

The Ladies of Hope Ministries, Inc.  
(A Not-for-Profit Organization)  
Financial Statements  
Years ended December 31, 2024 and 2023

The Ladies of Hope Ministries, Inc.  
Table of Contents  
December 31, 2024 and 2023

---

Report of Independent Auditors ..... 1

Financial Statements

Statements of Financial Position ..... 3

Statements of Activities..... 4

Statements of Functional Expenses..... 6

Statements of Cash Flows ..... 8

Notes to Financial Statements ..... 9

# LEHMAN FLYNN VOLLARO PLLC

CERTIFIED PUBLIC ACCOUNTANTS  
534 BROADHOLLOW ROAD • SUITE 302  
MELVILLE, NY 11747

MARTIN M. LEHMAN, CPA  
SCOTT P. FLYNN, CPA  
LAWRENCE A. VOLLARO, CPA  
MATHEW H. PERETZ, CPA  
MATTHEW P. GEYER

TEL: (212) 736-2220  
FAX: (212) 736-8018  
WEB: [www.LNFcpa.com](http://www.LNFcpa.com)  
Members:  
American Institute of CPA's  
New York State Society of CPA's

## INDEPENDENT AUDITOR'S REPORT

The Board of Directors  
The Ladies of Hope Ministries, Inc.  
New York, NY

### Opinion

We have audited the accompanying financial statements of The Ladies of Hope Ministries, Inc (a nonprofit organization), which comprise the statements of financial position as of December 31, 2024 and 2023, 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 The Ladies of Hope Ministries, Inc as of December 31, 2024 and 2023, and the changes in its net assets and its 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 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 Ladies of Hope Ministries, 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 The Ladies of Hope Ministries 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 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 Ladies of Hope Ministries, 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 Ladies of Hope Ministries, 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.

*Lehman Flynn Vollaro CPAs PLLC*

Melville, NY

November 10, 2025

The Ladies of Hope Ministries, Inc.  
Statements of Financial Position  
December 31,

	2024	2023
Assets		
Current assets		
Cash and cash equivalents	\$ 176,959	\$ 963,906
Grants receivable	173,791	-
Total current assets	350,750	963,906
Property and equipment, net	604,788	628,424
Operating lease right-of-use assets	24,048	39,977
Deposits and other	11,620	7,250
Total assets	<u>\$ 991,206</u>	<u>\$ 1,639,557</u>
Liabilities and net assets		
Current liabilities		
Accounts payable and accrued expenses	\$ 97,937	\$ 73,854
Credit cards payable	43,050	53,444
Client savings	21,101	20,301
NFF loan	500,000	500,000
Operating lease liabilities - current portion	24,048	29,983
Total current liabilities	686,136	677,582
Long-term liabilities		
SBA EIDL loan	167,039	163,234
Operating lease liabilities	-	9,994
Total long-term liabilities	167,039	173,228
Total liabilities	853,175	850,810
Net assets		
Without donor restrictions	138,031	57,860
With donor restrictions	-	730,887
Total net assets	138,031	788,747
Total liabilities and net assets	<u>\$ 991,206</u>	<u>\$ 1,639,557</u>

See notes to financial statements

## The Ladies of Hope Ministries, Inc.

## Statement of Activities

Years Ended December 31, 2024

	Without Donor Restrictions	With Donor Restrictions	Total
Revenue, support and gains			
Grants and contributions	\$ 1,286,788	\$ -	\$ 1,286,788
Government funding	1,019,583	-	1,019,583
Program revenue	14,200	-	14,200
Other income	19,510	-	19,510
Net assets released from restrictions	730,887	(730,887)	-
Total revenue, support, and gains	3,070,968	(730,887)	2,340,081
Expenses and losses			
Program services expense	2,033,201	-	2,033,201
Supporting services expense			
Management and general	765,324	-	765,324
Fundraising	192,272	-	192,272
Total supporting services expenses	957,596	-	957,596
Total expenses and losses	2,990,797	-	2,990,797
Change in net assets	80,171	(730,887)	(650,716)
Net assets, beginning of year	57,860	730,887	788,747
Net assets, end of year	\$ 138,031	\$ -	\$ 138,031

See notes to financial statements

## The Ladies of Hope Ministries, Inc.

## Statement of Activities

Years Ended December 31, 2023

	Without Donor Restrictions	With Donor Restrictions	Total
Revenue, support and gains			
Grants and contributions	\$ 1,763,377	\$ 578,887	\$ 2,342,264
Government funding	324,499	-	324,499
Program revenue	6,316	-	6,316
Other income	10,379	-	10,379
Net assets released from restrictions	150,000	(150,000)	-
Total revenue, support, and gains	2,254,571	428,887	2,683,458
Expenses and losses			
Program services expense	1,396,710	-	1,396,710
Supporting services expense			
Management and general	980,245	-	980,245
Fundraising	80,672	-	80,672
Total supporting services expenses	1,060,917	-	1,060,917
Total expenses and losses	2,457,627	-	2,457,627
Change in net assets	(203,056)	428,887	225,831
Net assets, beginning of year	260,916	302,000	562,916
Net assets, end of year	\$ 57,860	\$ 730,887	\$ 788,747

See notes to financial statements

# The Ladies of Hope Ministries, Inc.

## Statement of Functional Expenses

Year Ended December 31, 2024

	Program	Management and General	Fundraising	Total
Salaries and related expenses	\$ 752,636	\$ 270,733	\$ 133,494	\$ 1,156,863
Rent support	807,354	4,935	474	812,763
Outside labor	191,338	248,463	42,450	482,251
Travel	39,043	106,174	339	145,557
Stipends and gifts	100,900	750	-	101,650
Occupancy	52,077	26,400	-	78,477
Technology and software	19,905	28,681	147	48,733
Office and other expenses	21,744	9,349	823	31,915
Professional fees	6,282	19,353	1,104	26,738
Depreciation	-	23,636	-	23,636
Utilities	20,259	-	-	20,259
Interest	-	14,845	-	14,845
Advertising	1,027	167	13,441	14,635
Repairs and maintenance	8,115	5,415	-	13,530
Supplies	7,263	3,957	-	11,219
Insurance	4,508	2,467	-	6,975
Scholarships	750	-	-	750
Total expenses by function	<u>\$ 2,033,201</u>	<u>\$ 765,324</u>	<u>\$ 192,272</u>	<u>\$ 2,990,797</u>

See notes to financial statements



The Ladies of Hope Ministries, Inc.  
Statement of Functional Expenses  
Year Ended December 31, 2023

	Program	Management and General	Fundraising	Total
Salaries and related expenses	\$ 590,781	\$ 440,552	\$ 80,672	\$ 1,112,005
Outside labor	341,392	126,321	-	467,713
Stipends and gifts	207,891	258	-	208,149
Occupancy	88,808	102,980	-	191,788
Professional fees	7,223	135,119	-	142,342
Travel	39,063	51,758	-	90,821
Scholarships	44,365	-	-	44,365
Office and other expenses	14,879	38,124	-	53,003
Advertising	1,303	9,424	-	10,727
Technology and software	9,964	23,936	-	33,900
Utilities	23,045	7,342	-	30,387
Depreciation	-	23,636	-	23,636
Repairs and maintenance	7,549	2,152	-	9,701
Interest	-	12,741	-	12,741
Supplies	7,644	1,462	-	9,106
Events	8,564	299	-	8,863
Insurance	4,239	4,141	-	8,380
Total expenses by function	<u>\$ 1,396,710</u>	<u>\$ 980,245</u>	<u>\$ 80,672</u>	<u>\$ 2,457,627</u>

See notes to financial statements

## The Ladies of Hope Ministries, Inc.

## Statements of Cash Flows

Years Ended December 31,

	2024	2023
Cash flows from operating activities		
Change in net assets	\$ (650,716)	\$ 225,831
Adjustments to reconcile change in net assets to net cash from(used for) operating activities		
Depreciation	23,636	23,636
Non-cash lease expense	(15,929)	(89,097)
Accrued interest on SBA EIDL loan	3,805	4,125
Changes in operating assets and liabilities		
Grants receivable	(173,791)	-
Deposits and other assets	(4,370)	(850)
Accounts payable and accrued expenses	24,083	(3,524)
Credit cards payable	(10,394)	10,452
Client savings	800	1,476
Operating lease liabilities	15,929	89,097
Net cash from(used for) operating activities	(786,947)	261,146
Net change in cash and cash equivalents	(786,947)	261,146
Cash and cash equivalents, beginning of year	963,906	702,760
Cash and cash equivalents, end of year	\$ 176,959	\$ 963,906
Supplemental disclosure of cash flow information		
Cash paid during the year for		
Interest	\$ 14,845	\$ 12,741
Unrelated business income taxes	\$ -	\$ -
Non-cash investing and financing activities		
Addition to ROU assets obtained from new operating lease liabilities	\$ 14,054	\$ -

See notes to financial statements

## The Ladies of Hope Ministries, Inc.

Notes to Financial Statements

December 31, 2024 and 2023

---

### **Note 1 - Principal activity and significant accounting policies**

#### **Organization**

The Ladies of Hope Ministries, Inc. (“we, the Organization”) is a nonprofit corporation incorporated under the Not-for-Profit Corporation laws of the State of New York. The Organization’s mission is to help disenfranchised and marginalized formerly incarcerated women transition back into society.

#### **Cash and cash equivalents**

We consider all cash and highly liquid financial instruments with original maturities of three months or less, which are neither held for nor restricted by donors for long-term purposes, to be cash and cash equivalents. Cash and highly liquid financial instruments restricted to building projects, endowments that are perpetual in nature, or other long-term purposes are excluded from this definition.

#### **Receivables and credit policies**

Accounts receivable consist primarily of noninterest-bearing amounts due for grants and other programs. We determine the allowance for uncollectable accounts receivable based on historical experience, an assessment of economic conditions, and a review of subsequent collections. Accounts receivable are written off when deemed uncollectable. At both December 31, 2024 and 2023, the allowance was \$0.

We record unconditional promises to give that are expected to be collected within one year at net realizable value. Unconditional promises to give expected to be collected in future years are initially recorded at fair value using present value techniques incorporating risk-adjusted discount rates designed to reflect the assumptions market participants would use in pricing the asset. In subsequent years, amortization of the discounts is included in contribution revenue in the statements of activities. We determine the allowance for uncollectable promises to give based on historical experience, an assessment of economic conditions, and a review of subsequent collections. Promises to give are written off when deemed uncollectable. At both December 31, 2024 and 2023, there was no allowance.

#### **Revenue and revenue recognition**

We recognize contributions when cash, securities or other assets, an unconditional promise to give or a notification of beneficial interest is received. Conditional promises to give, that is, those with a measurable performance or other barrier, and a right of return are not recognized until the conditions on which they depend have been substantially met.

Government grants meet the criteria of being conditional. Revenue from these transactions is recognized when qualifying expenditures are incurred, performance-related outcomes are achieved, and other conditions under the agreements are met. Cash received in advance of the conditions being met are treated as liabilities.

Program revenue is revenue earned from the various programs offered by the Organization. Revenue is recognized when the performance obligation of the service provider is complete. Interest income is income that stems from the savings and investment bank account. This income is recognized when earned. Other income is revenue from other goods and services not involved with programs or events. This income is recognized when received.

## The Ladies of Hope Ministries, Inc.

Notes to Financial Statements

December 31, 2024 and 2023

---

### Property and equipment

We record property and equipment additions at cost, or if donated, at fair value on the date of donation. Depreciation and amortization are computed using the straight-line method over the estimated useful lives of the assets. When assets are sold or otherwise disposed of, the cost and related depreciation or amortization are removed from the accounts, and any resulting gain or loss is included in the statements of activities. Costs of maintenance and repairs that do not improve or extend the useful lives of the respective assets are expensed currently.

We review the carrying values of property and equipment for impairment whenever events or circumstances indicate that the carrying value of an asset may not be recoverable from the estimated future cash flows expected to result from its use and eventual disposition. When considered impaired, an impairment loss is recognized to the extent carrying value exceeds the fair value of the asset. There were no indicators of asset impairment during the years ended December 31, 2024 and 2023.

### Net assets

Net assets, revenues, gains, and losses are classified based on the existence or absence of donor or grantor-imposed restrictions. Accordingly, net assets and changes therein are classified and reported as follows:

*Net Assets Without Donor Restrictions* – Net assets available for use in general operations and not subject to donor (or certain grantor) restrictions.

*Net Assets With Donor Restrictions* – Net assets subject to donor- (or certain grantor) - imposed restrictions. Some donor-imposed restrictions are temporary in nature, such as those that will be met by the passage of time or other events specified by the donor. Other donor-imposed restrictions are perpetual in nature, where the donor stipulates that resources be maintained in perpetuity. We report contributions restricted by donors as increases in net assets without donor restrictions if the restrictions expire (that is, when a stipulated time restriction ends or purpose restriction is accomplished) in the reporting period in which the revenue is recognized. All other donor-restricted contributions are reported as increases in net assets with donor restrictions, depending on the nature of the restrictions. When a restriction expires, net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the statements of activities as net assets released from restrictions.

### Donated services and in-kind contributions

Volunteers contribute significant amounts of time to our program services, administration, and fundraising and development activities; however, the financial statements do not reflect the value of these contributed services because they do not meet recognition criteria prescribed by generally accepted accounting principles. Contributed goods are recorded at fair value at the date of donation. We record donated professional services at the respective fair values of the services received. No significant contributions of such goods or services were received during the years ended December 31, 2024 and 2023.

### Advertising costs

Advertising costs are expensed as incurred and approximated \$14,635 and \$10,727 during the years ended December 31, 2024 and 2023, respectively.

## The Ladies of Hope Ministries, Inc.

Notes to Financial Statements

December 31, 2024 and 2023

---

### Functional allocation of expenses

The costs of program and supporting services activities have been summarized on a functional basis in the statements of activities. The statements of functional expenses present the natural classification detail of expenses by function. Accordingly, certain costs have been allocated among the programs and supporting services benefited.

### Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires us to make estimates and assumptions that affect the reported amounts of assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates, and those differences could be material.

### Income taxes

The Ladies of Hope Ministries, Inc. is organized as a New York State nonprofit corporation and has been recognized by the IRS as exempt from federal income taxes under IRC Section 501(a) as a organization described in IRC Section 501(c)(3), qualify for the charitable contribution deduction under IRC Sections 170(b)(1)(A)(vi) and (viii), and has been determined not to be a private foundation under IRC Sections 509(a)(1) and (3), respectively. We are annually required to file a Return of Organization Exempt from Income Tax (Form 990) with the IRS. In addition, we are subject to income tax on net income that is derived from business activities that are unrelated to its exempt purposes. We have determined that we are not subject to unrelated business income tax and have not filed an Exempt Organization Business Income Tax Return (Form 990-T) with the IRS. We believe we have appropriate support for any tax positions taken, and as such, do not have any uncertain tax positions that are material to the financial statements.

### Financial instruments and credit risk

We manage deposit concentration risk by placing cash, money market accounts, and certificates of deposit with financial institutions believed by us to be creditworthy. At times, amounts on deposit may exceed insured limits or include uninsured investments in money market mutual funds. To date, we have not experienced losses in any of these accounts. Credit risk associated with accounts receivable and promises to give is considered to be limited due to high historical collection rates and because substantial portions of the outstanding amounts are due from governmental agencies, and foundations supportive of our mission.

### Reclassifications

Certain reclassifications of amounts previously reported have been made to the accompanying financial statements to maintain consistency between periods presented. The reclassification had no impact on previously reported net assets.

### Compensated absences

Compensated absences for sick pay and personal time have not been accrued since they cannot be reasonably estimated. Our policy is to recognize these costs when actually paid.

**The Ladies of Hope Ministries, Inc.**  
Notes to Financial Statements  
December 31, 2024 and 2023

---

**Subsequent events**

We have evaluated subsequent events through November 10, 2025, the date the financial statements were available to be issued.

**Note 2 - Liquidity and availability**

Financial assets available for general expenditure, that is, without donor or other restrictions limiting their use, within one year of the balance sheet date, consists of the following:

	<u>2024</u>	<u>2023</u>
Cash and cash equivalents	\$ 176,959	\$ 963,907
Grants receivable	173,791	-
Less: net assets with donor restrictions	<u>-</u>	<u>(302,000)</u>
	<u><u>\$ 350,750</u></u>	<u><u>\$ 661,907</u></u>

The FASB requires all not-for-profits to add disclosures regarding how they manage liquidity and information that communicates the availability of financial assets to meet cash needs for general expenditures.

We regularly monitor the availability of resources required to meet our operating needs and other contractual commitments.

**Note 3 - Property and equipment**

In August of 2023, the Organization purchased a building located at 6063 Rhode Island Ave, Mount Rainier, MD to be used for their Hope House program.

Property and equipment consists of the following at December 31:

	<u>2024</u>	<u>2023</u>
Building	\$ 662,020	\$ 662,020
Less: accumulated depreciation	<u>(57,232)</u>	<u>(33,596)</u>
Total	<u><u>\$ 604,788</u></u>	<u><u>\$ 628,424</u></u>

**The Ladies of Hope Ministries, Inc.**  
Notes to Financial Statements  
December 31, 2024 and 2023

---

**Note 4 - Accounts payable and accrued expenses**

Accounts payable and accrued expenses are made up of the following as of December 31, 2024 and 2023:

	2024	2023
Outside labor	\$ 34,020	\$ 10,855
Professional fees	29,000	38,414
Occupancy	21,208	15,000
Stipends and gifts	13,709	9,585
	<u>\$ 97,937</u>	<u>\$ 73,854</u>

**Note 5 - Client savings**

The Organization receives rent payments from tenants in their Hope House programs. The payments are held by the Organization until the tenant is placed in permanent housing, at which point a portion of the funds are returned to the tenant. The funds not returned by the Organization are then considered rental income.

**Note 6 - SBA EIDL loan**

In October 2020 the Organization received a Small Business Administration loan under the Economic Injury Disaster Loan (EIDL) program. The amount of this loan was \$150,000. The loan carries an interest rate of 2.75% per annum. Payments began in 2023, however the monthly payments have only covered accrued interest and not any of the principal.

**Note 7 - NFF loan**

In July 2021 the Organization received a loan from the Nonprofit Finance Fund. The amount of this loan was \$500,000. Quarterly installment payments were to begin December 1, 2024 in the amount of \$100,000 per quarter. The loan carries no interest rate and is payable in its entirety on December 1, 2025. As of December 31, 2024 no payments have been made on the loan. Management is currently negotiating an extension of the payment dates.

**Note 8 - Leases**

The Organization evaluates all contracts for potential leases in accordance with ASC 842. A contract contains a lease if the contract conveys the right to direct the use of an identified asset and to obtain substantially all of the economic benefit for consideration.

The Organization elected the short-term lease exemption of ASC 842 for not recognizing leases that are with an original term of 12 months or less:

The Organization leases a building in Trinidad and Tobago for their Hope House program. The lease is considered month to month. This lease has ended as of May 31, 2023. Rent expense related to this lease was \$0 and \$15,000 for the years ended December 31, 2024 and 2023 respectively.

# The Ladies of Hope Ministries, Inc.

## Notes to Financial Statements

December 31, 2024 and 2023

The Organization leases a four-person office at 8 W 126th St, New York, NY, The lease is considered month to month. Rent expense related to this lease was \$20,447 and \$39,067 for the years ended December 31, 2024 and 2023 respectively.

The Organization has operating leases comprised of office space;

The Organization entered into a lease agreement on January 1, 2022 for the premises located at 2023 Caesar Place, Bronx, NY. This lease was set to expire on December 31, 2023. However, the organization was able to break the lease early and move out June 30, 2023. Rent expense related to this lease was \$0 and \$32,130 for the years ended December 31, 2024 and 2023.

The Organization entered into a lease agreement on May 1, 2020 for the premises located at 2525 Valentine Ct, New Orleans, LA. This lease will expire on April 30, 2025. Rent expense related to this lease was \$36,000 and \$36,000 for the years ended December 31, 2024 and 2023 respectively.

The Organization entered into a lease agreement on September 9, 2024 for the premises located at 4300 NW 12th Ave, Miami, FL 33127, USA. This lease will expire on October 31, 2025. Rent expense related to this lease was \$26,400 and \$0 for the years ended December 31, 2024 and 2023 respectively.

The tables below represent a summary of the balances recorded in the statement of financial position related to our operating leases as of December 31:

	2024	2023
Right-of-use assets	<u>\$ 24,048</u>	<u>\$ 39,977</u>
Current portion of lease liabilities	\$ 24,048	\$ 29,983
Non-current portion of lease liabilities	<u>-</u>	<u>9,994</u>
	<u>\$ 24,048</u>	<u>\$ 39,977</u>

The Organization's lease liabilities are based on the net present value of the remaining lease payments over the remaining lease term. To determine the lease liability net present value of the lease payments, we used the incremental borrowing rate at the adoption date, for the term of each lease. The weighted average remaining lease term and discount rate as of December 31, 2024 and December 31, 2023 for our operating leases are as follows:

	2024	2023
Weighted average remaining lease terms (in years)	0.75	1.33
Weighted average discount rate	5.63%	5.75%



## The Ladies of Hope Ministries, Inc.

Notes to Financial Statements

December 31, 2024 and 2023

---

Operating lease expense is included in the occupancy amount on the statement of functional expenses for the years ended December 31, 2024 and 2023 were \$68,130 and \$100,260 respectively.

A maturity analysis of lease payments under our operating leases is presented as follows:

<u>Fiscal Year</u>	<u>Operating</u>
2025	\$ 34,000
Total lease payments	34,000
Less: present value adjustment	(9,952)
Total lease liabilities	<u>\$ 24,048</u>

### Note 9 - Net assets with donor restrictions

Net assets with donor restrictions as of December 31, 2024 and 2023 are restricted for the following purposes or periods:

	<u>2024</u>	<u>2023</u>
Rapid Re-Housing program	\$ -	\$ 152,000
Subject to the passage of time	-	578,887
	<u>\$ -</u>	<u>\$ 730,887</u>

There were \$730,887 and \$150,000 of assets released from restriction during the years ended December 31, 2024 and 2023.

	<u>2024</u>	<u>2023</u>
Expiration of time restrictions	\$ 730,887	\$ 150,000
	<u>\$ 730,887</u>	<u>\$ 150,000</u>

### Note 10 - Functionalized expenses

The financial statements report certain categories of expenses that are attributed to more than one program or supporting function. Therefore, expenses require allocation on a reasonable basis that is consistently applied. The expenses that are allocated include occupancy which is allocated on a square footage basis, as well as salaries and related expenses, outside labor, and professional fees which are allocated on the basis of estimates of time and effort.

### Note 11 - Related parties

The Organization leases property from Topeka K. Sam Ventures LLC, a company owned by the Organization's executive director, at market value. For the years ended December 31, 2024 and 2023 rent expense was \$36,000 and \$36,000 respectively