

# YOUTH OUTLOOK

FINANCIAL STATEMENTS

DECEMBER 31, 2024

# YOUTH OUTLOOK

## Contents

	<b><u>Page</u></b>
<b>Independent Auditors' Report</b>	1 - 2
<b>Financial Statements</b>	
Statement of financial position as of December 31, 2024	3
Statement of activities and changes in net assets for the year ended December 31, 2024	4
Statement of functional expenses for the year ended December 31, 2024	5
Statement of cash flows for the year ended December 31, 2024	6
Notes to financial statements	7 - 12

## **INDEPENDENT AUDITORS' REPORT**

To the Board of Directors of  
Youth Outlook

### **Report on the Audit of the Financial Statements**

#### ***Opinion***

We have audited the financial statements of Youth Outlook (the "Organization"), which comprise the statement of financial position as of December 31, 2024, and the related statements of activities and changes in net assets, functional expenses, and cash flows for the year then ended, and the related notes to the financial statements.

In our opinion, the accompanying financial statements referred to above present fairly, in all material respects, the financial position of Youth Outlook as of December 31, 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 audit in accordance with auditing standards generally accepted in the United States of America ("GAAS"). Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of 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 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 Organization's ability to continue as a going concern within one year after the date that the financial statements are available to be issued.

### ***Auditors' Responsibilities for the Audit of the Financial Statements***

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS 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 GAAS, 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 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 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.

*EisnerAmper LLP*

EISNERAMPER LLP  
West Palm Beach, Florida  
November 11, 2025



## YOUTH OUTLOOK

### Statement of Financial Position December 31, 2024

#### ASSETS

Cash and cash equivalents	\$	382,616
Contributions and grants receivable		62,190
Property and equipment, net		<u>3,938</u>
Total assets	\$	<u><u>448,744</u></u>

#### LIABILITIES AND NET ASSETS

Accounts payable	\$	15,713
Accrued payroll and payroll taxes		<u>17,478</u>
Total liabilities		<u>33,191</u>

#### NET ASSETS

Without donor restrictions:		
Undesignated net assets		344,189
Board designated net assets		<u>10,250</u>
Total net assets without donor restrictions		354,439
Net assets with donor restrictions		<u>61,114</u>
Total net assets		<u>415,553</u>
Total liabilities and net assets	\$	<u><u>448,744</u></u>

## YOUTH OUTLOOK

### Statement of Activities and Changes in Net Assets Year Ended December 31, 2024

	<u>Without Donor Restrictions</u>	<u>With Donor Restrictions</u>	<u>Total</u>
<b>Public support and revenue:</b>			
Contributions	\$ 477,795	\$ -	\$ 477,795
Training and speaking engagements	20,865	-	20,865
Grants	27,781	265,822	293,603
Special events, net of direct benefit to donors of \$1,904	59,713	-	59,713
Other income	922	-	922
Net assets released from restrictions	<u>233,305</u>	<u>(233,305)</u>	<u>-</u>
Total public support and revenue	<u>820,381</u>	<u>32,517</u>	<u>852,898</u>
<b>Expenses:</b>			
Program services	389,871	-	389,871
Supporting services:			
General and administrative	266,751	-	266,751
Fundraising	<u>137,939</u>	<u>-</u>	<u>137,939</u>
Total expenses	<u>794,561</u>	<u>-</u>	<u>794,561</u>
<b>Increase in net assets</b>	<b>25,820</b>	<b>32,517</b>	<b>58,337</b>
Net assets - beginning of year	<u>328,619</u>	<u>28,597</u>	<u>357,216</u>
<b>Net assets - end of year</b>	<u><u>\$ 354,439</u></u>	<u><u>\$ 61,114</u></u>	<u><u>\$ 415,553</u></u>

See notes to financial statements.

## YOUTH OUTLOOK

### Statement of Functional Expenses Year Ended December 31, 2024

	Program Services: Youth Support	Supporting Services		Total
		General and Administrative	Fundraising	
Salaries and payroll taxes	\$ 189,170	\$ 220,698	\$ 115,604	\$ 525,472
Employee benefits	20,017	23,354	12,233	55,604
Total salaries and related expenses	209,187	244,052	127,837	581,076
Advertising	670	-	168	838
Bank and credit card charges	538	-	-	538
Depreciation	538	538	268	1,344
Merchant fees	4,050	-	-	4,050
Dues and subscriptions	4,146	-	-	4,146
Insurance	1,183	13,977	-	15,160
Food	1,269	-	317	1,586
Internet	220	220	109	549
License and fees	1,550	-	-	1,550
Office expenses	-	1,453	-	1,453
Occupancy	2,340	2,340	1,170	5,850
Miscellaneous expenses	3,905	1,586	-	5,491
Bad debt expense	1,551	-	-	1,551
Printing, copying, and publications	2,236	-	-	2,236
Repairs and maintenance	952	-	-	952
Professional fees	84,005	590	8,976	93,571
Supplies	19,822	-	-	19,822
Telephone	1,995	1,995	998	4,988
Training fees	375	-	-	375
Travel and mileage	41,868	-	-	41,868
Website development	7,471	-	-	7,471
Total expense	389,871	266,751	139,843	796,465
Less:				
Cost of direct benefit to donors	-	-	1,904	1,904
Total expenses per statement of activities	\$ 389,871	\$ 266,751	\$ 137,939	\$ 794,561

See notes to financial statements.

## YOUTH OUTLOOK

### Statement of Cash Flows Year Ended December 31, 2024

#### Cash flows from operating activities:

Increase in net assets	\$ 58,337
Adjustments to reconcile increase in net assets to net cash provided by operating activities:	
Depreciation	1,344
Bad debt	1,551
Changes in:	
Contributions and grants receivable	(50,499)
Prepaid expenses	7,308
Accounts payable	13,033
Accrued payroll and payroll taxes	<u>17,478</u>
Net cash provided by operating activities	<u>48,552</u>
<b>Cash flows from investing activities:</b>	
Purchase of property and equipment	<u>(1,936)</u>
Net cash used in investing activities	<u>(1,936)</u>
<b>Net change in cash</b>	<b>46,616</b>
Cash and cash equivalents, beginning of year	<u>336,000</u>
<b>Cash and cash equivalents, end of year</b>	<b><u>\$ 382,616</u></b>

# YOUTH OUTLOOK

## Notes to Financial Statements December 31, 2024

### NOTE A - ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

#### [1] Organization:

Youth Outlook (the "Organization") is an Illinois non-profit organization founded in 1998, and is tax exempt from federal income tax under Section 501(c)(3) of the U.S Internal Revenue Code (the "IRC") and from state and local taxes under comparable laws, except to the extent of unrelated business taxable income as otherwise provided by law. The Board of Directors is the agent and legal representative and governing body of the Organization in all matters concerning its property and temporal affairs.

The purpose of the Organization is to provide a supportive environment for youth who are dealing with questions and issues about sexual orientation and personal growth. Drop-in centers are designed to provide a non-threatening social environment, resource materials, and trained staff who plan and implement educational and recreational programs each evening. The Organization's major sources of revenue include contributions, training and speaking engagements, special events and grants.

#### [2] Basis of accounting:

The financial statements of the Organization have been prepared using the accrual basis of accounting and conform to accounting principles generally accepted in the United States of America ("U.S. GAAP"), as applicable to not-for-profit entities.

#### [3] Use of estimates:

The preparation of financial statements in conformity with U.S. GAAP requires the Organization's management to make estimates and assumptions that affect the reported amounts of assets, liabilities, public support, and revenue and expenses, as well as the disclosures of contingent assets and liabilities. Actual results could differ from those estimates and assumptions.

#### [4] Cash and cash equivalents:

For financial reporting purposes, the Organization considers all highly liquid instruments, purchased with an original maturity of three months or less, to be cash equivalents.

#### [5] Contributions and grants receivable:

Unconditional written promises to give (contributions and grants) are recognized as a receivable at the time such promises to give are received. Promises to give are recorded at net realizable value and are discounted at an appropriate rate commensurate with the risks involved. Amortization of discounts is recorded as additional contribution revenue in accordance with donor-imposed restrictions, if any, on the contributions. An allowance for uncollectible promises to give are estimated by the Organization based on factors such as management's estimate of the amounts that will not be collected, which is determined through periodic reviews of individual receivable balances. Conditional promises to give are recognized when the conditions on which they depend, which consist of both a barrier and a right of return or release, are met. Grants received by the Organization include both reimbursable grants and unconditional contributions. As of December 31, 2024, the Organization had no unconditional promises to give and no allowance for doubtful accounts.

#### [6] Property and equipment:

Property and equipment are stated at their original costs at the dates of acquisition, or, if contributed, at their estimated fair values at the dates of donation, net of accumulated depreciation. The Organization capitalizes as assets those items of property and equipment that have useful lives greater than one year, whereas minor costs for repairs and maintenance are expensed as incurred. Depreciation of property and equipment is provided using the straight-line method over the estimated useful lives of the respective assets.

## YOUTH OUTLOOK

### Notes to Financial Statements December 31, 2024

#### NOTE A - ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

##### [6] Property and equipment: (continued)

Management evaluates the recoverability of the investment in long-lived assets on an on-going basis and when triggering events indicate that the fair value of the long-lived assets may be less than the carrying value and recognizes any impairment in the year of determination. There were no triggering events during the year ended December 31, 2024 requiring management to test for impairment adjustment to property and equipment. However, it is reasonably possible that relevant conditions could change in the near term and necessitate a change in management's estimate of the recoverability of these assets.

##### [7] Net assets:

The net assets of the Organization and the changes therein are reported as follows:

(i) *Net assets without donor restrictions:*

Net assets available for use in general operations and not subject to donor- (or certain grantor-) imposed restrictions.

(ii) *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 those resources be maintained in perpetuity. Contributions restricted by donors are reported as increases in net assets 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, net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the statement of activities and changes in net assets as net assets released from restrictions.

##### [8] Revenue recognition:

(i) *Contributions and grants:*

Contributions, gifts, and grants to the Organization are recognized as revenue upon the receipt of cash or other assets, or of unconditional pledges. Contributions, gifts, and grants are reported as "with donor restrictions" if they are received with donor stipulations or time considerations as to their use. Conditional contributions, such as government contract reimbursement grants and other similar funding, are recognized when the donor's conditions have been met by requisite actions of the Organization's management or necessary events have taken place. Contributions and grants to be received over periods longer than a single year are discounted at an interest rate commensurate with the risk involved.

(ii) *Training and speaking engagements:*

Revenue from training and speaking engagements is recognized at the point in time when the performance obligation is satisfied, which occurs upon completion of the related service or event.

## YOUTH OUTLOOK

### Notes to Financial Statements December 31, 2024

#### NOTE A - ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

##### [8] Revenue recognition: (continued)

###### *(iii) Special events:*

The Organization conducts special events whereby a portion of the gross proceeds paid by the attendees at these events, held as fundraising activities, represents contribution revenue, and the other portion represents the payment of the direct costs of the benefits received by the attendees at the event. The recognition of revenue is conditional on the event taking place, as this is the point in time when the performance obligation of hosting the event occurs, and attendees can no longer request a refund of their tickets purchased. Special events revenue is presented net of the cost of direct benefits to donors on the statement of activities and changes in net assets.

##### [9] Functional expenses:

The costs of providing various programs and other activities have been summarized on a functional basis in the statement of activities and changes in net assets. The statement of functional expenses presents expenses by natural classification and function. Accordingly, direct costs have been functionalized within the program and supporting services based on nature of the expense. Salaries and payroll taxes, employee benefits, and health insurance are allocated based on headcount and management's estimates of staff time and responsibilities. Depreciation, telephone, internet, and occupancy are allocated based on square footage.

##### [10] Concentration of credit risk:

Financial instruments that potentially subject the Organization to concentrations of credit risk consist principally of cash and cash equivalents. Cash deposited in financial institutions from time to time may exceed federally insured limits. However, management believes that the Organization does not face a significant risk of loss on these accounts that might result from the failures of the financial institutions

##### [11] Income taxes:

The Organization is a tax-exempt organization as defined in Section 501(c)(3) of the IRC and has been recognized by the Internal Revenue Service as tax exempt from federal taxes under IRC Section 501(a). U.S. GAAP requires management to evaluate tax positions taken by the Organization and recognize a tax liability if the Organization has taken an uncertain position that more likely than not would not be sustained upon examination by the Internal Revenue Service or other applicable taxing authorities.

Management has analyzed the tax positions taken by the Organization, and has concluded that as of December 31, 2024, there are no uncertain positions taken or expected to be taken that would require recognition of a liability or disclosure in the financial statements. The Organization is subject to routine audits by taxing authorities; however, there are currently no audits for any tax periods in progress. The Organization recognizes accrued interest and penalties associated with uncertain tax positions, if any, as part of management and general expenses. There were no income tax related interest and penalties recorded for the year ended December 31, 2024.

##### [12] Advertising:

Advertising costs are expensed as incurred. Advertising expenses for the year ended December 31, 2024 were \$838.

## YOUTH OUTLOOK

### Notes to Financial Statements December 31, 2024

#### NOTE A - ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

##### [13] Leases:

The Organization recognizes and measures its leases in accordance with Financial Accounting Standards Board ("FASB") Accounting Standards Codification ("ASC") 842, *Leases*. The Organization determines if an arrangement is a lease, or contains a lease, at inception of a contract and when the terms of an existing contract are changed. The Organization recognizes a lease liability and a right-of-use ("ROU") asset at the commencement date of the lease. The lease liability is initially and subsequently recognized based on the present value of its future lease payments. Variable payments are included in the future lease payments when those variable payments depend on an index or a rate. Since the Organization's lease agreements do not provide an implicit interest rate, the Organization uses a risk-free rate based on the information available at the commencement date in determining the present value of the lease payments.

The Organization's risk free rate for a lease is the rate of interest it would have to pay on a collateralized basis to borrow an amount equal to the lease payments under similar terms and in a similar economic environment. The ROU asset is subsequently measured throughout the lease term at the amount of the remeasured lease liability (i.e., present value of the remaining lease payments), plus unamortized initial direct costs, plus (minus) any prepaid (accrued) lease payments, less the unamortized balance of lease incentives received, and any impairment recognized. Lease cost for lease payments is recognized on a straight-line basis over the lease term.

The Organization has elected the short-term lease recognition exemption for all applicable classes of underlying assets. Leases with an initial term of 12 months or less, that do not include an option to purchase the underlying asset that is reasonably certain to be exercised, are not recorded on the statement of financial position. These payments are recognized as an expense in the period in which the related obligation was incurred. The Organization has elected to include both the lease and nonlease components as a single component and account for it as a lease.

##### [14] Subsequent events:

The Organization has evaluated subsequent events through November 11, 2025, the date the financial statements were available to be issued.

#### NOTE B - CONTRIBUTIONS AND GRANTS RECEIVABLE

The Organization was awarded contributions and grants to support ongoing operational expenses. As of December 31, 2024, outstanding contributions and grants amounted to \$62,190 and were recorded as contributions and grants receivable. All contributions and grants receivable are expected to be collected in less than one year from the date of the statement of financial position.

#### NOTE C - PROPERTY AND EQUIPMENT

The components of property and equipment at December 31, 2024 are as follows:

		<u>Depreciable Life - Years</u>
Furniture and equipment	\$ 8,796	5
Less: accumulated depreciation	<u>(4,858)</u>	
Total	<u>\$ 3,938</u>	

Depreciation expense for the year ended December 31, 2024 was \$1,344.

## YOUTH OUTLOOK

### Notes to Financial Statements December 31, 2024

#### NOTE D - LEASES

The Organization has a lease with an unrelated third party for office space under a month-to-month agreement, requiring monthly payments of \$310 until August 31, 2025. The lease was subsequently renewed until August 31, 2026. Total rent paid, which included internet and utilities for the year ended December 31, 2024 was \$3,650.

#### NOTE E - BOARD DESIGNATED FUNDS

The Organization's Board of Directors has the ability to designate a portion of net assets without donor restrictions for specific purposes. These designations are made at the discretion of the Board of Directors and can be modified, removed, or redirected at any time. Board-designated funds are not donor-restricted and remain available for use at the discretion of the Board of Directors.

As of December 31, 2024, the Board has designated funds for the Organization's sustainability in the amount of \$10,250.

#### NOTE F - NET ASSETS WITH DONOR RESTRICTIONS

Net assets with donor restrictions are subject to donor-imposed stipulations that may or will be met by actions of the Organization and/or passage of time.

At fiscal year-end December 31, 2024, net assets with donor restrictions consisted of the following:

Drop-In Food Events	\$ 58,277
Q-Chat Program	<u>2,837</u>
	<u>\$ 61,114</u>

During the fiscal year-ended December 31, 2024, net assets released from restrictions resulted from satisfying the following donor restrictions:

Drop-In Food Events	\$ 52,755
DuPage County Programs	7,965
Dekalb County Programs	25,075
Will County Programs	63,407
Q-Chat Program	15,163
Health and Wellness Programs	<u>68,940</u>
	<u>\$ 233,305</u>

**YOUTH OUTLOOK**

**Notes to Financial Statements  
December 31, 2024**

**NOTE G - LIQUIDITY AND AVAILABILITY**

Financial assets available for general expenditure, that is, without donor or other restrictions limiting their use, within one year of the statement of financial position date, comprise the following as of December 31, 2024:

Financial assets at year-end:	
Cash and equivalents	\$ 382,616
Contribution and grants receivable	<u>62,190</u>
 Total financial assets available within one year	 <u>444,806</u>
 Less:	
Amounts unavailable for general expenditures within one year:	
Net assets with donor restrictions	(61,114)
 Amounts unavailable to management without Board approval:	
Board-designated net assets	<u>(10,250)</u>
 Financial assets available to meet general expenditures within one year	 <u><u>\$ 373,442</u></u>