Dow Jones News Fund, Inc.
Financial Statements
For The Year Ended
December 31, 2022

Dow Jones News Fund, Inc.
Year Ended December 31, 2022

Contents

	Page(s)
Independent Auditors' Report	1-2
Financial Statements	
Statement of Assets, Liabilities, and Net Assets – Cash Basis	3
Statement of Support, Expenses and Change in Net Assets – Cash Basis	4
Statement of Functional Expenses – Cash Basis	5
Notes to Financial Statements	6-9

BARATZ & ASSOCIATES, P.A.
ACCOUNTANTS AND CONSULTANTS

4B EVES DRIVE | SUITE 100 | MARLTON, NJ 08053 | P 856.985.5688 | F 856.985.8340

Independent Auditors' Report

To the Board of Directors of Dow Jones News Fund, Inc.
4300 Route 1 North
Monmouth Junction, NJ 08852

Opinion

We have audited the accompanying financial statements of Dow Jones News Fund, Inc. (a nonprofit organization), which comprise the statement of assets, liabilities, and net assets – cash basis as of December 31, 2022, and the related statements of support, expenses and changes in net assets – cash basis, and functional expenses – cash basis 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 assets, liabilities, and net assets of Dow Jones News Fund, Inc. as of December 31, 2022, and the support, expenses and changes in its net assets for the year then ended in accordance with the cash basis of accounting as described in Note 2.

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 Dow Jones News Fund, Inc. 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.

Basis of Accounting

We draw attention to Note 2 of the financial statements, which describes the basis of accounting. The financial statements are prepared on the cash basis of accounting, which is a basis of accounting other than accounting principles generally accepted in the United States of America. Our opinion is not modified with respect to that matter.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with the cash basis of accounting described in Note 2; this includes determining that the cash basis of accounting is an acceptable basis for the preparation of the financial statements in the circumstances. Management is also responsible 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.

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.

550 PINETOWN RD | SUITE 410 | FORT WASHINGTON, PA 19034 | P 215.641.8300 | F 215.641.8335
991 ROUTE 22 WEST | SUITE 220 | BRIDGEWATER, NJ 08807 | P 732.412.8325 | F 732.412.8326
BARATZCPA.COM

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 Dow Jones News Fund, Inc.'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 Dow Jones News Fund, Inc.'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.

Baratz & Associates, P.A.

Baratz & Associates, P.A.
Marlton, NJ

July 24, 2023

Dow Jones News Fund, Inc.
Statement of Assets, Liabilities, and Net Assets - Cash Basis
As of December 31, 2022

Assets		
Current Assets		
Cash and cash equivalents	$	590,222
Total Assets	$	590,222
Net Assets		
Without Donor Restrictions	$	546,301
With Donor Restrictions		43,921
Total Net Assets	$	590,222

Dow Jones News Fund, Inc.
Statement of Support, Expenses and Changes in Net Assets - Cash Basis
Year Ended December 31, 2022

	Without Donor Restrictions	With Donor Restrictions	Total
Support and Other Revenue			
Contributions and Grants	$ 425,807	$ 43,921	$ 469,728
Intern Training Program Fees	122,500	-	122,500
Book Royalties	10,847	-	10,847
	559,154	43,921	603,075
Net Assets Released From Restriction			
Satisfaction of program restrictions	11,519	(11,519)	-
Total Revenues, Gains and Other Support	570,673	32,402	603,075
Expenses			
Program services	487,034	-	487,034
Management and general	28,726	-	28,726
Total Expenses	515,760	-	515,760
Change in Net Assets For The Year	54,913	32,402	87,315
Net Assets at Beginning of Year	491,388	11,519	502,907
Net Assets at End of Year	$ 546,301	$ 43,921	$ 590,222

Dow Jones News Fund, Inc.
Statement of Functional Expenses - Cash Basis
Year ended December 31, 2022

	Program Services	Management and General	Total
High School Teacher Programs:			
High School Teacher Awards	$ 10,000	$ -	$ 10,000
Total High School Teacher Programs	10,000	-	10,000
High School Student Programs:			
Journalism Workshops	67,000	-	67,000
Writing Competition Scholarships	7,500	-	7,500
Total High School Student Programs	74,500	-	74,500
College Faculty and Student Programs:			
Intern Scholarships	112,500	-	112,500
Intern Training Center and Travel Expenses	245,981	-	245,981
Faculty Training Program Expenses	16,000	-	16,000
Intern Financial Assistance Expenses	21,475	-	21,475
Total College Faculty and Student Programs:	395,956	-	395,956
Career-Level Programs	6,578	-	6,578
Travel, Meetings and Conference Expenses	-	10,386	10,386
Auditing and Accounting Services	-	12,250	12,250
Bank and Credit Card Fees	-	3,560	3,560
Consulting	-	2,265	2,265
Postage	-	265	265
Total Functional Expenses	$ 487,034	$ 28,726	$ 515,760

Dow Jones News Fund, Inc.
Notes to Financial Statements
Year Ended December 31, 2022

1. Organization and Basis of Presentation

Dow Jones News Fund, Inc. ('the Organization"), is a nonprofit corporation, organized on December 24, 1958 in the state of Delaware. The Organization is dedicated to the encouragement and education of high school and college students interested in pursuing careers in journalism.

The Organization accomplishes its mission by sponsoring internship programs for qualifying students in data journalism, digital media, business reporting, and multiplatform editing. The Organization also sponsors writing competitions, teacher-of-the-year and distinguished adviser awards, and workshops for college faculty and high school students. As an additional aid to students and faculty, the Organization publishes journalism career and education information.

The Organization's support comes primarily from the Dow Jones Foundation and intern training fees from participating news organizations.

2. Summary of Significant Accounting Policies

Basis of Accounting

The accompanying financial statements present results on the cash basis of accounting, which is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America (GAAP). The following are the significant differences from those accounting principles:

1. Under the cash basis of accounting, revenues and contributions are recognized when they are received and expenditures are recognized when they are paid. Under GAAP, revenue and contributions are recognized when they are earned and expenditures are recognized when they are incurred.

2. Under the cash basis of accounting, in-kind donations are not recognized as contributions, whereas under GAAP, in-kind donations are reported as contributions. The Organization receives significant in-kind donations from Dow Jones and Company, including the salaries and employment costs of three full-time dedicated employees, and other overhead expenses including rent, utilities, office supplies, and employee travel costs. These non-cash donations are not recognized as contributions and the expenses are not recognized as expenses under the cash basis of accounting.

Classification of Net Assets

The Organization is a nonprofit entity and, as such, follows the specialized accounting and reporting principles for nonprofit organizations. These financial statements follow the recommendations of FASB ASC 958, *Financial Statements of Not-For-Profit Organizations,* under which the Organization is required to report 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 restrictions – Net assets not subject to donor-imposed stipulations.

Net assets with donor restrictions – Net assets subject to donor-imposed stipulations that expire by the passage of time or can be fulfilled or removed by actions pursuant to the stipulations. They include gifts restricted by donors for specific programs and other operating purposes.

Use of Estimates

The preparation of financial statements in conformity with the cash basis of accounting 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 income and expenses during the reporting period. Actual results could differ from those estimates.

Contributions

Contributions are recorded as revenue at the time of receipt. Promises to give, both unconditional and conditional, are not recorded as revenue until the funds are received.

The Organization reports gifts of cash and other assets as restricted support if they are received with donor stipulations that limit the use of the donations. When a donor restriction expires, that is, when a stipulated time restriction ends or purpose restriction is accomplished, net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the Statement of Support, Expenses and Changes in Net Assets – Cash Basis as net assets released from restrictions. Donor restricted contributions whose restrictions are met in the same reporting periods are reported as without donor restriction support.

Contributions received are measured at their fair values and reported as an increase in net assets.

Cash and Cash Equivalents

The Organization considers all highly liquid investments purchased with maturities of three months or less to be cash equivalents.

Concentrations

The Organization maintains cash in a checking account with a federally insured bank. At times, the balance in this account may be in excess of the federally insured limit of up to $250,000. The amount in excess of the insured limit at December 31, 2022 was $374,027.

The Organization receives several large grants each year which make up a significant portion of its contribution and grant revenue. During the year ended December 31, 2022, the Organization received 85% of its contributions and grants from two donors.

Income Taxes

The Organization is exempt from federal income taxes pursuant to Section 501(c)(3) of the Internal Revenue Code and exempt from state income taxes. The Organization had no unrelated business income during the year ended December 31, 2022.

FASB ASC 740-10-65-1 requires financial statement recognition of the impact of a tax position, if that position is more than likely than not to be sustained on examination, based on the technical merits of the position. The benefit is calculated as the larger amount that is more than 50 percent likely to be realized upon resolution of the benefit. The Organization has evaluated its tax positions and believes all could be sustained upon examination. The Organization's informational returns (990-PF) are generally subject to examination for three years after the later of the due date of date of filing.

Expenses

The Organization allocates expenses among its program and administrative services. Expenses that can be identified with a specific program or administrative service are charged directly. Other expenses that are common to several functions are allocated based on various statistical bases. The administrative expenses include costs related to administrative functions.

3. Liquidity and Availability of Financial Assets

The following reflects the Organization's financial assets as of the statement of assets, liabilities, and net assets – cash basis date, reduced by amounts not available for general use because of contractual or donor-imposed restrictions within one year of the statement of financial position date. The following table reflects the Organization's financial assets (cash and cash equivalents) as of December 31, 2022, reduced by amounts not available for general expenditures within one year.

Financial assets at year-end	$ 590,222
Less those unavailable for general expenditures within one year, due to:	
Donor-imposed restrictions	43,921
Financial assets available to meet cash needs for general expenditure within one year	$ 546,301

As part of the Organization's liquidity management plan, cash in excess of daily requirements is maintained in the checking account for availability to cover expenses. Management continuously monitors support received in order to properly budget expenses and avoid an operating deficit. The Organization maintains a surplus to ensure that unanticipated expenses are covered.

4. Net Assets with Donor Restrictions

Net assets with donor restrictions consisted of funds designated for the following specific operating purposes as of December 31, 2022:

Subject to expenditure for specific purpose	
Nature of Restriction:	
Richard J. Levine Award Fund	$ 33,444
Intern Assistance Fund	10,477
Total net assets with donor restrictions	$ 43,921

The Organization maintains one cash account which is comprised of all nets assets with and without donor restrictions at all times during the year ended December 31, 2022.

5. Related Party Transactions

Dow Jones & Company, a for-profit corporation, is the Organization's primary benefactor. The Company provides the bulk of the Organization's financial support, paying for most of the Organization's overhead costs including payroll and employee benefits, rent, office expenses, and employee travel. It also makes contributions indirectly through the Dow Jones Foundation, for which it is also the primary benefactor. The Organization has an arms-length relationship with Dow Jones & Company regarding its college internship program. Each year, the Organization places interns with Company-owned news organizations and charges those news organizations its standard intern training fee. The Organization treats these transactions in the same way it treats similar transactions with unrelated news organizations, and at the same rate.

6. COVID 19 Impact

During the first quarter of 2020, an outbreak of a novel coronavirus causing the disease COVID-19 evolved into a global pandemic. The global response to COVID-19 has evolved rapidly. New Jersey, New York and surrounding state governments mandated restrictions on business operations and travel that have disrupted the operations of the Organization. The duration of this public health crisis, government mandated restriction, and future impact to the Organization's financial statements are currently unknown.

7. Subsequent Events

The Organization has evaluated subsequent events through July 24, 2023, which is the date the financial statements were available to be issued.