

The Ridhwan Foundation
Statement of Financial Position
December 31, 2022

	Ridhwan Foundation	Friends of Ridhwan	Ridhwan Foundation Global
Cash and Investments	5,386,006	1,856,679	7,242,685
Property and Equipment, Net	6,000,044	0	6,000,044
Other Assets	15,452	127,485	142,937
Total Assets	11,401,502	1,984,164	13,385,666
Total Liabilities and Net Assets			
Current Liabilities	334,803	325	335,129
Deferred Revenue / Deposits	129,198	(650)	128,548
Other Liabilities	403,746	0	403,746
Total Liabilities	867,747	(325)	867,423
Unrestricted	8,118,923	90,000	8,208,923
Board Designated Reserves	1,459,563	0	1,459,563
Total Without Donor Restrictions	9,578,486	90,000	9,668,486
Scholarship Funds, All	0	454,217	454,217
Other Restricted Funds, Total	955,269	1,015,071	1,970,340
Endowment	0	425,201	425,201
Total With Donor Restricted	955,269	1,894,488	2,849,757
Total Net Assets	10,533,755	1,984,488	12,518,243
Total Liabilities and Net Assets	11,401,502	1,984,164	13,385,666

Ridhwan School Worldwide Financials

For the year ending December 31, 2022

	Ridhwan Foundation	Friends of Ridhwan	Other Funds ¹	Ridhwan Foundation Global, Subtotal	Other Ridhwan School Amounts ²	Ridhwan School Total Worldwide View	
Revenue:							
Tuition and Fees							
Academy Tuition	2,881,708	-	-	2,881,708		2,881,708	
Teacher Training Tuition	601,636	-	-	601,636		601,636	
Diamond Approach Europe Tuition	1,269,822	-	-	1,269,822		1,269,822	
Diamond Net	932,959	-	-	932,959		932,959	
Private Sessions	286,068	-	-	286,068	3,800,612	4,086,680	
Small Groups	40,371	-	-	40,371	536,361	576,732	
Diamond Approach Large Groups	142,557	-	-	142,557	1,893,968	2,036,525	
Other Ridhwan School Activities	108,123	-	-	108,123	1,138,684	1,246,808	
Tuition and Fees, Total	6,263,244	-	-	6,263,244	7,369,626	13,632,870	
Membership Dues	654,701	-	-	654,701		654,701	
Rental Income	40,664	-	-	40,664	-	40,664	
Investment Income	2,558	(122,232)	-	(119,674)	-	(119,674)	
Other Income	99,795	-	1,676,538	1,776,333	-	1,776,333	
Earned Revenue, Total	7,060,962	(122,232)	1,676,538	8,615,268	7,369,626	15,984,895	
Unrestricted Donations	423,675	365,339	-	789,014		789,014	
Grant from Friends to Ridhwan, Unrestricted	209,293	-	-	209,293		209,293	
Grant from Friends to Ridhwan, Other Restricted	46,778	-	18,898	65,677		65,677	
Donations Restricted	-	-	452,218	452,218		452,218	
Grants from Ridhwan to Friends, Scholarship	-	-	8,387	8,387		8,387	
Net Assets Released Other Restricted	70,540	61,800	(214,863)	(82,523)		(82,523)	
Contributed Revenue, Total	750,286	427,139	264,641	1,442,065	-	1,442,065	
Total Revenue	7,811,248	304,907	1,941,179	10,057,334	7,369,626	17,426,960	
Expense:							
Academy Groups	2,881,708	-	-	2,881,708		2,881,708	
Teacher Training	601,636	-	-	601,636		601,636	
Diamond Approach Europe	1,269,822	-	-	1,269,822		1,269,822	
Private Sessions	-	-	-	-	3,800,612	3,800,612	
Small Groups	-	-	-	-	536,361	536,361	
Diamond Approach Large Groups	-	-	-	-	1,893,968	1,893,968	
Other Ridhwan School Activities	-	-	-	-	1,138,684	1,138,684	
Facilities	243,966	-	-	243,966	-	243,966	
Ridhwan Core Operations:							
AV Publishing	78,371	-	-	78,371		78,371	
Website	235,035	-	-	235,035		235,035	
Communications	161,537	-	-	161,537		161,537	
Diamond Net	901,065	-	-	901,065		901,065	
General & Administrative	1,426,224	-	(200)	1,426,024		1,426,024	
Friends of Ridhwan Core Operations	-	95,614	-	95,614		95,614	
(less) Group Contributions to Core Operations	(859,292)	-	-	(859,292)		(859,292)	
Core Operations, Net	1,942,938	95,614	(200)	2,038,352	-	2,038,352	
Friends of Ridhwan Grants	-	209,293	158,527	367,819		367,819	
Other Expenses	-	-	-	-		-	
Total Expenses	6,940,071	304,907	158,327	7,403,304	7,369,626	14,772,931	
Net Income before Depreciation	871,177	-	1,782,852	2,654,029	-	2,654,029	
Depreciation Expense	364,296	-	-	364,296		364,296	
Net Income (Loss)	506,881	-	1,782,852	2,289,734	-	2,289,734	
Total Program Expense						13,199,885	89%
Total Fundraising Expense						100,460	1%
Total General and Administrative Expense						1,472,586	10%
Total Expense						14,772,931	100%

¹⁾ Other Funds include all restricted donations that we collected in 2022, and less restricted funds spent. This net income in this column is not available for unrestricted spending and is currently held on the balance sheet in the restricted funds. Other Funds also include \$ 1.6 million of the Colorado Insurance Recover Fund.

²⁾ Other Ridhwan School Amounts includes an estimate of the revenue collected directly by the teachers based on the portion paid to Ridhwan Foundation. The full amount is also shown as an expense and includes all costs borne by the teachers, including salaries, rent, and any other program costs.

Notes on Ridhwan School Worldwide Financial Statements – 2022

Results for the two legal entities—Ridhwan Foundation and Friends of Ridhwan (FOR)—individually appear in the first two columns. Because many teaching activities are organized autonomously by teachers, a large part of student tuition does not flow through the central organization although all teachers pay a portion of their tuition revenue to the Ridhwan Foundation to support its core costs. The income and expenses included in the Ridhwan School Worldwide view represent the teaching activities of all ordained Ridhwan teacher-ministers worldwide. It includes the activities of the Ridhwan Foundation (a U.S. registered 501(c)3 nonprofit), and its affiliated auxiliary fundraising organization, Friends of Ridhwan, which both support the worldwide activities of the Ridhwan School. The Ridhwan School is a network of teacher-ministers and students who are engaged in the Diamond Approach path. The Ridhwan Foundation is the legal entity that supports the functioning and availability of the Diamond Approach.

The Total Ridhwan School Worldwide view shows \$17.4 million in revenue. Earned revenue was \$15.9 million, or 92% of the total. \$7.4 million of the \$17.4 million is an estimated extrapolation from the teachers' percentages paid to the Ridhwan Foundation. Membership dues contributed an additional \$654,700. Insurance paid \$1.6 million for property lost in the Colorado wildfire. The remaining \$1 million came from Diamond Net online courses (tuition or shared revenue from outside producers), activities based on the Diamond Approach (book talks, etc.), facilities rental fees, and AV Library fees.

Contributed revenue of \$1.4 million was split between unrestricted donations (55%) and restricted income (45%). 24% of restricted donations are for scholarship funds.

Total worldwide expenses were \$14.7 million. Of this, \$13.2 million (89%) was spent on program activities, \$1.5 million on core costs /general administration (10%), and \$100,500 (1%) on fundraising activities.

Membership dues covered about 44% of the core costs (general administration) of running the Ridhwan organization. The rest is covered by the percentages paid from worldwide teaching activities and unrestricted donations.

Ridhwan's Statement of Financial Position shows assets and liabilities. The largest asset is the Ridhwan Center property in California. Insurance proceeds were used to purchase a property in Colorado after the previous one was destroyed by wildfire. Cash accounts include the board-restricted emergency reserve, the permanently restricted endowment, and scholarship funds. Temporarily restricted funds are donated or saved for specific purposes, including support for teacher training, life service and support for members with hardship, book editing and publication, building improvements, and other specific initiatives.

Please also review the [Ridhwan Foundation 2022 Annual Report](#).