Note 2—Summary of significant accounting policies**

*Basis of Accounting and Presentation* – The financial statements of AMSAT have been prepared on the accrual basis of accounting, in accordance with generally accepted accounting principles in the United States of America (“U.S. GAAP”). AMSAT reports information regarding its financial position and activities according to two classes of net assets: net assets without donor restrictions and net assets with donor restrictions.

*Net Assets Without Donor Restriction* – Net assets without donor restriction are not subject to donor-imposed stipulations. These net assets are available for the overall operations at the discretion of the Board of Directors.

*Net Assets With Donor Restriction* – Net assets with donor restriction are subject to donor-imposed stipulations that will be met either by actions of the organization and/or the passage of time. Other restrictions are those which are contributed with donor restrictions requiring that they be held in perpetuity.

*Cash and Cash Equivalents* – AMSAT considers highly liquid debt investments with an original maturity of less than or equal to three months to be cash equivalents. AMSAT places its cash and cash equivalents on deposit with financial institutions in the United States. The Federal Deposit Insurance Corporation covers \$250,000 for substantially all depository accounts. AMSAT from time to time may have amounts on deposit in excess of the insured limits. As of December 31, 2024 and 2023, AMSAT had an amount of \$0 and \$0, respectively, on deposit in excess of these insured amounts. AMSAT’s management does not believe AMSAT is exposed to any substantial risk.

*Fair Value Measurement* – The carrying amounts reflected in the statements of financial position for current assets and current liabilities approximate their respective fair values due to the short maturities on those instruments.

*Investments* – Investments in marketable securities with readily determinable fair values and all investments in debt securities are valued at their fair values in the statement of financial position. Investment income or loss (including realized and unrealized gains and losses on investments, interest, and dividends) is included in the statement of activities as increases or decreases in net assets without donor restrictions unless the income or loss is restricted by donor or law. Realized gains and losses on securities sold during the year and held at the beginning of the year are recognized to the extent sales proceeds exceed the security's fair market value at the beginning of the year.

## RADIO AMATEUR SATELLITE CORPORATION (AMSAT) NOTES TO THE FINANCIAL STATEMENTS

DECEMBER 31, 2024 AND 2023

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### **Note 2—Summary of significant accounting policies (continued)**

*Recognition of Dues and Contributions* – AMSAT recognizes annual dues as income when earned. Contributions are not generally pledged in advance of collection and are recognized upon receipt.

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

*Functional Expenses* – The costs of providing program and other activities have been summarized on a functional basis in the statements of activities. The statements of functional expenses present the natural classification detail of expenses by function. Accordingly, certain costs have been allocated among program services and supporting services benefited. Such allocations are determined by management on an equitable basis, which is based on time spent on the various program services and supporting services by the manager.

*Contributed Services* – Volunteers worked for AMSAT in various capacities for the years ended December 31, 2024 and 2023. Volunteers and their contributed services are essential to all aspects of AMSAT's mission. They provide services including the writing, editing, and publishing of various educational materials including the Journal. Volunteers mentor university students on satellite projects and assist schools with contacts between the International Space Station and students. Volunteers design, build, and test AMSAT's satellites. They provide outreach and support for hams and potential hams. U.S. GAAP requires management to record and disclose services that create or enhance non-financed assets or those that require special skills. Management has elected not to record and disclose the information. The valuation of their work and its effect on the financial statements has not been determined.

*Income Taxes* – AMSAT is exempt from income taxes under Section 501(c)(3) of the Internal Revenue Code. In addition, AMSAT has been determined by the Internal Revenue Service not to be a private foundation within the meaning of Section 509(a) of the Code. AMSAT evaluates uncertainty in income tax positions based on a more likely than not recognition standard. If that threshold is met, the tax position is then measured at the largest amount that is greater than 50% likely of being realized upon ultimate settlement. As of December 31, 2024, AMSAT has evaluated its material tax positions and determined that no accruals for uncertain tax positions are required on AMSAT's financial statement as AMSAT has no tax obligation at this time. If applicable, AMSAT records interest and penalty expense as a component of income tax expense. Returns filed for tax periods ended after December 31, 2022 are open to examination and any changes by the taxing authorities may affect AMSAT's income tax liability.

*Adopted Pronouncements* – In May 2014, the FASB issued ASU 2014-09, Revenue from Contracts with Customers (Topic 606), requiring an entity to recognize the amount of revenue to which it expects to be entitled for the transfer of promised goods or services to customers. The updated standard rep most existing revenue recognition guidance in U.S. GAAP when it becomes effective and permits the use of either a full retrospective or retrospective with cumulative effect transition method. In August 2015, the FASB issued ASU 2015-14, which defers the effective date of ASU 2014-09 one-year making it effective for annual reporting periods beginning after December 15, 2018, for all non-SEC filers, including not-for-profit entities. The standard had no effect on the financial statements.

# RADIO AMATEUR SATELLITE CORPORATION (AMSAT)

## NOTES TO THE FINANCIAL STATEMENTS

DECEMBER 31, 2024 AND 2023

### Note 2—Summary of significant accounting policies (continued)

In June 2018, the FASB issued ASU 2018-08, Clarifying the Scope and Accounting Guidance for Contributions Received and Contributions Made. ASU 2018-08 provides a more detailed framework for determining whether a grant or similar contract should be accounted for as a contribution or as an exchange transaction. ASU 2018-08 also provides additional guidance to help determine whether a contribution is conditional, and better distinguish between a donor-imposed condition and a donor-imposed restriction. The ASU has been applied on a modified prospective basis.

In February 2016, the FASB issued ASU 2016-02, Leases (Topic 842), requiring lessees to recognize lease assets and liabilities on the balance sheet for all arrangements with terms longer than 12 months. Lessor accounting remains consistent with current U.S. GAAP. This ASU is effective for fiscal years beginning after December 15, 2021. The standard had no effect on the financial statements.

### Note 3—Liquidity

The table below represents financial assets available for general expenditures within one year at December 31:

	<u>2024</u>	<u>2023</u>
Financial assets at year-end:		
Cash	\$ 182,284	\$ 176,706
Investments	<u>1,687,817</u>	<u>1,521,980</u>
Total financial assets at year-end	<u>1,870,101</u>	<u>1,698,686</u>
Less amounts not available to be used for general expenditures within one-year:		
Donor restricted with purpose restrictions	<u>127,324</u>	<u>121,845</u>
Financial assets available to meet general expenditures within one-year:	<u>\$ 1,742,777</u>	<u>\$ 1,576,841</u>

General expenditures include general and administrative and fundraising expenses expected to be paid in the subsequent year. As part of AMSAT's liquidity management plan, cash in excess of monthly expenditure requirements is invested in corporate stocks and mutual funds. AMSAT solicits general contributions on an ongoing basis to maintain an operating reserve.

### Note 4—Cash and cash equivalents

Cash and cash equivalents as of December 31 are summarized as follows:

	<u>2024</u>	<u>2023</u>
Eagle Bank Checking account	\$ 152,890	\$ 162,783
Cash on hand	-	54
Merrill Lynch Cash account	<u>29,394</u>	<u>13,869</u>
	<u>\$ 182,284</u>	<u>\$ 176,706</u>

# **RADIO AMATEUR SATELLITE CORPORATION (AMSAT)**

## **NOTES TO THE FINANCIAL STATEMENTS**

DECEMBER 31, 2024 AND 2023

### **Note 5—Net assets with donor restrictions**

AMSAT received net assets with donor restriction contributions during the years ended December 31, 2024 and 2023 as follows:

	<u>2024</u>	<u>2023</u>
Information and Symposia	\$ 5,000	\$ 1,200
Publications	-	-
Satellite Development	12,349	12,772
Satellite Operations	-	-
Management	-	-
Total with donor restriction contributions	<u>\$ 17,349</u>	<u>\$ 13,972</u>

Net assets with donor restrictions as of December 31, 2024 and 2023 are available for the following:

	<u>2024</u>	<u>2023</u>
Satellite Development	\$ 112,105	\$ 111,074
Satellite Operations	-	-
Education and Youth Initiatives	11,719	7,271
Legal Defense Fund	3,500	3,500
Total with donor restriction contributions	<u>\$ 127,324</u>	<u>\$ 121,845</u>

### **Note 6—Program services**

*Satellite Development* – AMSAT designs, constructs, and launches satellites for amateur radio communication, research, and education in the space sciences. AMSAT owns and controls some of the orbiting satellites under license by the Federal Communications Commission. Some satellites are designed, constructed, and operated in collaboration with similar amateur satellite groups in other parts of the world.

*Publications and Software* – AMSAT develops, publishes, prints, and distributes educational materials related to communication satellites, amateur radio, and scientific, educational, and technological programs. Included are the AMSAT Journal, Proceedings of the AMSAT-NA Space Symposium, a series of beginners and satellite information guides, and a variety of computer programs and related hardware for computing and tracking orbiting satellites.

*Information and Symposia* – AMSAT distributes world-wide regular and special information bulletins about amateur satellites and space science activities using amateur packet radio networks, amateur radio voice networks by way of amateur satellite and high frequency radio, and the internet. AMSAT sponsors and promotes technological discussions on amateur spacecraft and space science on all of its networks. AMSAT also sponsors technical symposia and provides telephone information services. Information services are available to over 700,000 licensed amateur radio operators and to educators and students.

**RADIO AMATEUR SATELLITE CORPORATION (AMSAT)**  
**NOTES TO THE FINANCIAL STATEMENTS**

DECEMBER 31, 2024 AND 2023

**Note 6—Program services** (continued)

*Satellite Operations* – AMSAT, through members who are licensed amateur radio operators, takes care of the day-to-day operation of its satellites. These satellites are available for use by any properly licensed amateur radio operator world-wide. Satellite operations involve the technical command and control of on-board systems to insure proper operation and its long-term well-being. AMSAT operations personnel disseminate data and information to users for effective and timely use of satellite systems.

**Note 7—Long-term investments**

AMSAT classifies its investments in marketable equity securities and mutual funds as available-for-sale investments and are shown at fair market values. The cost basis method used by the investment company is average cost for open-end mutual funds and first-in, first-out for all other securities. The gross proceeds from sales of mutual funds and other marketable securities for the years ended December 31, 2024 and 2023 were \$639,076 and \$2,381,139, respectively.

The following tables summarize the available-for-sale investments:

<b>December 31, 2024</b>				
	<b>Cost</b>	<b>Gross Unrealized Gains</b>	<b>Gross Unrealized Losses</b>	<b>Fair Value</b>
Equities	804,135	176,392	(25,976)	954,551
Fixed Income	164,524	1,753	(732)	165,545
Mutual Funds	564,141	9,925	(6,345)	567,721
Total Marketable Securities	<u>\$ 1,532,800</u>	<u>\$ 188,070</u>	<u>\$ (33,053)</u>	<u>\$ 1,687,817</u>

  

<b>December 31, 2023</b>				
	<b>Cost</b>	<b>Gross Unrealized Gains</b>	<b>Gross Unrealized Losses</b>	<b>Fair Value</b>
Equities	909,527	103,243	(12,112)	1,000,658
Fixed Income	145,367	1,654	-	147,021
Mutual Funds	360,100	14,201	-	374,301
Total Marketable Securities	<u>\$ 1,414,994</u>	<u>\$ 119,098</u>	<u>\$ (12,112)</u>	<u>\$ 1,521,980</u>

The following table presents the gross realized gains and losses as of December 31:

	<b>2024</b>	<b>2023</b>
Gross realized gains	\$ 106,885	\$ 113,227
Gross realized losses	(25,894)	(111,311)
Total	<u>\$ 80,991</u>	<u>\$ 1,916</u>

SEE INDEPENDENT ACCOUNTANT'S REVIEW REPORT

**RADIO AMATEUR SATELLITE CORPORATION (AMSAT)**  
**NOTES TO THE FINANCIAL STATEMENTS**

DECEMBER 31, 2024 AND 2023

**Note 7—Long-term investments (continued)**

*Fair Value Measurements* – The fair value of financial assets and liabilities is measured according to the Fair Value Measurements and Disclosures Topic of the FASB Accounting Standards Codification. Fair value is required to be evaluated and adjusted according to the following valuation techniques.

Level 1 – Fair value is determined using quoted market prices in active markets for identical assets and liabilities.

Level 2 – Fair value is determined using quoted market prices in active markets for similar assets and liabilities.

Level 3 – Fair value is determined using unobservable market prices in a market that is typically inactive.

The following tables sets forth by level, within the fair value hierarchy, marketable securities at fair value as of December 31, 2024 and 2023:

	<b>December 31, 2024</b>			
	<b>Level 1</b>	<b>Level 2</b>	<b>Level 3</b>	<b>Total</b>
Equities	954,551	-	-	954,551
Fixed Income	165,545	-	-	165,545
Mutual Funds	<u>567,721</u>	<u>-</u>	<u>-</u>	<u>567,721</u>
Total Marketable Securities	<u>\$ 1,687,817</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,687,817</u>

	<b>December 31, 2023</b>			
	<b>Level 1</b>	<b>Level 2</b>	<b>Level 3</b>	<b>Total</b>
Equities	1,000,658	-	-	1,000,658
Fixed Income	147,021	-	-	147,021
Mutual Funds	<u>374,301</u>	<u>-</u>	<u>-</u>	<u>374,301</u>
Total Marketable Securities	<u>\$ 1,521,980</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,521,980</u>

**RADIO AMATEUR SATELLITE CORPORATION (AMSAT)**  
**NOTES TO THE FINANCIAL STATEMENTS**

DECEMBER 31, 2024 AND 2023

**Note 8—Lease commitments**

Rent of \$10,902 and \$8,155 was paid for storage facilities in Maryland, Ohio, Texas, and Virginia for the years ended December 31, 2024 and 2023, respectively. The rent for the storage facilities in Ohio is paid six months in advance and Maryland, Texas, and Virginia on a month-to-month basis. Management has determined that the deferred rent is immaterial as of December 31, 2024 and 2023.

On March 20, 2019, AMSAT entered into a five-year rental agreement of a postage metering machine with quarterly rent payments of \$464. At the end of the rental period, the equipment must be returned. Postage machine rent expenses for the years ended December 31, 2024 and 2023, was \$0 and \$464, respectively. On May 18, 2023, this rental agreement was terminated with a penalty payment of \$2,078.

**Note 9—Net product-related income**

Net product-related income is comprised of the following:

	<u>2024</u>	<u>2023</u>
Product related revenues	\$ 70,013	\$ 60,933
Cost of revenues	<u>(51,391)</u>	<u>(42,254)</u>
Total	<u>\$ 18,622</u>	<u>\$ 18,679</u>

**Note 10—Property and equipment**

Furniture and equipment are recorded at cost or at fair market value at the time of purchase or donation, respectively. Assets are depreciated using the straight-line method over their estimated useful life of 5 to 7 years.

Property and equipment is comprised of the following:

	<u>2024</u>	<u>2023</u>
Equipment	<u>\$ 1,962</u>	<u>\$ 1,962</u>
	1,962	1,962
Less accumulated depreciation	<u>(1,962)</u>	<u>(1,962)</u>
Total	<u>\$ -</u>	<u>\$ -</u>

**RADIO AMATEUR SATELLITE CORPORATION (AMSAT)**  
**NOTES TO THE FINANCIAL STATEMENTS**

DECEMBER 31, 2024 AND 2023

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**Note 11—Commitments and contingencies**

AMSAT is subject to legal proceedings and claims, which arise in the ordinary course of business. In the opinion of management, there is no pending or threatened litigation or administrative proceeding that is expected to have a material adverse impact on AMSAT's financial position or change in net assets.

AMSAT entered into numerous contracts with various hotels and convention center facilities for future planned conferences. Some of these contracts contain penalty clauses for cancellation, which could be material depending upon the particular contract and the date of cancellation. The penalties are based upon rooms reserved; anticipated hotel, food, and beverage revenues; and other damages. The potential liability for such damages, if all the contracts were cancelled, is \$14,130. At December 31, 2025, AMSAT does not intend to cancel any of these commitments.

**Note 12—Subsequent events**

The date to which events occurring after December 31, 2024, the date of the most recent statement of financial position has been evaluated for possible adjustment to the financial statements or disclosure is December 31, 2025, which is the date on which the financial statements were available to be issued.