LIFELINE CHRISTIAN MISSION
CONSOLIDATED FINANCIAL STATEMENTS
DECEMBER 31, 2024 AND 2023

LIFELINE CHRISTIAN MISSION

Consolidated Financial Statements
December 31, 2024 and 2023

Table of Contents | **Page No.**

Perks
Pusateri
CERTIFIED PUBLIC ACCOUNTANTS

INDEPENDENT AUDITORS' REPORT

To the Board of Directors of Lifeline Christian Mission

Opinion
We have audited the accompanying consolidated financial statements of Lifeline Christian Mission and its affiliate, the Lifeline Christian Mission Foundation – Honduras (the "Organization") (a nonprofit organization), which comprise the consolidated statement of financial position as of December 31, 2024 and 2023 and the related consolidated statements of activities, functional expenses and cash flows for the years then ended, and the related notes to the consolidated financial statements.

In our opinion, the consolidated financial statements referred to above present fairly, in all material respects, the consolidated financial position of the Organization as of December 31, 2024 and 2023 and the changes in its consolidated net assets and its consolidated cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

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 Auditor's Responsibilities for the Audit of the Consolidated Financial Statements section of our report. We are required to be independent of the Organization 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.

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

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

Auditor's Responsibilities for the Audit of the Consolidated Financial Statements
Our objectives are to obtain reasonable assurance about whether the consolidated 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 a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the consolidated financial statements.

O (614) 392-7800
F (614) 392-7801
137-B Commerce Park Drive
Westerville, Ohio 43082

perkscpas.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 consolidated 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 consolidated 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 Organization'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 consolidated financial statements.

- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the Organization'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.

Westerville, Ohio
January 7, 2026

LIFELINE CHRISTIAN MISSION

CONSOLIDATED STATEMENTS OF FINANCIAL POSITION
DECEMBER 31, 2024 AND 2023

ASSETS

	2024	2023
Current Assets:		
Cash and cash equivalents	$ 304,562	$ 361,036
Contributions receivable	55,582	78,317
Prepaid expenses and other current assets	29,017	40,814
Inventory	430,295	299,116
Beneficial interest in assets held by Solomon Foundation	142,684	124,016
Total current assets	962,140	903,299
Property and Equipment, Net	1,872,094	2,207,005
Other Assets:		
Operating lease right-of-use assets	962,286	1,195,254
Total other assets	962,286	1,195,254
Total Assets	$ 3,796,520	$ 4,305,558

LIABILITIES AND NET ASSETS

	2024	2023
Current Liabilities:		
Accounts payable	$ 822,472	$ 710,644
Grants payable	350,616	330,620
Accrued expenses	126,442	72,324
Deferred revenue	-	7,500
Current portion of notes payable	294,409	134,193
Current portion of operating lease liabilities	266,842	265,231
Total current liabilities	1,860,781	1,520,512
Long-Term Liabilities:		
Notes payable - long-term portion	1,390,588	1,508,717
Operating lease liabilities - long-term portion	740,633	989,596
Total long-term liabilities	2,131,221	2,498,313
Net Assets:		
Without donor restrictions	(331,594)	150,621
With donor restrictions	136,112	136,112
Total net assets	(195,482)	286,733
Total Liabilities and Net Assets	$ 3,796,520	$ 4,305,558

See Independent Auditors' Report and Notes to Consolidated Financial Statements

LIFELINE CHRISTIAN MISSION

CONSOLIDATED STATEMENT OF ACTIVITIES
YEAR ENDED DECEMBER 31, 2024

	Without Donor Restrictions	With Donor Restrictions	Total
Support and Revenue:			
Contributions	$ 7,280,765	$ -	$ 7,280,765
Gifts-in-kind	86,278	-	86,278
School revenue	146,887	-	146,887
Other income	195,571	-	195,571
Interest income	9,779	-	9,779
Net assets released from restrictions:	-	-	-
Total support and revenue	7,719,280	-	7,719,280
Expenses:			
Program services	6,348,849	-	6,348,849
Supporting activities:			-
Management and general	1,685,912	-	1,685,912
Fundraising	166,734	-	166,734
Total supporting activities	1,852,646	-	1,852,646
Total expenses	8,201,495	-	8,201,495
Change in Net Assets	(482,215)	-	(482,215)
Net Assets, Beginning of Year	150,621	136,112	286,733
Net Assets, End of Year	$ (331,594)	$ 136,112	$ (195,482)

See Independent Auditors' Report and Notes to Consolidated Financial Statements

LIFELINE CHRISTIAN MISSION

CONSOLIDATED STATEMENT OF ACTIVITIES
YEAR ENDED DECEMBER 31, 2023

	Without Donor Restrictions	With Donor Restrictions	Total
Support and Revenue:			
Contributions	$ 6,914,765	$ 51,461	$ 6,966,226
Gifts-in-kind	795,758	-	795,758
School revenue	323,141	-	323,141
Other income	239,916	-	239,916
Interest income	8,876	-	8,876
Net assets released from restrictions:	664,085	(664,085)	-
Total support and revenue	8,946,541	(612,624)	8,333,917
Expenses:			
Program services	7,083,279	-	7,083,279
Supporting activities:			
Management and general	1,677,738	-	1,677,738
Fundraising	173,150	-	173,150
Total supporting activities	1,850,888	-	1,850,888
Total expenses	8,934,167	-	8,934,167
Change in Net Assets	12,374	(612,624)	(600,250)
Net Assets, Beginning of Year	138,247	748,736	886,983
Net Assets, End of Year	$ 150,621	$ 136,112	$ 286,733

See Independent Auditors' Report and Notes to Consolidated Financial Statements

LIFELINE CHRISTIAN MISSION

CONSOLIDATED STATEMENT OF FUNCTIONAL EXPENSES
YEAR ENDED DECEMBER 31, 2024

	Program Services	Supporting Services: Management and General	Supporting Services: Fundraising	Supporting Services: Total Supporting	Total
Salaries, taxes and benefits	$ 2,605,126	$ 967,618	$ 148,864	$ 1,116,482	$ 3,721,608
Grants to others	1,018,750	-	-	-	1,018,750
Food and nutrition	1,248,488	25,479	-	25,479	1,273,967
Office expenses	393,160	86,303	-	86,303	479,463
Supplies, equipment, and maintenance	154,688	151,594	3,094	154,688	309,376
Travel and shipping	453,128	24,626	14,776	39,402	492,530
Operating lease expense	116,181	116,787	-	116,787	232,968
Depreciation	94,657	95,150	-	95,150	189,807
Interest	100,540	72,805	-	72,805	173,345
Other	164,131	145,550	-	145,550	309,681
	$ 6,348,849	$ 1,685,912	$ 166,734	$ 1,852,646	$ 8,201,495

LIFELINE CHRISTIAN MISSION

CONSOLIDATED STATEMENT OF FUNCTIONAL EXPENSES
YEAR ENDED DECEMBER 31, 2023

		Supporting Services			
	Program Services	Management and General	Fundraising	Total Supporting	Total
Salaries, taxes and benefits	$ 2,565,429	$ 952,874	$ 146,596	$ 1,099,470	$ 3,664,899
Grants to others	1,812,747	-	-	-	1,812,747
Food and nutrition	1,079,070	22,022	-	22,022	1,101,092
Office expenses	268,126	58,857	-	58,857	326,983
Supplies, equipment, and maintenance	166,323	162,997	3,326	166,323	332,646
Travel and shipping	712,338	38,714	23,228	61,942	774,280
Operating lease expense	136,871	137,584	-	137,584	274,455
Depreciation	104,134	104,677	-	104,677	208,811
Interest	69,204	50,113	-	50,113	119,317
Other	169,037	149,900	-	149,900	318,937
	$ 7,083,279	$ 1,677,738	$ 173,150	$ 1,850,888	$ 8,934,167

See Independent Auditors' Report and Notes to Consolidated Financial Statements

LIFELINE CHRISTIAN MISSION

CONSOLIDATED STATEMENTS OF CASH FLOWS
DECEMBER 31, 2024 AND 2023

		2024		2023
Cash Flows from Operating Activities:				
Change in net assets	$	(482,215)	$	(600,250)
Adjustments to reconcile change in net assets to net cash provided by (used by) operating activities:				
Depreciation		189,807		208,811
Non-cash portion of operating lease expense		232,968		274,455
Amortization of debt issuance costs		6,007		2,512
Loss on sale of property and equipment		9,204		-
Increase in value of beneficial interest in assets		(18,668)		(7,378)
(Increase) decrease in:				
Contributions receivable		22,735		59,357
Employee Retention Credit receivable		-		226,466
Prepaid expenses and other current assets		11,797		(5,556)
Inventory		(131,179)		(37,594)
Increase (decrease) in:				
Accounts payable		111,828		(158,664)
Grants payable		19,996		330,620
Accrued expenses		54,118		11,573
Operating lease liability		(247,352)		(278,749)
Deferred revenue		(7,500)		-
Net cash flows provided by (used by) operating activities		(228,454)		25,603
Cash Flows from Investing Activities:				
Purchase of property and equipment		(5,607)		(271,658)
Proceeds from sales of property and equipment		135,500		-
Net cash flows provided by (used by) investing activities		129,893		(271,658)
Cash Flows from Financing Activities:				
Borrowings on debt		200,000		148,197
Payments on debt		(157,913)		(14,029)
Net cash flows provided by (used by) financing activities		42,087		134,168
Net Decrease in Cash and Cash Equivalents		(56,474)		(111,887)
Cash and Cash Equivalents - Beginning of Year		361,036		472,923
Cash and Cash Equivalents - End of Year	$	304,562	$	361,036
Supplemental Cash Flows Information:				
Cash paid for income taxes	$	-	$	-
Cash paid for interest	$	164,826	$	116,805

See Independent Auditors' Report and Notes to Consolidated Financial Statements

Note 1 - Nature of Organization and Operations

Lifeline Christian Mission and Affiliate ("LCM") is a nonprofit organization. The primary purpose of LCM is to construct and operate churches, schools, and medical facilities, including providing charitable relief in the form of food and medical supplies, in Haiti, Honduras, El Salvador, Cuba, Canada, Guatemala, Panama, Ecuador, and Red Sands (USA).

LCM's outreaches are funded by contributions from churches and individuals throughout the country, a majority of which are located in the Midwest.

Note 2 - Significant Accounting Policies

Principles of Consolidation – The consolidated financial statements include the accounts of Lifeline Christian Mission and Lifeline Christian Mission Foundation – Honduras, which is a legal operating entity that is controlled by Lifeline Christian Mission (collectively referred to as the "Organization"). All significant intercompany transactions and balances have been eliminated in the consolidated financial statements.

Basis of Accounting – The consolidated financial statements of the Company are prepared on the accrual basis of accounting in accordance with accounting principles generally accepted in the United States of America ("U.S. GAAP"). The Financial Accounting Standards Board ("FASB") Accounting Standards Codification ("ASC") is the sole source of authoritative accounting technical literature.

Accounting Estimates – The preparation of consolidated financial statements in conformity with U.S. GAAP requires management to make estimates and assumptions that affect the amounts reported in the consolidated financial statements and the accompanying notes. Actual results could differ from those estimates.

Subsequent Events – Subsequent events for the Organization have been considered through January 7, 2026, which represents the date the consolidated financial statements were available to be issued.

Cash and Cash Equivalents – The Company considers all highly liquid debt instruments purchased with a maturity of three months or less to be cash equivalents. Cash equivalents totaled $43,922 and $44,013 as of December 31, 2024 and 2023, and consist of money market funds.

All accounts maintained at financial institutions in the United States are insured by the Federal Deposit Insurance Corporation up to $250,000 per bank. The Company maintains balances in excess of federally insured limits with its banks. The uninsured cash balance at December 31, 2023 was approximately $21,410. No cash balances exceeded the limit as of December 31, 2024.

Contributions Receivable – Contributions receivable represent unconditional promises to give related to meal pack events and are recognized as assets and revenue in the period received. All receivables are expected to be collected within one year and are recorded at their net realizable value based on management's estimate of the receivables being collectible. Management believes all contributions receivable are collectible; therefore, no allowance for uncollectible amounts has been recorded as of December 31, 2024 or 2023.

Inventory – Inventory procured by the Organization is stated at the lower of cost or net realizable value. Costs are determined using the first-in, first-out method. The Organization also receives donations of medical supplies, clothing, and food for use in its outreach programs. Gifts-in-kind are valued at their estimated fair value on the date of donation. Fair value is determined using the market approach whereby the Organization uses prices and other relevant information generated for market transactions involving comparable assets.

Note 2 - Significant Accounting Policies (Continued)

Beneficial Interest in Assets – Beneficial interest in assets consist of an unconditional interest in the future cash flows of an investment held with The Solomon Foundation (see Note 11). The Organization does not have control over the funds but does retain an unconditional interest in the future cash flows of the investment; therefore, the Organization recorded this beneficial interest at the fair market value upon receipt during the year ended December 2021 and recorded the increase in fair value during the years ended December 31, 2024 and 2023. Distributions of the funds are treated as unconditional contributions without donor restrictions during the year they occur.

Property and Equipment – Property and equipment purchased by the Organization are recorded at cost. The Organization capitalizes all expenditures for property and equipment over $5,000 with a useful life in excess of one year. The fair value of donated property and equipment are similarly capitalized without donor restriction unless explicit donor stipulations specify the use of the asset, in which the donor restriction is released when the property and equipment is placed in service. Depreciation is computed on the straight-line method based upon the following estimated useful lives of the assets:

Buildings and improvements	15 – 39 years
Vehicles	7 – 15 years
Equipment and furniture	5 – 7 years
Software	5 – 12 years

When properties are retired or otherwise disposed of, the cost and related accumulated depreciation are removed from the accounts with any resulting gain or loss reflected in income. Maintenance and repairs are expensed as incurred.

Donor-Imposed Restrictions – The Organization records and reports its assets, liabilities, net assets, revenues, gains and losses, and other support based on the existence or absence of donor-imposed restrictions. The Organization reports information regarding its financial position and activities according to the following net asset classifications:

Net Assets Without Donor Restrictions – Net assets that are not subject to donor-imposed restrictions and may be expended for any purpose in performing the primary objectives of the Organization. These net assets may be used at the discretion of the Organization's management and the Board of Directors.

Net Assets With Donor Restrictions – Net assets subject to stipulations imposed by donors and grantors. Some donor restrictions are temporary in nature; those restrictions will be met by actions of the Organization or by the passage of time. Other donor restrictions are perpetual in nature, whereby the donor has stipulated the funds must be maintained in perpetuity. The Organization has no net assets with donor restrictions that must be maintained in perpetuity as of December 31, 2024 or 2023.

Gifts In-Kind – Donated materials and equipment are shown as gifts, valued at their estimated fair value at the date of receipt. Donated services are recognized as contributions if the services (a) create or enhance nonfinancial assets or (b) require specialized skills, are performed by people with those skills, and would otherwise be purchased by the Organization. The Organization recognizes in-kind contribution revenue and a corresponding expense in an amount approximating the estimated fair value at the time of donation. A large number of volunteers have given significant amounts of their time for the operation of the Organization throughout the year that are not recognized as contributions in the consolidated financial statements since the recognition criteria were not met.

Note 2 - Significant Accounting Policies (Continued)

Leases – The Organization leases vehicles and warehouse space. The Organization determines if an arrangement is a lease at inception. Operating leases are included in operating lease right-of-use (ROU) assets, other current liabilities and operating lease liabilities on its Consolidated Statements of Financial Position. This lease is classified as an operating lease under ASC 842.

ROU assets represent the Organization's right to use an underlying asset for the lease term and lease liabilities represent the Organization's obligation to make lease payments arising from the lease. Operating lease ROU assets and liabilities are recognized at commencement date based on the present value of lease payments over the lease term. As most of these leases do not provide an implicit rate, the Organization uses the risk-free rate based on the information available at commencement date in determining the present value lease payments. The operating lease ROU asset also includes any lease payments made and exclude lease incentives. The Organization's lease terms may include options to extend or terminate the lease when it is reasonably certain that they will exercise that option. Lease expense for lease payments are recognized on a straight-line basis over the lease term.

The Organization's leases do not contain any residual value guarantees or material restrictive covenants.

Revenue Recognition – School revenue is recognized in accordance with ASC *Revenue from Contracts with Customers (Topic 606)* and consists of tuition income that is recognized in the year the educational services are provided and as the performance obligations are simultaneously received and consumed by the students. The over-time revenue recognition is based on the output method with revenue recognition recognized ratably over the contract period (the academic period) as the educational services are being provided. The output method is believed to be the most appropriate depiction of the Organization's performance because it directly measures the educational services provided to date. Any amounts received in advance of the academic year are deferred to the academic year to which the tuition related.

The Organization also receives revenue from contributions, gifts-in-kind and interest income which are outside of the scope of ASC Topic 606. The Organization recognizes contributions when cash is received, unconditional promises are made, or ownership of other assets is transferred to the Organization. Conditional promises to give – that is, those with a measurable performance or other barrier or a right of return – are not recognized until the conditions upon which they depend have been met.

Other income, consisting primarily of sales and miscellaneous income, is recorded at the point in time that the service is provided or the product is sold.

Income Tax Status – LCM is exempt from federal income tax under Section 501(c)(3) of the Internal Revenue Code ("IRC") and comparable state law, and contributions to it are tax deductible within the limitations prescribed by the IRC. The Organization has been classified as a publicly supported organization that is not a private foundation under Section 509(a) of the IRC. It is, however, subject to income taxes on "unrelated business income", of which management has determined there was none for the years ended December 31, 2024 and 2023. As of December 31, 2024 and 2023, the Organization has no uncertain tax positions that qualify for disclosure in the consolidated financial statements.

Functional Allocation of Expenses – The consolidated statements of functional expenses reports certain categories of expenses that are attributable to program or support activities of the Organization. These expenses include depreciation and supplies, equipment, and maintenance, which are allocated based on square footage of occupancy. Costs of other categories, such as salaries and benefits, were allocated on estimates of time and effort.

Note 2 - Significant Accounting Policies (Continued)

Advertising Costs – Advertising costs are expensed as incurred. Advertising expenses as of December 31, 2024 and 2023 were $35,726 and $15,545, respectfully.

Fair Value of Financial Instruments – The Organization provides disclosures on its financial instruments in accordance with the requirements of FASB ASC 820, *Fair Value Measurements and Disclosures*, which requires the use of a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value.

Impairment of Long-Lived Assets – The Organization reviews long-lived assets for impairment whenever events or changes in circumstances indicate the carrying amount of an asset may not be recoverable. Recoverability of assets to be held and used is measured by a comparison of assets carrying value to its future undiscounted net cash flows. Impaired assets are recognized at the lower of fair value or carrying amount. No impaired assets were identified during the years ending December 31, 2024 and 2023.

Note 3 - Fair Value Measurements

The Organization values its financial instruments at fair value. In accordance with FASB ASC 820, fair value is defined as the price that the Organization would receive to sell and investment or pay to transfer a liability in a timely transaction with an independent buyer in the principal market, or in the absence of a principal market, the most advantageous market for the investment or liability. FASB ASC 820 establishes a three-tier hierarchy to distinguish between (1) inputs that reflect the assumptions market participants would use in pricing an asset or liability developed based on market data obtained from sources independent of the reporting entity (observable inputs) and (2) inputs that reflect the reporting entity's own assumptions about the assumptions market participants would use in pricing an asset or liability developed based on the best information available in the circumstances (unobservable inputs) and to establish classification of fair value measurements for disclosure purposes.

Various inputs are used in determining the value of the Organization's investments. The inputs are summarized in three levels, required by FASB ASC 820, and listed below:

Level 1 – Inputs represent unadjusted quoted prices in active markets for identical assets or liabilities that the reporting entity has the ability to access as of the measurement date.

Level 2 – Observable inputs other than quoted prices in active markets for identical assets.

Level 3 – Unobservable inputs supported by little or no market activity significant to the fair value measurements.

A financial instrument's level within the fair value hierarchy is based on the lowest level of any input that is significant to the fair value measurement. LCM's investments are reported at fair value in the accompanying Statements of Financial Position. LCM's beneficial interest in assets is classified within Level 3 of the fair value hierarchy.

Note 4 - Liquidity and Funds Available

The following reflects the Organization's financial assets as of December 31, 2024 and 2023, reduced by amounts not available for general use because of board designations and contractual or donor-imposed restrictions within one year of the consolidated statements of financial position date.

Note 4 - Liquidity and Funds Available (Continued)

	2024	2023
Financial assets:		
Cash and cash equivalents	$ 304,562	$ 361,036
Contributions receivable	55,582	78,317
Financial assets, at year-end	360,144	439,353
Less those unavailable for general expenditures within one year due to:		
Restricted by donor with purpose restrictions	(136,112)	(136,112)
Financial assets available to meet cash needs for general expenditures within one year	$ 224,032	$ 303,241

The Organization is substantially supported by contributions, which at times are received with restrictions. Those contributions with donor restrictions require resources to be used in a particular manner or in a future period. The Organization must maintain sufficient resources to meet those responsibilities to its donors. Thus, financial assets may not be available for general expenditure within one year. As part of the liquidity management, it has a policy to structure its financial assets to be available as its general expenditures, liabilities, and other obligations come due. In the event of an unanticipated liquidity need, the Organization also could draw upon its two available revolving lines of credit up to $572,000, with availability of $9,883 as of December 31, 2024 (see Note 7).

Note 5 - Inventory

Inventory consists of the following as of December 31,:

	2024	2023
Meal pack supplies	$ 267,232	$ 222,843
Medical and other supplies	163,063	76,273
	$ 430,295	$ 299,116

Note 6 - Property and Equipment

Property and equipment consists of the following as of December 31,:

	2024	2023
Land	$ 90,355	$ 232,140
Buildings and improvements	2,566,770	2,583,568
Vehicles	244,085	285,599
Equipment and furniture	265,890	262,461
Software	96,542	96,542
	3,263,642	3,460,310
Less accumulated depreciation	(1,438,159)	(1,259,216)
	1,825,482	2,201,094
Construction in progress	46,611	5,911
	$ 1,872,094	$ 2,207,005

LIFELINE CHRISTIAN MISSION

Notes to Consolidated Financial Statements (Continued)
December 31, 2024 and 2023

Note 7 - Debt

Debt consists of the following as of December 31,:

	2024	2023
Note payable with Feeding Children International which requires monthly installments of principal and interest of $6,459 through August 2028 with an interest rate of 1.78%.	$ 274,911	$ 346,827
Note payable with TSF (see Note 11) which requires monthly installments of principal and interest of $3,941 through December 2043. Interest rate is 7.75%. The note is secured by a building.	469,143	480,000
Note payable with TSF (see Note 11) which requires monthly installments of principal and interest of $1,166 through June 2026. Interest rate is 6.85% The note is secured by a building.	170,571	172,800
Revolving line of credit with TSF (see Note 11) with a maximum borrowing capacity of $382,000. Monthly interest only payments are calculated at the annual rate of 7% on the outstanding balance, which matures April 2028.	372,117	376,038
Revolving line of credit with TSF (see Note 11) with a maximum borrowing capacity of $190,000. Monthly interest only payments are calculated at the annual rate of 7.75% on the outstanding balance, which matures November 2028.	190,000	190,000
Financing agreement with a company requiring quarterly installments of principal and interest of $3,157 through December 2025 with an interest rate of 1.26%	13,431	24,176
Note payable with The Fundworks LLC which requires weekly installments of principal and interest of $2,608 through September 2025 with an interest rate of 1.26%.	72,346	---
Financing agreement with a company requiring monthly installments of principal and interest of $737 through July 2025. Interest rate is 1.5%. Secured by a vehicle.	6,588	14,498
Financing agreement with a company requiring monthly installments of principal and interest of $649 through July 2025. Interest rate is 2%. Secured by a copier.	10,442	17,781
Financing agreement with a company requiring monthly installments of principal and interest of $603 through September 2025. Interest rate is 4%. Secured by a vehicle.	---	12,043

Note 7 – Debt (Continued)

	2024	2023
Financing agreement with a company requiring monthly installments of principal and interest of $525 through October 2026 with an interest rate of 6.25%	11,322	17,102
Note payable with Alliance Funding Group which requires weekly installments of principal and interest of $4,430 through April 2025 with an interest rate of 1.14%.	64,473	---
Short-term, non-interest-bearing loan with no collateral with a related party (See Note 11).	35,000	---
	1,690,344	1,651,265
Less current portion	(294,409)	(134,193)
Less net unamortized debt issuance costs	(5,347)	(8,355)
Long-term portion	$ 1,390,588	$ 1,508,717

Future estimated maturities of debt are as follows:

Years ending December 31,	
2025	$ 294,409
2026	101,738
2027	96,605
2028	73,676
2029	24,074
Thereafter	1,099,842
	$ 1,690,344

Debt issuance costs are amortized ratably over the term of the related loan. Approximately $3,007 per year will be amortized through 2026.

Note 8 - Net Assets with Donor restrictions

Net assets with donor restrictions consist of the following as of December 31,:

	2024	2023
Net assets with donor restrictions consist of:		
Homes for Haiti	$ 79,032	$ 79,032
Solar panels	57,080	57,080
	$ 136,112	$ 136,112

Note 9 - Lease Commitments

The Organization has applied the requirements of ASU Topic 842 and all subsequent ASUs that modified ASU Topic 842. The Organization has noncancelable operating leases for all warehouse locations and vehicle leases. These lease agreements have terms remaining ranging from 1 to 5 years and have the existence and terms and conditions of options for extending or terminating the leases. The lease liability is recorded at the present value of the unpaid lease payments discounted at the discount rate for the lease established at the commencement date. The Organization utilized the incremental rate for operating leases.

Note 9 - Lease Commitments (Continued)

At December 31, 2024, the weighted average remaining lease term under the leases was 1.78 years.

At December 31, 2024, the weighted average discount rate with respect to the leases was 2.39%.

At December 31, 2024, the future lease payments under the operating leases and the net present value for the future lease payments, as discounted using the incremental rate, are as follows:

Years ending December 31,	
2025	$ 266,842
2026	218,139
2027	151,519
2028	146,396
2029	103,497
Thereafter	185,493
Total future undiscounted lease payments	1,071,886
Less imputed interest	(64,411)
Total lease liabilities	$ 1,007,475

Operating lease costs are reported in the consolidated statement of functional expenses under operating lease expense and totaled $232,968 and $274,455 for the years ending December 31, 2024 and 2023, respectively.

Note 10 - Gifts-In-Kind

The Organization receives donated goods in new or useable condition that are utilized to directly benefit clients receiving services through site locations. Donated goods consist of clothing, food, diapers, hygiene and first aid items, furniture, and vehicles. The Organization researches current values to determine the fair value of donated goods. Items in fair condition are valued at the lower end of the scale while those in better condition are valued higher. All donated items were utilized in the Organization's programs and supporting services. There were no donor-imposed restrictions associated with donated goods.

The Organization received the following contributions of non-financial assets as of December 31:

	2024	2023
Meals and food	$ 6,970	$ 580,585
Ministry supplies	11,930	75,140
Medical supplies	34,484	21,172
Equipment	32,894	118,861
	$ 86,278	$ 795,758

Note 11 - Related Party Transactions

The Organization sent grants, including food and supplies, to non-profit affiliates of approximately $492,357 and $345,000 during the years ended December 31, 2024 and 2023, respectively. The president of the Organization is also the president of the affiliated non-profit. The president of The Solomon Foundation (TSF) is on the board of the Organization. The Organization had assets consisting of cash equivalents of $43,921 and $44,013 and a beneficial interest in assets of $142,684 and $124,016, on deposit at TSF as of December 31, 2024 and 2023, respectively. The Organization had notes payable and two lines of credit totaling $1,201,831 and $1,218,837 (see Note 7), as of December 31, 2024 and 2023, respectively, with TSF.

Note 11 - Related Party Transactions (Continued)

The Organization's board members contributed approximately $34,638 and $49,022, during the years ended December 31, 2024 and 2023, respectively.

The Organization received a $50,000 loan from an employee during the year ending December 31, 2024. As of December 31, 2024, the Organization owes the employee $35,000 (See Note 7).