BONK, CUSHMAN, EAGLE & GARCIA
CERTIFIED PUBLIC ACCOUNTANTS

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BOYS TO MEN MENTORING NETWORK, INC.

AUDITED FINANCIAL STATEMENTS
DECEMBER 31, 2025 and 2024

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INDEPENDENT AUDITOR'S REPORT

To the Board of Directors of
Boys to Men Mentoring Network, Inc.

Opinion

We have audited the accompanying financial statements of Boys to Men Mentoring Network, 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 years 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 Boys to Men Mentoring Network, 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 Boys to Men Mentoring Network, 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 Boys to Men Mentoring Network, 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 are considered material if there is substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

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Auditor's Responsibilities for the Audit of the Financial Statements, continued

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 Boys to Men Mentoring Network, 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 Boys to Men Mentoring Network, 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.

Bonk, Cushman, Eagle & Garcia

October 15, 2026

BOYS TO MEN MENTORING NETWORK, INC.
STATEMENTS OF FINANCIAL POSITION
DECEMBER 31, 2025 and 2024

Assets	2025	2024
Current Assets		
Cash & Cash Equivalents	$ 351,494	$ 290,779
Investments (Note 4)	433,749	694,474
Accounts Receivable, net	111,779	50,100
Prepaid Expenses and Other Assets	43,154	104,743
Total Current Assets	940,176	1,140,096
Other Assets		
Property and Equipment (Note 5)	170,819	193,472
Operating Right-of-Use Asset, net (Note 6)	-	24,515
Total Other Assets	170,819	217,987
Total Assets	$ 1,110,995	$ 1,358,083
Liabilities and Net Assets		
Current Liabilities		
Accounts Payable	$ 9,723	$ 17,150
Accrued Expenses (Note 7)	11,331	50,590
Deferred Revenue	2,000	-
Current Portion of Operating Lease Liability (Note 6)	-	25,258
Total Current Liabilities	23,054	92,998
Total Liabilities	23,054	92,998
Net Assets		
Without Donor Restrictions	991,835	973,870
With Donor Restrictions (Note 9)	96,106	291,215
Total Net Assets	1,087,941	1,265,085
Total Liabilities & Net Assets	$ 1,110,995	$ 1,358,083

The Accompanying Notes are an Integral Part of the Financial Statements

BOYS TO MEN MENTORING NETWORK, INC.
STATEMENT OF ACTIVITIES
YEAR ENDED DECEMBER 31, 2025

	Without Donor Restrictions	With Donor Restrictions	Total
REVENUES AND SUPPORT:			
Public Support Received Directly:			
Contributions	$ 550,427	$ -	$ 550,427
Special Events, net of Direct Costs	600,404	-	600,404
Total Revenue from Public Support	1,150,831	-	1,150,831
Revenue from Grants and Government Agencies	36,700	241,000	277,700
Program Services Fees	245,076	-	245,076
Total Revenues and Support	281,776	241,000	522,776
Net Assets Released from Restrictions	436,109	(436,109)	-
TOTAL REVENUE AND SUPPORT	1,868,716	(195,109)	1,673,607
OPERATING EXPENSES:			
Program Services			
Community Engagement	1,182,211	-	1,182,211
Mentoring	33,412	-	33,412
Community Events	67,782	-	67,782
Total Program Services	1,283,405	-	1,283,405
Supporting Services			
General Administrative	235,486	-	235,486
Fundraising	366,359	-	366,359
Total Supporting Services	601,845	-	601,845
TOTAL OPERATING EXPENSES	1,885,250	-	1,885,250
CHANGE FROM OPERATIONS	(16,534)	(195,109)	(211,643)
NON-OPERATING INCOME (EXPENSE)			
Interest and Dividends	20,779	-	20,779
Unrealized Gain on Investments	15,364	-	15,364
Realized Gain on Investments	859	-	859
Other	(2,503)	-	(2,503)
TOTAL NON-OPERATING INCOME	34,499	-	34,499
CHANGE IN NET ASSETS	17,965	(195,109)	(177,144)
NET ASSETS, BEGINNING OF YEAR	973,870	291,215	1,265,085
NET ASSETS, END OF YEAR	$ 991,835	$ 96,106	$ 1,087,941

The Accompanying Notes are an Integral Part of the Financial Statements

BOYS TO MEN MENTORING NETWORK, INC.
STATEMENT OF ACTIVITIES
YEAR ENDED DECEMBER 31, 2024

	Without Donor Restrictions	With Donor Restrictions	Total
REVENUES AND SUPPORT:			
Public Support Received Directly:			
Contributions	$ 515,905	$ -	$ 515,905
Special Events, net of Direct Costs	616,637	-	616,637
Total Revenue from Public Support	1,132,542	-	1,132,542
Revenue from Grants and Government Agencies	160,820	252,500	413,320
Program Services Fees	217,147	-	217,147
Total Revenues and Support	377,967	252,500	630,467
Net Assets Released from Restrictions	26,285	(26,285)	-
TOTAL REVENUE AND SUPPORT	1,536,794	226,215	1,763,009
OPERATING EXPENSES:			
Program Services			
Community Engagement	1,138,840	-	1,138,840
Mentoring	62,941	-	62,941
Community Events	121,639	-	121,639
Total Program Services	1,323,420	-	1,323,420
Supporting Services			
General Administrative	62,028	-	62,028
Fundraising	364,957	-	364,957
Total Supporting Services	426,985	-	426,985
TOTAL OPERATING EXPENSES	1,750,405	-	1,750,405
CHANGE FROM OPERATIONS	(213,611)	226,215	12,604
NON-OPERATING INCOME (EXPENSE)			
Interest and Dividends	24,414	-	24,414
Unrealized Gain on Investments	5,064	-	5,064
Realized (Loss) on Investments	(277)	-	(277)
Other	(2,826)	-	(2,826)
TOTAL NON-OPERATING INCOME	26,375	-	26,375
CHANGE IN NET ASSETS	(187,236)	226,215	38,979
NET ASSETS, BEGINNING OF YEAR	1,161,106	65,000	1,226,106
NET ASSETS, END OF YEAR	$ 973,870	$ 291,215	$ 1,265,085

The Accompanying Notes are an Integral Part of the Financial Statements

BOYS TO MEN MENTORING NETWORK, INC.
STATEMENT OF FUNCTIONAL EXPENSES
YEAR ENDED DECEMBER 31, 2025

	PROGRAM SERVICES				SUPPORTING SERVICES			
	Community Engagement	Mentoring	Community Events	Total Programs	General Administrative	Fundraising	Total Supporting	Total
Grants and Direct Assistance	$ 11,570	$ 4,750	$ -	$ 16,320	$ -	$ -	$ -	$ 16,320
Salaries and Related Expenses	828,159	11,639	54,769	894,567	117,648	94,889	212,537	1,107,104
Contract Services	155,437	-	(150)	155,287	71,804	122,949	194,753	350,040
Non-Personnel	46,222	28	1,844	48,094	7,074	63,543	70,617	118,711
Facility and Vehicle	53,174	140	4,436	57,750	31,441	12,906	44,347	102,097
Travel and Conference	47,956	185	2,999	51,140	1,171	9,087	10,258	61,398
Other Program Specific	3,045	16,670	3,884	23,599	29	-	29	23,628
Other	36,648	-	-	36,648	6,319	62,985	69,304	105,952
Total Functional Expenses	$ 1,182,211	$ 33,412	$ 67,782	$ 1,283,405	$ 235,486	$ 366,359	$ 601,845	$ 1,885,250

The Accompanying Notes are an Integral Part of the Financial Statements

BOYS TO MEN MENTORING NETWORK, INC.
STATEMENT OF FUNCTIONAL EXPENSES
YEAR ENDED DECEMBER 31, 2024

	PROGRAM SERVICES				SUPPORTING SERVICES			
	Community Engagement	Mentoring	Community Events	Total Programs	General Administrative	Fundraising	Total Supporting	Total
Grants and Direct Assistance	$ 10,000	$ 2,000	$ -	$ 12,000	$ -	$ -	$ -	$ 12,000
Salaries and Related Expenses	837,322	42,199	101,369	980,890	(2,013)	85,062	83,049	1,063,939
Contract Services	95,088	-	2,873	97,961	37,683	79,816	117,499	215,460
Non-Personnel	51,103	74	2,485	53,662	-	113,623	113,623	167,285
Facility and Vehicle	51,309	1,058	5,325	57,692	25,807	7,920	33,727	91,419
Travel and Conference	42,341	1,958	3,907	48,206	-	16,264	16,264	64,470
Other Program Specific	10,999	15,652	3,875	30,526	-	14	14	30,540
Other	40,678	-	1,805	42,483	551	62,258	62,809	105,292
Total Functional Expenses	$ 1,138,840	$ 62,941	$ 121,639	$ 1,323,420	$ 62,028	$ 364,957	$ 426,985	$ 1,750,405

The Accompanying Notes are an Integral Part of the Financial Statements

BOYS TO MEN MENTORING NETWORK, INC.
STATEMENTS OF CASH FLOWS
Years Ended December 31, 2025 and 2024

	2025	2024
CASH FLOWS FROM:		
Operating Activities:		
Change in Net Assets	$ (177,144)	$ 38,979
Adjustments to Reconcile Change in Net Assets		
to Net Cash flows (Used) Provided by Operating Activities:		
Amortization of Operating Lease Right-of-Use Asset	24,515	28,217
Depreciation	28,762	25,220
Unrealized (Gain) on Investments	(15,364)	(5,064)
(Increase) / Decrease in:		
Accounts Receivable, net	(61,679)	7,700
Prepaid Expenses and Other Assets	61,589	16,405
Increase / (Decrease) in:		
Accounts Payable	(7,427)	(3,656)
Accrued Expenses	(39,259)	9,628
Deferred Revenue	2,000	(14,277)
Operating Lease Liability	(25,258)	(28,359)
Net Cash (Used) Provided by Operating Activities	(209,265)	74,793
Investing Activities:		
Purchases of Property and Equipment	(6,109)	(30,354)
Proceeds from Investments Sold	276,089	-
Purchases of Investments	-	(297,982)
Net Cash Provided (Used) by Financing Activities	269,980	(328,336)
Net Increase (Decrease) in Cash & Cash Equivalents	60,715	(253,543)
Cash and Cash Equivalents, Beginning of Year	290,779	544,322
Cash and Cash Equivalents, End of Year	$ 351,494	$ 290,779

The Accompanying Notes are an Integral Part of the Financial Statements

Note 1. Nature of Organization

Boys to Men Mentoring Network, Inc. (the Organization) is a nonprofit corporation organized in California in 1996. Since incorporation, the Organization's mission has been to build communities of male role models who, taught consistent group mentoring, encourage and empower teenage boys to follow their dreams. The Organization's mentors show up at middle schools, high schools, and community centers to give teenage boys a community of men who listen, encourage, and empower them.

The Organization's community-based mentoring approach gives boys a variety of positive male role models who show up consistently, tell the truth about their struggles as men, ask the boys what kind of man they want to be, praise them for their gifts, support them when they mess up, and encourage them become the man they want to be. Boys to Men Mentoring facilitates groups at 35 school partner locations across San Diego County serving over 800 boys on a weekly basis.

Note 2. Summary of Significant Accounting Policies

Basis of Accounting: The financial statements have been prepared utilizing the accrual basis of accounting in accordance with accounting principles generally accepted in the United States of America (U.S. GAAP) promulgated by the Financial Accounting Standards Board (FASB).

Net Asset Classification: The financial statements have been prepared in conformity with U.S. GAAP and with the provisions of the FASB Accounting Standards Codification (ASC) 958, *Not-for-Profit Entities*.

The Organization reports information regarding its financial position and activities according to two classes of net assets: without donor restrictions and with donor restrictions.

- *Net assets without donor restrictions*: Net assets represent expendable funds available for operations, which are not otherwise limited and with donor restrictions.

- *Net assets with donor-imposed restrictions*: Net assets subject to donor-imposed restrictions that can be filled by actions of the Organization pursuant to those stipulations or that expire by the passage time. The Organization reports gifts of cash and other assets as revenues with donor restrictions if they are received with donor stipulations that limit the use of the donated assets. When a donor restriction expires, that is, when a stipulated time restriction ends or purpose restriction is accomplished, the net assets are reclassified as net assets without donor restriction and reported in the statement of activities as net assets released from restriction.

Use of Estimates: The preparation of financial statements in conformity with US GAAP requires management to make estimates and assumptions that affect the reported amounts and disclosures. Actual results could differ from those estimates. The Organization's significant accounting estimates include, but are not limited to, fair value of investments, depreciable lives of property and equipment, and the functional allocation of expenses.

Note 2. Summary of Significant Accounting Policies, continued

Cash and Cash Equivalents: The Organization considers all highly liquid instruments purchased with an original maturity of three months less to be cash equivalents. Short-term investments with an original maturity greater than three months are included in investments. Cash and cash equivalents are reported at cost, which approximates market value. The Organization maintains cash in various financial institutions that periodically exceed federally insured limits of $250,000. At December 31, 2025 and 2024, the Organization had $63,758 and $45,837 of cash deposits in excess of federally insured amounts, respectively. Management does not consider this concentration to be a significant credit risk.

Accounts Receivable: Accounts receivable arise in the normal course of operations. It is the policy of management to review the outstanding accounts receivable at year end, as well as the bad debt write-offs experienced in the past, and establish an allowance for doubtful accounts for uncollectible amounts. Related customer invoices or grant receivables are written off when they are considered uncollectable. An allowance for uncollectible accounts receivable of $0 and $0 have been reflected in the financial statements as of December 31, 2025 and 2024, respectively.

Investments: Investments consist primarily of money market funds, bonds, equities, and cash reserve funds, and are recorded at fair value based on quotes market prices. Realized and unrealized gains and losses are included in the Statement of Activities.

Fair Value Measurements: Accounting Standards Codification (ASC) *Topic 820, Fair Value Measurements,* establishes a framework for measuring fair value. That framework provides a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (level 1 measurement) and the lowest priority to unobservable inputs (level 3 measurements).

The three levels of the fair value hierarchy under ASC Topic 820 are described as follows:

Level Input	*Input Definition*
Level 1	Inputs to the valuation methodology are unadjusted quoted prices for identical assets or liabilities in active markets that the Organization has the ability to access
Level 2	Inputs to the valuation methodology include: • Quoted process for similar assets or liabilities in active markets; • Quoted prices for identical or similar assets or liabilities in active markets; • Inputs or other than quoted prices that are observable for the asset or liability; • Inputs that are derived principally from of corroborated by observable market data by correlation or other means. If the asset or liability has a specified (contractual) term, the level 2 input must be observable for substantially the full term of the asset or liability.
Level 3	Inputs to the valuation methodology are unobservable and significant to the fair value measurement.

Note 2. Summary of Significant Accounting Policies, continued

Fair Value Measurements, continued: The asset or liability's fair value measurement level within the fair value hierarchy is based on the lowest level of any input that is significant to the fair value measurement. Valuation techniques used need to maximize the use of observable inputs and minimize the use of unobservable inputs.

Property and Equipment: Property and equipment are stated at cost net of accumulated depreciation provided for on the straight-line method over the estimated useful lives of the related assets. Additions, replacements and improvements that extend an asset's life are capitalized. Expenditures for repairs and maintenance and other costs that do not improve the property and equipment, extend the useful life or otherwise do not meet capitalization criteria are charged to expense as incurred.

Depreciation is computed using the straight-line method based upon the following estimated useful lives of the related assets.

	Years
Building	40
Improvements	10-15
Furniture and fixtures	7
Vehicles	3-7
Computers	3

Impairment of Long-Lived Assets: ASC Topic 360, Property, Plant, and Equipment, requires that long-lived assets and certain identifiable intangibles to be held and used by the Organization be reviewed for impairment whenever events or changes in circumstances indicate that the carrying amount of an asset may not be recoverable. Impairment, which is determined based upon the estimated fair value of the asset, is recorded when the estimated undiscounted cash flows expected to be generated by the asset is insufficient to recover its net carrying value. As of December 31, 2025 and 2024, the Organization did not identify any events or circumstances that would require the recognition of any impairment loss under this standard.

Functional Expenses: The costs of program and supporting service activities have been summarized on a functional basis in the statement of functional expenses. The schedule presents the natural classification detail of expenses by function. Therefore, expenses require allocation on a reasonable basis that is consistently applied. Expenses are tracked using direct indemnification methodology of charging specific expenses as either program, management and general, or fundraising.

The financial statements report certain categories of expenses that are attributable to one or more programs of supporting functions. Expenditures which can be identified with a specific program or support services are allocated directly, according to their natural expenditure classification. Costs that are common to several functions are allocated among the program and supporting services based on time record, space utilized, and estimates made by the Organization's management.

Donated Services and Non-Cash Gifts: Contributions of donated non-cash assets are recorded at fair value in the period received. Contributions of donated services that create or enhance non-financial assets or that require specialized skills provided by individuals possessing those skills and would typically need to be purchased if not provided by donation, are recorded at fair value in the period received.

Note 2. Summary of Significant Accounting Policies, continued

Lessee Arrangements: The Organization is the lessee under non-cancelable real estate and equipment lease agreements. In 2022 the Organization adopted Accounting Standards Update (ASU) No. 2016-02, *Leases (Topic 842)*, operating lease right-of-use (ROU) assets and liabilities are recognized at the commencement date and initially measured based on the present value of lease payments over the defined lease term. The Organization's lease terms may include options to extend or terminate the lease. The Organization assesses these options using a threshold of reasonably certain. For leases the Organization is reasonably certain to renew, those option periods are included within the lease term and, therefore, the measurement of the right-of-use asset and lease liability. Lease expense for lease payments is recognized on a straight-line basis over the lease term. The Organization's lease agreement does not contain any material residual value guarantees, restrictions, or covenants.

As the Organization's lease does not provide an implicit rate, the incremental borrowing rates are estimated based on the information available at the commencement date in determining the present value of lease payments. The implicit rate will be used when readily determinable. The operating lease ROU asset also includes any prepaid lease payments made and are net of lease incentives. The Organization does not record an asset or liability for operating leases with a term of 12 months or less. Prior to the adoption of *Topic 842* on January 1, 2022, the Organization did not record an asset or liability for any of its operating leases.

For additional information, including the required disclosures, related to *Topic 842*, see Note 6 – Contingencies and Commitments.

Revenue Recognition: The Organization follows current US GAAP guidance for revenue recognition, including guidance related to ASC *Topic 606*, *Revenue from Contracts with Customers*, and *Topic 958*, *Not-For -Profit Entities*. The details of the transaction are reviewed for appropriate application of the guidance. The Organization evaluates each source of revenue to determine whether the parties of the agreement have exchanged commensurate value for the transfer of resources, in which case, revenue is recognized in accordance with *Topic 606*. If commensurate value has not been exchanged for resources between the parties to the agreement, the transaction is determined to be a contribution and revenue is recognized in accordance with guidance related to *Topic 958*. For transactions determined to be contracts with customers, the Organization follows a five-step model: (1) Identify the contract with customer; (2) identify performance obligations; (3) determine the transaction price; (4) allocate the transaction price to each performance obligation; and (5) recognize revenue when (or as) each performance obligation is met. For transactions determined to be contributions, the transaction review includes determining whether conditions exist that create a barrier that must be fulfilled for revenue to be recognized and whether there are donor restrictions placed on the contribution related to the purpose for which the funds may be used.

Contributions, including unconditional promises to give, are recognized as revenue in the period received and are reported as increases in the appropriate class of net assets. Contributions where donor restrictions are met within the same fiscal year as the contribution is received are included in unrestricted net assets.

Unconditional 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. Contributions to be received after one year are discounted at appropriate discount rate. An allowance for uncollectible contributions is estimated based upon such factors as prior collection history, type of contribution, and nature of fundraising activity.

Note 3. Income Tax Status

The Organization is a public benefit not-for-profit corporation organized under the laws of the State of California. The Organization is a tax-exempt organization under section 501(c)(3) of the Internal Revenue Code and section 23701(d) of the California Revenue and Taxation Code.

The Organization follows accounting standards generally accepted in the United States of America related to the recognition of uncertain tax positions. The Organization recognizes accrued interest and penalties associated with uncertain tax positions as part of the statement of activities, when applicable. Management has determined that the Organization has no uncertain tax positions at December 31, 2025 and therefore no amounts have been accrued.

Note 4. Investments

All investments at December 31, 2025 and 2024 were classified as Level 1 investments and consist of the following:

	2025	2024
Money Market Funds	$ 326,987	$ 622,770
Equity Funds	56,618	38,411
Fixed Income Funds	50,144	33,293
Total	$ 433,749	$ 694,474

Note 5. Property and Equipment

Major categories of property and equipment are summarized as follows, as December 31:

	2025	2024
Building	$ 121,167	$ 121,167
Improvements	123,643	123,643
Land	30,292	30,292
Furniture and fixture	84,327	81,363
Vehicles	52,058	48,913
Computers	13,911	13,911
Total property and equipment	425,398	419,289
Less (accumulated depreciation)	(254,579)	(225,817)
Property and equipment, net	$ 170,819	$ 193,472

Depreciation expense for the year ended December 31, 2025 and 2024 was $28,762 and $25,220, respectively.

Note 6. Contingencies and Commitments

Grants and Contracts: The Organization's contracts are subject to inspection and audit by the appropriate governmental funding agency. The purpose is to determine whether program funds were used in accordance with their respective guidelines and regulations. The potential exists for disallowance of previously funded program costs. The ultimate liability, if any, which may result from these governmental audits cannot be reasonably estimated and, accordingly, the Organization has no provisions for the possible disallowance of program costs on its financial statements.

Lease Commitments: The Organization leases an administrative office facility under a long-term, non-cancellable operating lease agreement. On September 29, 2022, the Organization entered into a new 36-month lease, beginning November 1, 2022 through October 31, 2025. The monthly base rent increased to $2,430 on November 1, 2022 and will increase 3% annually. Upon expiration of this lease, the lease continued on a month-to-month basis, effective November 1, 2025 at a monthly base rent of $2,578.

Supplemental balance sheet information related to the operating lease is as follows:

Right-of-use (ROU) asset obtained in exchange for lease obligation:	
Operating lease	$ 84,430
Weighted average remaining lease term at December 31, 2024:	
Operating lease (in months)	10
Weighted average discount rate:	
Operating lease	4.48%

Note 7. Accrued Expenses

Accrued Expenses consist of the following as of December 31:

	2025	2024
Credit Cards	$ 6,554	$ 18,048
Payroll Related	4,777	30,542
Other	-	2,000
Total	$ 11,331	$ 50,590

Note 8. Advertising

The Organization uses advertising to promote its programs through direct mailing, print, online and social media platforms. These advertising costs are expensed as incurred. In 2025, advertising expense totaled $34,963.

Note 9. Net Assets with Donor Restrictions

Net Assets with donor restriction consist of the following as of December 31:

	2025	2024
Programmatic restrictions for mission related projects	$ 96,106	$ 291,215

Net assets released from donor restrictions by incurring expenses satisfying the restricted purposes or by the passage of time for year ended December 31, 2025 and 2024, are as follows:

	2025	2024
Programmatic restrictions for mission related projects	$ 436,109	$ 26,285

Note 10. Liquidity and Availability of Financial Assets

The Organization's financial assets available within one year of the balance sheet date for general expenditures such as operating expenses and capital purchases as of December 31, 2025 and 2024 are as follows:

	2025	2024
Cash and equivalent	$ 351,494	$ 290,779
Investments	433,749	694,474
Account receivable	111,779	50,100
Total Financial assets	$ 897,022	$ 1,035,353

$96,106 and $291,215 of the financial assets are subject to donor or other contractual restrictions that make them unavailable for general expenditures for the years ended December 31, 2025 and 2024, respectively. As part of the Organization's liquidity management, it has a policy to structure its financial assets to be available as it general expenditures, liabilities and other obligations come due. As of the balance sheet date and as of the date of this audit report, the Organization held sufficient liquid resources to meet future requirements.

Note 11. Subsequent Events

Subsequent events were evaluated by management through October 15, 2026, which is the date the financial statements were available to be issued.