LAKESHORE PREGNANCY CENTER, INC.

FINANCIAL STATEMENTS AND SUPPLEMENTARY INFORMATION

YEARS ENDED DECEMBER 31, 2025 AND 2024

MEYAARD TOLMAN & VENLET p.c.
Certified Public Accountants
Zeeland, Michigan

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MEYAARD TOLMAN & VENLET p.c.
Certified Public Accountants

Jayne E. Venlet, CPA
John P. Rosendall, CPA

Lyndon Wood, CPA
Chanda M. Leech, CPA
Tyler D. Westman, CPA

Glenn Meyaard, CPA (1938-2024)
Charles D. Olszewski, CPA (1955-2020)
Kenneth Tolman, CPA (1959-2003)

INDEPENDENT AUDITOR'S REPORT

To the Board of Directors of
Lakeshore Pregnancy Center, Inc.
Holland, MI

Opinion

We have audited the accompanying financial statements of Lakeshore Pregnancy Center, Inc. (a nonprofit organization), which comprise the statements of financial position as of December 31, 2025 and 2024, and the related statements of activities, functional expenses 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 the Lakeshore Pregnancy Center, Inc. as of December 31, 2025 and 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 audits in accordance with auditing standards generally accepted in the United States of America. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the Lakeshore Pregnancy Center, Inc. and to meet our other ethical responsibilities in accordance with the relevant ethical requirements relating to our audits. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Responsibilities of Management for the Financial Statements

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

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

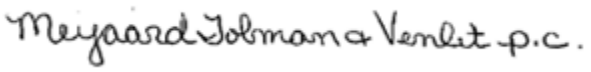
Auditor's Responsibilities for the Audit of the Financial Statements

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

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

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



Meyaard Tolman & Venlet p.c.
Certified Public Accountants

May 19, 2026

LAKESHORE PREGNANCY CENTER, INC.
STATEMENTS OF FINANCIAL POSITION
DECEMBER 31,

	2025	2024
ASSETS		
CURRENT:		
Cash and cash equivalents	$ 785,201	$ 862,550
Accounts receivable	89,979	76,714
Marketable securities	401,064	298,134
Inventories	87,373	82,208
Prepaid expenses	1,255	1,236
Total Current Assets	1,364,872	1,320,842
PROPERTY AND EQUIPMENT, NET	1,124,109	1,132,187
OTHER ASSETS:		
Operating lease right-of-use assets	58,167	77,968
Total Other Assets	58,167	77,968
TOTAL ASSETS	$ 2,547,148	$ 2,530,997
LIABILITIES AND NET ASSETS		
CURRENT LIABILITIES:		
Accounts payable	$ 15,397	$ 10,198
Accrued wages and related expenses	41,591	19,531
Accrued payroll liabilities	9,942	15,646
Current portion of operating lease liabilities	20,846	20,174
Total Current Liabilities	87,776	65,549
LONG-TERM LIABILITIES		
Operating lease liabilities, net of current portion	36,454	57,301
Total Long-Term Liabilities Liabilities	36,454	57,301
Total Liabilities	124,230	122,850
NET ASSETS:		
Without donor restrictions	2,367,916	2,339,446
With donor restrictions	55,002	68,701
Total Net Assets	2,422,918	2,408,147
TOTAL LIABILITIES AND NET ASSETS	$ 2,547,148	$ 2,530,997

See accompanying notes.

LAKESHORE PREGNANCY CENTER, INC.
STATEMENT OF ACTIVITIES
YEAR ENDED DECEMBER 31,

	2025		
	Without Donor Restriction	With Donor Restriction	Total
REVENUE, GAINS AND OTHER SUPPORT			
Public support:			
Cash contributions	$ 1,209,227	$ 152,292	$ 1,361,519
Special events, net of direct expenses of $29,497	274,872	-	274,872
Contributions of nonfinancial assets	123,608	-	123,608
Other revenue:			
Investment income	23,276	-	23,276
Gain on disposal of assets	31,992	-	31,992
Other income	2,071	-	2,071
Net assets released from restrictions	165,991	(165,991)	-
TOTAL REVENUE, GAINS AND OTHER SUPPORT	1,831,037	(13,699)	1,817,338
EXPENSES			
Program services	1,346,031	-	1,346,031
Management and general	239,321	-	239,321
Fundraising	217,215	-	217,215
TOTAL EXPENSES	1,802,567	-	1,802,567
CHANGE IN NET ASSETS	28,470	(13,699)	14,771
NET ASSETS, January 1, 2025	2,339,446	68,701	2,408,147
NET ASSETS, December 31, 2025	$ 2,367,916	$ 55,002	$ 2,422,918

See accompanying notes.

LAKESHORE PREGNANCY CENTER, INC.
STATEMENT OF ACTIVITIES
YEAR ENDED DECEMBER 31,

	2024		
	Without Donor Restriction	With Donor Restriction	Total
REVENUE, GAINS AND OTHER SUPPORT			
Public support:			
Cash contributions	$ 1,114,116	$ 68,701	$ 1,182,817
Special events, net of direct expenses of $25,609	261,182	-	261,182
Contributions of nonfinancial assets	105,354	-	105,354
Other revenue:			
Investment income	17,398	-	17,398
Gain on disposal of assets	6,457	-	6,457
Other income	2,597	-	2,597
Net assets released from restrictions	114,041	(114,041)	-
TOTAL REVENUE, GAINS AND OTHER SUPPORT	1,621,145	(45,340)	1,575,805
EXPENSES			
Program services	1,246,214	-	1,246,214
Management and general	209,722	-	209,722
Fundraising	206,752	-	206,752
TOTAL EXPENSES	1,662,688	-	1,662,688
CHANGE IN NET ASSETS	(41,543)	(45,340)	(86,883)
NET ASSETS, January 1, 2024	2,380,989	114,041	2,495,030
NET ASSETS, December 31, 2024	$ 2,339,446	$ 68,701	$ 2,408,147

LAKESHORE PREGNANCY CENTER, INC.
STATEMENT OF FUNCTIONAL EXPENSES
YEAR ENDED DECEMBER 31,

	2025						
	Program Services				Supporting Services		
	Medical	Community Engagement	Outreach	Total Program Services	Management and General	Fundraising	Total
Salaries and wages	$ 176,339	$ 416,159	$ 112,857	$ 705,355	$ 73,283	$ 137,407	$ 916,045
Payroll taxes	13,688	32,303	8,760	54,751	5,688	10,666	71,105
Workers' compensation	232	547	148	927	96	181	1,204
Other employee benefits	508	21,732	339	22,579	2,215	4,154	28,948
Total Employee Costs	190,767	470,741	122,104	783,612	81,282	152,408	1,017,302
Advertising and promotion	1,419	136,283	4,259	141,961	-	25,172	167,133
Bank charges	-	-	-	-	30	14,207	14,237
Conferences and meetings	-	-	-	-	12,698	668	13,366
Contract Labor	-	-	6,400	6,400	15,149	-	21,549
Dues and subscriptions	-	19,508	-	19,508	-	-	19,508
Equipment rentals	17	750	12	779	8,568	-	9,347
Freight and postage	-	1,653	-	1,653	581	2,233	4,467
Grants	-	114,000	-	114,000	-	-	114,000
Insurance	-	-	-	-	20,891	-	20,891
Miscellaneous	15	620	10	645	4,837	107	5,589
Occupancy	1,327	56,768	885	58,980	11,931	-	70,911
Office supplies	105	4,493	70	4,668	6,460	21,806	32,934
Professional fees	-	-	-	-	11,350	-	11,350
Repairs and maintenance	4,099	9,675	2,624	16,398	18,330	-	34,728
Staff support and training	5,616	59	237	5,912	34,715	-	40,627
Supplies	142	6,083	95	6,320	654	-	6,974
Travel and meals	-	6,434	7,864	14,298	629	614	15,541
Volunteer support and training	-	1,349	14	1,363	-	-	1,363
Total Expenses Before In-Kind Distributions and Depreciation	203,507	828,416	144,574	1,176,497	228,105	217,215	1,621,817
In-kind distributions	-	118,439	-	118,439	-	-	118,439
Depreciation	1,150	49,179	766	51,095	11,216	-	62,311
TOTAL EXPENSES	$ 204,657	$ 996,034	$ 145,340	$ 1,346,031	$ 239,321	$ 217,215	$ 1,802,567
% of Expenses				74.67%	13.27%	12.06%	100.00%

See accompanying notes.

LAKESHORE PREGNANCY CENTER, INC.
STATEMENT OF FUNCTIONAL EXPENSES
YEAR ENDED DECEMBER 31,

	2024						
	Program Services				Supporting Services		
	Medical	Community Engagement	Outreach	Total Program Services	Management and General	Fundraising	Total
Salaries and wages	$ 187,979	$ 443,629	$ 120,306	$ 751,914	$ 78,121	$ 146,477	$ 976,512
Payroll taxes	14,401	33,985	9,216	57,602	5,985	11,221	74,808
Workers' compensation	259	612	166	1,037	108	202	1,347
Other employee benefits	665	28,424	443	29,532	2,870	5,382	37,784
Total Employee Costs	203,304	506,650	130,131	840,085	87,084	163,282	1,090,451
Advertising and promotion	1,110	106,590	3,331	111,031	-	13,816	124,847
Bank charges	-	-	-	-	62	9,313	9,375
Conferences and meetings	-	-	-	-	9,456	498	9,954
Contract Labor	-	-	4,117	4,117	20,000	6,970	31,087
Dues and subscriptions	-	17,004	-	17,004	-	-	17,004
Equipment rentals	-	-	-	-	9,658	-	9,658
Freight and postage	-	1,214	-	1,214	426	1,640	3,280
Insurance	-	-	-	-	23,163	-	23,163
Miscellaneous	-	-	-	-	4,889	-	4,889
Occupancy	1,251	53,526	834	55,611	12,030	-	67,641
Office supplies	124	5,311	83	5,518	1,437	10,537	17,492
Professional fees	-	-	-	-	10,750	-	10,750
Repairs and maintenance	2,107	4,973	1,349	8,429	13,377	-	21,806
Staff support and training	19,458	205	819	20,482	3,517	-	23,999
Supplies	203	8,701	136	9,040	483	-	9,523
Travel and meals	-	7,220	8,824	16,044	699	696	17,439
Volunteer support and training	-	956	10	966	-	-	966
Total Expenses Before In-Kind Distributions and Depreciation	227,557	712,350	149,634	1,089,541	197,031	206,752	1,493,324
In-kind distributions	-	98,859	-	98,859	-	-	98,859
Depreciation	1,301	55,646	867	57,814	12,691	-	70,505
TOTAL EXPENSES	$ 228,858	$ 866,855	$ 150,501	$ 1,246,214	$ 209,722	$ 206,752	$ 1,662,688
% of Expenses				74.95%	12.61%	12.44%	100.00%

LAKESHORE PREGNANCY CENTER, INC.
STATEMENTS OF CASH FLOWS
YEARS ENDED DECEMBER 31,

	2025	2024
CASH FLOWS FROM OPERATING ACTIVITIES:		
Change in net assets	$ 14,771	$ (86,883)
Adjustments to reconcile change in net assets to net cash provided (used) by operating activities:		
Depreciation	62,311	70,505
Realized and unrealized (gain)/loss on marketable securities	(31,992)	(6,457)
Noncash lease expense	(374)	(332)
(Increase) decrease in:		
Accounts receivable	(13,265)	9,608
Inventory	(5,165)	(6,494)
Prepaid expenses	(19)	8,767
Increase (decrease) in:		
Accounts payable	5,199	(4,990)
Accrued wages and related expenses	22,060	(7,567)
Accrued payroll liabilities	(5,704)	1,674
Net Cash Provided (Used) by Operating Activities	47,822	(22,169)
CASH FLOWS FROM INVESTING ACTIVITIES:		
Purchases of property and equipment	(54,233)	(5,692)
Purchases of investments	(516,614)	(249,732)
Proceeds on sale of investments	445,676	26,205
Net Cash Provided (Used) by Investing Activities	(125,171)	(229,219)
Net increase (decrease) in cash and cash equivalents	(77,349)	(251,388)
Cash and cash equivalents, beginning	862,550	1,113,938
Cash and cash equivalents, ending	$ 785,201	$ 862,550

There were no interest or income taxes paid by the Organization.

See accompanying notes.

MISSION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

NATURE OF ACTIVITIES – Lakeshore Pregnancy Center, Inc. is a non-profit organization deeply entrenched in four communities along the lakeshore helping men and women, churches and kids in the classroom see the beauty and possibility of life. The Organization's mission is to, "Love people to life before, during, and after a pregnancy decision".

The Organization's program services include the following:

Fatherhood – Provides expectant fathers information on pregnancy options and parenting education.

Community Life – Equips members of local churches to become safe, educated, and responsible encouragers for those facing an unplanned pregnancy, those considering abortion, and those who have experienced abortion.

Project Best Life – Serves area schools, churches, parents, and teenagers by empowering students to choose healthy lifestyles and relationships through social and sexual health education.

Medical – Provides medical services including pregnancy testing, ultrasounds, medical referrals, and limited prenatal consultation.

Family Support – Provides parenting education classes as well as material services to both men and women before and after childbirth.

BASIS OF PRESENTATION - The accompanying financial statements have been prepared on the accrual basis of accounting. The financial statements are presented in accordance with the provisions of FASB ASC 958, *Not-for-Profit Entities*, and the AICPA Audit and Accounting Guide for Not-for-Profit Organizations (the "Guide").

Under the provisions of FASB ASC 958 and the Guide, net assets and revenues, expenses, gains and losses are classified according to two classes of net assets: net assets without donor restriction and net assets with donor restriction.

a.) Net Assets Without Donor Restriction - Net assets that are not subject to donor-imposed stipulations.

b.) Net Assets with Donor Restriction - Net assets whose use is limited by donor-imposed time and/or purpose restrictions.

ESTIMATES - The preparation of the financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and the 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.

CASH AND CASH EQUIVALENTS – Cash and cash equivalents include cash in checking accounts and all highly liquid investments with an original maturity of three months or less. The checking accounts are insured by the Federal Deposit Insurance Corporation up to $250,000 per financial institution. From time to time during the year, the Organization may have cash in a bank checking account in excess of the federally insured limit. This risk is managed by maintaining all deposits in highly quality financial institutions. The Organization seeks to manage its risk associated with its investments by maintaining an adequately diversified investment portfolio among issuers.

ACCOUNTS RECEIVABLE – Accounts receivable are stated at the amount management expects to collect from outstanding balances. Management provides for probable uncollectible amounts through the provision for bad debt expense and an adjustment to a valuation allowance based on its assessment of the current status of individual receivables. Balances that are still outstanding after management has used reasonable collection efforts are written off through the valuation allowance and a credit to the applicable receivable. There was no allowance at December 31, 2025 and 2024.

INVESTMENTS – Investments held by the Organization consist of money market funds and stocks. Such investments are carried at fair value, based on quoted market prices and significant other observable inputs. Investments received as donations are initially recorded at fair value on the date of receipt. Thereafter, the carrying value of such investments is adjusted to fair value, which is determined by published market quotations and other observable inputs. Realized gains and losses are included in nonoperating items on the statement of activities.

INVENTORIES – Donated inventory for the years ended December 31, 2025 and 2024 is stated at estimated fair value. The Organization receives a substantial amount of donated goods during the year from individuals and commercial enterprises, which are valued at fair value in accordance with accounting principles generally accepted in the United States of America. The donated goods are given away to clients of the Organization on an as-needed basis and as the clients earn points to redeem these goods at no cost. The Organization estimates fair value based upon reasonable retail resale rates within the area.

PROPERTY AND EQUIPMENT AND DEPRECIATION - Property and equipment are stated at cost, if purchased, or fair value at date of gift, if donated. Depreciation is computed using the straight-line method over the estimated useful lives of the respective assets, which range from 3 to 39 years. The Organization follows a capitalization policy of $1,000 in determining assets to be depreciated. Depreciation expense was $62,311 and $70,505 for the years ended December 31, 2025 and 2024, respectively.

REVENUE RECOGNITION – Contributions are recognized as revenues in the period unconditional promises to give are received. Conditional promises to give are not recognized until they become unconditional, that is when the conditions on which they depend are substantially met. Contributions of assets other than cash are recorded at their estimated fair value at the time of the contribution. Contributions are considered to be available for general purposes unless restricted by the donor for specific purposes.

Performance obligations are determined based on the nature of the goods or services provided by the Organization in accordance with the contract. Revenue for performance obligations satisfied over time is recognized ratably over the period based on time elapsed. The Organization believes this method provides a faithful depiction of the transfer of services over the term of the performance obligation based on the inputs needed to satisfy the obligation. Receipts received prior to events occurring or before revenues are earned are classified as deferred revenue in the accompanying statements of financial position. Revenue for performance obligations satisfied at a point in time is generally recognized when goods or services are provided to customers at a single point in time and the Organization does not believe it is required to provide additional goods or services related to that sale. The Organization determines the transaction price based on standard charges for goods and services provided. The Organization's revenue streams do not have significant financing components or contract costs. Revenues are recorded net of any sales taxes charged.

Revenues are reported as increases in net assets without donor restriction unless use of the related assets is limited by donor-imposed restrictions. Expenses are reported as decreases in net assets without donor restriction. Gains and losses on investments and other assets or liabilities are reported as increases or decreases in net assets without donor restriction unless their use is restricted by explicit donor stipulation or by law. Expirations of donor restrictions on net assets (ie., the donor-stipulated purpose has been fulfilled and/or the stipulated time period has elapsed) are reported as reclassifications between the applicable classes of net assets. The Organization has adopted a policy to classify donor restricted contributions as without donor restrictions to the extent that donor restrictions were met in the year the contribution was received.

In-kind contributions are recorded at fair value and consist of baby clothes, baby equipment, and toys.

DONATED GOODS AND SERVICES – The Organization recognized contributions of nonfinancial assets that create or enhance nonfinancial assets or require specialized skills and would typically be purchased had they not been provided by donation. These contributions assist the programs and supportive services of the Organization and are recorded at their fair value as contributions and expenses in the statement of activities in the period the service is provided. Contribution revenue includes nonfinancial assets, which consist of various inventory with a value of $123,608 for the year ended December 31, 2025, which have been recorded in accordance with FASB ASC 958. Contributions revenue includes nonfinancial assets, which consist of various inventory with a value of $105,354 for the year ended December 31, 2024, which have been recorded in accordance with FASB ASC 958.

Numerous volunteers have donated significant amounts of time to the Organization's program services. No amounts have been reflected in the financial statements for these services because they did not meet the criteria for recognition ASC 958-605-20, nor is a value for these services readily determinable.

ADVERTISING COSTS – The Organization expenses advertising costs as incurred. Advertising costs for the years ended December 31, 2025 and 2024 were $167,133 and $124,847, respectively.

FUNCTIONAL ALLOCATION OF EXPENSES – Directly identifiable expenses are charged to programs and supporting services. Expenses related to more than one function are charged to programs and supporting services on the basis of periodic time and expense studies. Management and general expenses include those expenses that are not directly identifiable with any other specific function but provide for the overall support and direction of the Organization.

INCOME TAXES - The Organization is a not-for-profit charitable organization exempt from Federal income taxes under Section 501(c)(3) of the Internal Revenue Code and is also exempt from similar state and local taxes. In addition, the Organization qualifies for the charitable contribution deduction under Section 170(b)(1)(A) and has been classified as an organization that is not a private foundation under Section 509(a)(2).

The Organization evaluates tax positions taken on its federal Exempt Organization Business Income Tax Returns in accordance with accounting principles generally accepted in the United States of America, which require that tax positions taken be more-likely-than-not to be sustained. Management believes that the Organization has no significant unrecognized tax benefits under that criteria. Penalties and interest, if any, assessed by income taxing authorities are included in operating expenses. The Organization's federal Exempt Organization Business Income Tax Returns are generally subject to examination by taxing authorities for three years after they were filed.

CONCENTRATION OF CREDIT RISK - The Organization maintains its deposits in two financial institutions which may at times exceed federally insured amounts. The Organization has not experienced any losses in such accounts and believes it is not exposed to significant credit risk due to cash concentration.

LEASES – The Organization calculates operating lease liabilities with its incremental borrowing rate, using a comparable period with the lease term. All lease and non-lease components are combined for all leases. Lease payments for leases with a term of 12 months or less are expensed on a straight-line basis over the term of the lease with no lease asset or liability recognized.

FAIR VALUE

The Organization utilizes fair value measurements to record fair value adjustments to its investment securities and to determine fair value disclosures. These assets are recorded at fair value on a recurring basis.

Under FASB ASC 820, the Organization groups its investments at fair value into three levels (termed the *fair value hierarchy*), based on the markets in which the investments are traded and the reliability of the assumptions used to determine fair value. These levels are:

Level 1: Valuation is based upon quoted prices for identical instruments traded in active markets. Level 1 securities include those traded on an active exchange, such as the New York Stock Exchange, U.S. Treasury securities that are traded by dealers or brokers in active over-the-counter markets, and money market funds. All of the Organization's direct investments are classified as level 1.

Level 2: Valuation is based upon quoted prices for similar instruments in active markets, quoted prices for identical or similar instruments in markets that are not active, and model-based valuation techniques for which all significant assumptions are observable in the market. The Organization holds no securities classified as Level 2.

Level 3: Valuation is generated from model-based techniques that use at least one significant assumption not observable in the market. These unobservable assumptions reflect estimates of assumptions that market participants would use in pricing the asset or liability. The Organization holds no securities classified as Level 3.

PROMISES TO GIVE

Unconditional promises to give are recognized as revenues or gains in the period received and as assets, decreases in liabilities, or expenses depending on the form of the benefits received. Conditional promises to give are recognized when the conditions on which they depend are substantially met. Specific promises to give are written-off when management believes that collection is unlikely. The following is a schedule of unconditional promises to give as of December 31:

	2025	2024
Receivable in less than one year	$ 89,979	$ 76,714
Total unconditional promises to give	$ 89,979	$ 76,714

PROPERTY AND EQUIPMENT

Property and equipment consists of the following amounts at December 31:

	2025	2024
Building and improvements	$1,598,543	$1,598,543
Equipment	245,274	191,041
Furniture and fixtures	190,815	190,815
Total	2,034,632	1,980,399
Less accumulated depreciation	910,523	848,212
Property and equipment, net	$1,124,109	$1,132,187

NET ASSETS WITH DONOR RESTRICTIONS

At December 31, net assets with donor restrictions are available for the following purposes or periods:

	2025	2024
Purpose restrictions, available for spending:		
Client supplies	$ 6,552	$ 13,608
Advertising	-	6,841
Equipment	40,248	20,000
Building	1,194	1,832
Expanded Hours	7,000	-
Rose Day	8	420
Programs	-	26,000
Total net assets with donor restrictions	$ 55,002	$ 68,701

INVESTMENTS

The Organization's investments (at fair value) consist of the following at December 31:

	2025	2024
Edward Jones – Mutual Funds	$ 399,955	$ 298,134
Edward Jones – Stock	1,109	-
Total	$ 401,064	$ 298,134

DESCRIPTION OF LEASING ARRANGEMENTS

The Organization leases its office space in Allendale from an unrelated party under an operating lease agreement. The lease expires on June 12, 2028 and requires monthly payments of $1,400. The Organization is also responsible for property taxes and building insurance.

The Organization is also leasing a printer and copy machine. The lease requires monthly payments of $497 for machine rental and copy usage. The lease expires on July 31, 2029.

The following summarizes the line items in the balance sheet which include amounts for operating leases as of December 31, 2025:

Operating lease right-of-use assets	$ 58,166
Current portion of long-term debt and operating lease liabilities	$ 20,846
Operating lease liabilities	36,454
Total operating lease liabilities	$ 57,300

The components of operating lease expenses that are included in the statement of activities for the year ended December 31, 2025 were as follows:

Occupancy	$ 22,387

The following summarizes the cash flow information related to operating leases for the year ended December 31, 2025:

Cash paid for amounts included in measurement of lease liabilities:	
Operating cash flows for operating leases	$ 22,760

Weighted average lease term and discount rate as of December 31, 2025 were as follows:

Weighted average remaining lease term	2.75 years
Weighted average discount rate	3.88%

The following summarizes the line items in the balance sheet which include amounts for operating leases as of December 31, 2024:

Operating lease right-of-use assets	$ 77,968
Current portion of long-term debt and operating lease liabilities	$ 20,174
Operating lease liabilities	57,301
Total operating lease liabilities	$ 77,475

The components of operating lease expenses that are included in the statement of activities for the year ended December 31, 2024 were as follows:

Occupancy	$ 23,327

The following summarizes the cash flow information related to operating leases for the year ended December 31, 2024:

Cash paid for amounts included in measurement of lease liabilities:	
Operating cash flows for operating leases	$ 23,659

Weighted average lease term and discount rate as of December 31, 2024 were as follows:

Weighted average remaining lease term	3.72 years
Weighted average discount rate	3.71%

Future minimum lease payments under operating leases:

2026	$ 22,760
2027	22,760
2028	12,960
2029	2,483
	60,963
Less present value discount	3,662
Total	$ 57,301

LIQUIDITY

The following reflects the Organization's financial assets as of the statement of financial position 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. Donor-restricted amounts that are available for use within one year for general purposes include the payment from promises to give.

Financial assets at December 31:

	2025	2024
Cash and cash equivalents	$ 785,201	$ 862,550
Accounts receivable, net	89,979	76,714
Marketable securities	401,064	298,134
Total financial assets at year-end	1,276,244	1,237,398
Less donor-restricted for specific purposes	55,002	68,701
Financial assets available to meet cash needs for general expenditure within one year	$ 1,221,242	$ 1,168,697

SUBSEQUENT EVENTS

The Organization has evaluated all subsequent events through May 19, 2026, the date the financial statements were available to be issued.