OUR LITTLE ROSES FOREIGN MISSION SOCIETY

FINANCIAL STATEMENTS

YEAR ENDED DECEMBER 31, 2024

SWKJD

CERTIFIED PUBLIC ACCOUNTANTS

OUR LITTLE ROSES FOREIGN MISSION SOCIETY
YEAR ENDED DECEMBER 31, 2024

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SWKJD
CERTIFIED PUBLIC ACCOUNTANTS

SHARFF, WITTMER, KURTZ, JACKSON & DIAZ
P.A.
CERTIFIED PUBLIC ACCOUNTANTS

DAVID D. SHARFF, C.P.A. - DECEASED
STEVEN C. WITTMER, C.P.A. - DECEASED
JOSEPH M. KURTZ, C.P.A. - RETIRED
MICHAEL L. JACKSON, C.P.A. - RETIRED
MARTIN ROSEN, C.P.A. - RETIRED

LUIS E. DIAZ, C.P.A.
JOSEPH M. JACKSON, C.P.A.
AMY K. BEENKEN, C.P.A.
LAURA S. FEINBERG, C.P.A.

INDEPENDENT AUDITOR'S REPORT

To the Board of Directors of
Our Little Roses Foreign Mission Society

Opinion

We have audited the accompanying financial statements of Our Little Roses Foreign Mission Society (a nonprofit 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 financial statements referred to above present fairly, in all material respects, the financial position of Our Little Roses Foreign Mission Society 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. 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 Our Little Roses Foreign Mission Society 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 Our Little Roses Foreign Mission Society'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 Our Little Roses Foreign Mission Society'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 Our Little Roses Foreign Mission Society'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.

Sharff, Wittmer, Kurtz, Jackson + Diaz, P.A.

SHARFF, WITTMER, KURTZ, JACKSON & DIAZ, P.A.
Certified Public Accountants

Coral Gables, Florida
November 10, 2025

OUR LITTLE ROSES FOREIGN MISSION SOCIETY
STATEMENT OF FINANCIAL POSITION
DECEMBER 31, 2024

ASSETS

Current assets	
Cash and cash equivalents	$ 304,897
Investments	2,640,479
Contributions receivable	92,473
Total current assets	3,037,849
Total assets	$ 3,037,849

LIABILITIES AND NET ASSETS

Current liabilities	
Accrued expenses	$ 13,445
Total current liabilities	13,445
Total liabilities	13,445
Net assets	
Without donor restrictions	
Designated by the board	2,274,831
Undesignated	379,406
Total net assets without donor restrictions	2,654,237
Total net assets with donor restrictions	370,167
Total net assets	3,024,404
Total liabilities and net assets	$ 3,037,849

OUR LITTLE ROSES FOREIGN MISSION SOCIETY
STATEMENT OF ACTIVITIES AND CHANGES IN NET ASSETS
FOR THE YEAR ENDED DECEMBER 31, 2024

	Without donor restrictions	With donor restrictions	Total
SUPPORT AND REVENUE			
General contributions	$ 753,114	$ -	$ 753,114
Sponsorships	176,588	-	176,588
Grants	48,338	-	48,338
Education	-	148,738	148,738
Mission trips	-	55,146	55,146
Capital improvement	-	83,436	83,436
Other income	1,995	50,920	52,915
Contributions of nonfinancial assets	37,694	-	37,694
Net assets released from restrictions	414,795	(414,795)	-
Total support and revenue	1,432,524	(76,555)	1,355,969
EXPENSES			
Program services			
Programs and activities in Honduras	1,233,059	-	1,233,059
Mission Team	50,979	-	50,979
Capital improvement	314,092	-	314,092
Special projects	155,113	-	155,113
Gifts for Girls	20,185	-	20,185
Total program services	1,773,428	-	1,773,428
General and administrative	146,609	-	146,609
Fundraising	261,883	-	261,883
Total expenses	2,181,920	-	2,181,920
Change in net assets before other changes	(749,396)	(76,555)	(825,951)
Other changes in net assets:			
Net investment gain	374,532	-	374,532
Change in net assets	(374,864)	(76,555)	(451,419)
Net assets, beginning of year	3,029,101	446,722	3,475,823
Net assets, end of year	$ 2,654,237	$ 370,167	$ 3,024,404

OUR LITTLE ROSES FOREIGN MISSION SOCIETY
STATEMENT OF FUNCTIONAL EXPENSES
FOR THE YEAR ENDED DECEMBER 31, 2024

	Program Services					Supporting Activities		
	Programs and Activities in Honduras	Mission Team	Capital Equipment	Special projects	Gifts for Girls	General and Administrative	Fundraising	Total Expenses
Accounting	$ -	$ -	$ -	$ -	$ -	$ 13,735	$ -	$ 13,735
Bank fees	-	-	-	-	-	207	2,151	2,358
Donor relations	2,755	-	-	-	-	-	918	3,673
In-Kind expenses	8,003	-	-	-	-	11,877	17,814	37,694
Insurance	-	-	-	-	-	3,765	-	3,765
Marketing	-	-	-	-	-	-	8,942	8,942
Meals and entertainment	378	-	-	-	-	989	1,115	2,482
Miscellaneous	941	-	-	-	-	1,803	-	2,744
Office expenses	144	-	-	-	-	13,165	10,965	24,274
Outreach services	1,135,174	50,979	314,092	155,113	20,185	-	-	1,675,543
Payroll taxes	4,289	-	-	-	-	6,005	6,863	17,157
Personnel expenses	12,603	-	-	-	-	13,814	15,787	42,204
Postage and shipping	383	-	-	-	-	153	83,568	84,104
Professional and legal	-	-	-	-	-	200	-	200
Professional education	339	-	-	-	-	474	542	1,355
Salaries and wages	56,067	-	-	-	-	78,494	89,708	224,269
Telephone	263	-	-	-	-	1,183	1,183	2,629
Travel	3,455	-	-	-	-	745	3,042	7,242
Website development	8,265	-	-	-	-	-	19,285	27,550
TOTAL EXPENSES	$ 1,233,059	$ 50,979	$ 314,092	$ 155,113	$ 20,185	$ 146,609	$ 261,883	$ 2,181,920

OUR LITTLE ROSES FOREIGN MISSION SOCIETY
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED DECEMBER 31, 2024

CASH FLOWS FROM OPERATING ACTIVITIES:	
Change in net assets	$(451,419)
Adjustments to reconcile change in net assets to net cash used in operating activities:	
Unrealized/realized gain on investments	(306,750)
Increase in accounts receivable	(33,204)
Decrease in accrued expenses	(3,293)
Contributed securities	(113,419)
Net cash used in operating activities	(908,085)
CASH FLOWS FROM INVESTING ACTIVITIES:	
Sales of investments	711,813
Purchases of investments	(131,990)
Net cash provided by investing activities	579,823
Net decrease in cash and cash equivalents	(328,262)
Cash and cash equivalents, beginning of year	633,159
Cash and cash equivalents, end of year	$ 304,897

NOTE 1 – ORGANIZATION AND OPERATIONS

Our Little Roses Foreign Mission Society (the "Organization"), formerly The Committee to Assist the Episcopal Diocese of Honduras, is a not-for-profit corporation organized in the state of Virginia on June 28, 1985 for charitable, religious, and educational purposes. The Organization operates primarily in Florida.

The Organization is affiliated with Our Little Roses Ministries ("OLR Ministries"), a non-governmental organization in San Pedro Sula, Honduras dedicated to rescuing girls of Honduras from situations of risk. OLR Ministries is committed to providing a safe, secure and loving environment of unity, respect and dignity, empowering and transforming girls into successful women with moral and spiritual values, strengthened through the teachings of Jesus Christ.

The Organization is a fundraising, educational and mission-oriented organization, grounded in the Episcopal tradition and associated with the Episcopal Church, and encourages mission trips from Episcopal and other faith-based and community groups to OLR Ministries in Honduras. In addition, the Organization recruits sponsors to contribute to the financial support of girls at OLR Ministries' home for girls. Funds raised by the Organization are used to fund the various programs and activities of OLR Ministries in Honduras. A portion of the funds raised also cover educational programs, administrative and fundraising costs of the Organization in the United States. The Organization distributes funds to OLR Ministries on a regular basis based on the needs of OLR Ministries.

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

<u>Basis of Accounting</u>
The accompanying financial statements have been prepared on the accrual basis in accordance with accounting principles generally accepted in the United States of America.

<u>Basis of presentation</u>
Classification of the Organization's net assets and its revenues and expenses are based on the existence or absence of donor-imposed restrictions. Accordingly, net assets of the Organization and changes therein are classified and reported as:

> <u>Net assets without donor restrictions</u> – 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. The Organization's board of directors (the "Board") may designate assets without restrictions for specific operational purposes from time to time.
>
> <u>Net assets with donor restrictions</u> – Net assets subject to stipulations imposed by donors. 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 be maintained in perpetuity.

<u>Cash and Cash Equivalents</u>
Cash and cash equivalents includes all cash balances in a financial institution and in the Organization's investment account.

The Organization entered into a Cash Features Program with its brokerage firm. It is a service provided by the brokerage firm to automatically invest the Organization's free cash balance in its brokerage account into a highly liquid investment to earn interest. As of December 31, 2024, the free cash balance in its brokerage account was $10,129 and it is included in the statement of cash flows as cash and cash equivalents.

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Investments

Investments are reported at fair value in the statement of financial position. Any unrealized and realized gains or losses are reported in the statement of activities and changes in net assets as a change in net assets without donor restrictions. Interest and dividend income is recognized when earned. Dividends are recorded on the ex-dividend date. Realized gains and losses on sale of investments are calculated on the basis of specific identification of the securities sold. Purchases and sales of securities are recognized on a trade-date basis.

Fair Value Measurements

Assets and liabilities that are reported at fair value on a recurring basis are categorized into a fair value hierarchy. Fair value is defined as the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The three levels of the fair value hierarchy are as follows:

Level 1 Inputs – Unadjusted quoted market prices for identical assets and liabilities in an active market that the Organization has the ability to access.

Level 2 Inputs – Inputs other than the quoted prices in active markets that are observable either directly or indirectly.

Level 3 Inputs – Inputs based on prices or valuation techniques that are both unobservable and significant to the overall fair value measurements.

Investments in bonds, equities, and mutual funds are carried at fair value based on quoted prices in active markets in the statement of financial position.

Revenue Recognition

The Organization is primarily supported through donor contributions. Contributions received are measured at their fair values and are reported as an increase in net assets. Gifts of cash and other assets are reported as restricted support if they have donor stipulations that limit the use of the donated assets or if they are designated as support for future periods. When a donor-imposed 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 statements of activities as net assets released from restrictions.

Donated Goods and Services

In accordance with FASB ASC 958-605-25-16, donated goods and services are recorded as contributions without donor restrictions at their estimated fair values at the date of donation. Donated services are reported at fair value in the statement of activities for voluntary donations of services when those services (a) create or enhance nonfinancial assets or (b) require specialized skills provided by individuals possessing those skills and are services which would be typically purchased if not provided by donation. Many individuals volunteer their time and perform a variety of tasks throughout the year, but their time is not recognized as contribution income in the financial statements since the recognition criteria under FASB ASC 958-605-25-16 are not met.

Contributed Securities

It is the Organization's policy to sell donated securities immediately upon receipt. Proceeds from the sale of the securities are considered as an increase in contributions without donor restrictions, unless the donor has imposed a restriction as a condition of the gift, in which case procedures for accounting for contributions with donor restrictions will be followed. For the year ended December 31, 2024, the Organization received donated securities totaling $113,419. These proceeds are included in the change in net assets on the statement of activities and changes in net assets.

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Program and Supporting Services
Program and supporting services primarily consist of support of the work of OLR Ministries in Honduras. The Organization also provides information, direction and guidance to mission groups and individuals visiting OLR Ministries. In addition, the Organization seeks to increase awareness of the mission needs of OLR Ministries in United States Episcopal parishes as well as in other faith-based and community groups and to encourage relationships between supporters and OLR Ministries.

General and administrative services provide administrative support for the Organization's activities including personnel, financial, and facility management.

Fundraising services provide the structure necessary to encourage and secure financial support for the Organization. They include all activities related to maintaining contributor information, direct mail solicitation, distribution of materials and other similar projects related to the procurement of funds.

Contributions Receivable
The Organization recognizes contribution receivables when an unconditional contribution is received but not yet collected. These receivables are classified as short-term, as the Organization expects to collect the amounts typically within one month. Contribution receivables are recorded at their net realizable value, which represents the amount expected to be collected.

The Organization evaluates the collectability of its contribution receivables using the Current Expected Credit Losses (CECL) model, in accordance with the Financial Accounting Standards Board's (FASB) Accounting Standards Codification (ASC) 326, Financial Instruments – Credit Losses. Under this model, the allowance for credit losses is measured based on the lifetime expected credit losses of the receivables. In developing this estimate, the Organization considers a combination of factors, including historical loss experience, aging of receivables, current economic conditions, and reasonable and supportable forecasts of future economic conditions. The assessment also incorporates the donor's credit risk profiles and expected recoveries, if any.

As of December 31, 2024, management has determined that an allowance for credit losses is not required.

Functional Expenses
The costs of providing various programs and other activities are summarized on a functional basis in the statement of activities and changes in net assets and detailed in the statement of functional expenses. Salaries and related expenses are allocated based on employees' direct time spent on programs or support activities or the best estimate of time spent. All other expenses that are not directly identifiable by programs or support services are allocated based on the best estimates of management.

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

Measure of Operations:
The statement of activities and changes in net assets reports all changes in net assets, including changes in net assets from operating and non-operating activities. Operating activities consist of those items attributable to the Organization's ongoing activities. Non-operating activities are limited to resources that generate returns from investments and other activities considered to be of a more unusual or non-recurring nature.

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Management's Review
FASB ASC 855-10, "Subsequent Events", establishes general standards of accounting for the disclosure of events that occur after the balance sheet date but before the financial statements are issued or ready to be issued. The Organization has evaluated subsequent events through XX, 2025, which is the date the financial statements were available to be issued.

NOTE 3 – OLR MINISTRIES

The Organization and OLR Ministries are considered financially interrelated organizations under *FASB ASC 958-20-25*. As a result, all contributions for OLR Ministries received by the Organization are recorded as contributions. No amounts were receivable from or due to the Organization as of December 31, 2024.

The Organization acts as an agent for OLR Ministries ("beneficiary") as it agrees to solicit assets from potential donors specifically for the beneficiary's use and to distribute those assets to the beneficiary. The Organization recognizes the fair value of the nonfinancial assets received by donors as an increase in net assets.

NOTE 4 - LIQUIDITY

Quantitative
The Organization's financial assets available within one year of the balance sheet date for general expenditure are as follows:

Cash and cash equivalents	$ 304,897
Investments	2,640,479
Contributions receivable	92,473
Less: amounts unavailable for general expenditure:	
Due to donor-imposed restrictions	(370,167)
Without board approval – board-designated endowment fund	(2,274,831)
	$ 392,851

The Organization has approximately $393,000 of financial assets available within one year of the balance sheet date to meet cash needs for general expenditure. The contribution receivable of approximately $92,000 is expected to be collected within one month. Additionally, the Board has designated approximately $2,300,000, from net assets without donor restrictions, as board-designated endowment fund (the "Fund"). Although the Board does not intend to spend from the Fund, it could be made available at the Board's discretion if necessary.

Qualitative
The Organization has a goal to maintain financial assets, which consist of cash and short-term investments on hand to meet 60 days of normal operating expenses, which are, on average, approximately $248,000. The Organization has a policy to structure its financial assets to be available as its general expenditures, liabilities and other obligations come due. In addition, as part of its liquidity management, the Organization entered into a Cash Features Program with its brokerage firm, to automatically invest the Organization's free cash balance in its brokerage account into a highly liquid investment to earn interest.

NOTE 5 – INVESTMENTS AND FAIR VALUE MEASUREMENTS

The following table represents the Organization's investments, measured at fair value on a recurring basis, and their level within the fair value hierarchy:

	Fair Value Measurements as of December 31, 2024 using:			
	Quoted Prices in Active Markets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)	Fair Value
Exchange traded funds	$ 2,363,250	$ -	$ -	$ 2,363,250
Bond funds	277,229	-	-	277,229
Total investments	$ 2,640,479	$ -	$ -	$ 2,640,479

Net investment gain is recorded in the statement of activities and changes in net assets and is comprised of the following for the year ended December 31, 2024:

Dividend and interest income	$ 97,813
Net Unrealized/realized gain	306,750
Investment fees	(30,031)
Total	$ 374,532

In certain cases, the inputs to measure fair value may fall into different levels of the fair value hierarchy. In such cases, an investment's level within the fair value hierarchy is based on the lowest level of input that is significant to the fair value measurement. The Organization's assessment of the significance of a particular input to the fair value measurement in its entirety requires judgement and considers factors specific to the investment. The Organization assesses the levels of the investments at each measurement date, and transfers between levels are recognized on the actual date of the event or change in circumstances that caused the transfer. There were no transfers among levels 1, 2 and 3 during the year ended December 31, 2024.

NOTE 6 – CONCENTRATIONS

Deposits Held in Financial Institutions
The Organization maintains its cash accounts at a financial institution. These deposit accounts were fully insured by the Federal Deposit Insurance Corporation ("FDIC") up to $250,000. As of December 31, 2024, the Organization's cash balance exceeded the FDIC limit by approximately $44,000.

Major Beneficiary
During the year ended December 31, 2024, the majority of total funds raised by the Organization were used to support the work of OLR Ministries in Honduras.

Contributions Receivables
As of December 31, 2024, concentration of credit risk is limited due to the large number of donors.

NOTE 7 – CONTRIBUTIONS RECEIVABLE

The Organization uses a third-party company to collect online donations on behalf of the Organization. As of December 31, 2024, contributions receivable consists of the following:

Third-party company	$ 81,873
Individual donors	10,600
	$ 92,473

NOTE 8 – NET ASSETS

With donor restrictions
As of December 31, 2024, net assets with donor restrictions are restricted for the following purposes:

Education	$ 181,879
Hospitality house	145,172
Pension	34,681
Program and operations	8,435
Net assets with donor restrictions	$ 370,167

Net assets were released during the year ended December 31, 2024, for satisfaction of the following purposes:

Education	$ 203,569
Hospitality house	15,213
Pension	2,736
Program and operations	193,277
Net assets released from restrictions	$ 414,795

Without donor restrictions
The Organization's Board has designated $2,274,831, from net assets without donor restrictions, as board-designated endowment fund, to be invested to provide income for a long but unspecified period. The principal of the board-designated endowment fund is not donor restricted and is classified as net assets without donor restrictions. The Organization has a policy of appropriating for distribution each year $160,000 of its board-designated endowment fund for general expenses. Additionally, the principal and income of the board-designated endowment fund may be utilized at the discretion of the Board. Endowment assets are invested in a well-diversified asset mix, which includes equity and debt securities, that is intended to result in a consistent rate of return that has sufficient liquidity to make an annual distribution of $160,000 while growing the funds if possible.

Changes in the board-designated endowment fund are as follows for the year ended December 31, 2024:

Beginning balance	$ 2,423,720
Board approved spending	(363,421)
Investment income, net of fees	67,782
Net unrealized/realized gain	306,750
Distribution from board-designated endowment pursuant to distribution policy	(160,000)
Ending balance	$ 2,274,831

NOTE 9 – GIFTS-IN-KIND

Donated goods and certain contributions of services are recorded at their estimated fair values on the date of contribution. The fair values of goods and services are estimated based on prices of identical or similar products or standard industry pricing for similar services. The Organization's policy related to gifts-in-kind is to utilize the assets given to carry out the mission of the Organization. If an asset is provided that does not allow the Organization to utilize it in its normal course of business, the asset will be sold at its fair market value as determined by appraisal or specialist depending on the type of asset. Revenues and expenses from donated goods and services recognized was $37,694 in 2024.

During 2024, the Organization received professional services and materials as follows:

	Program Services	General and Administrative	Fundraising	Total
Rent	$ -	$ 9,050	$ 13,575	$ 22,625
Professional services	-	2,827	4,239	7,066
Gifts, clothing and other supplies	8,003	-	-	8,003
	$ 8,003	$ 11,877	$ 17,814	$ 37,694

The Organization requires the use of a storage facility and an office for operations. The storage facility and the office are provided at no cost to the Organization but based on current market rates for rental facilities the Organization would have paid approximately $22,600 for the year ended December 31, 2024.

Donated professional services comprised of accounting and marketing services rendered for the Organization. Based on current market rates for accounting and marketing services, the Organization would have paid approximately $7,000 for the year ended December 31, 2024.

The Organization received donated goods with an estimated fair market value of approximately $8,000 for the year ended December 31, 2024. The goods were shipped to OLR Ministries in Honduras.

This income was offset by the expenses recorded in the same amount and therefore, it had no effect on net assets.

NOTE 10 – JOINT COSTS

During the year ended December 31, 2024, the Organization incurred joint costs of approximately $378,000 for conducting activities that included requests for contributions, as well as program and management and general components. The Organization allocated approximately $167,000 to fundraising expense, $125,000 management and general expense and $86,000 to program expense.

NOTE 11 – TAX-EXEMPT STATUS

Under Internal Revenue Code Section 501(c)(3), the Organization qualifies as a non-profit organization exempt from federal and state taxes on income other than unrelated business income. No provision for federal or state income taxes are required as of December 31, 2024 since the Organization has no unrelated business income.

The Organization is classified as a mission society and, therefore, is not required to file Form 990, Return of Organization Exempt from Income Tax. The Organization believes that it has appropriate support for any tax positions taken and, as such, does not have any uncertain tax positions that are material to the financial statements.

NOTE 12 – RELATED PARTIES

During 2024, the Organization received donations from directors and members of the Organization’s Board totaling $112,842.

During 2024, the Organization transferred $1,686,282 to its beneficiary, OLR Ministries. As of December 31, 2024, no amounts due from or to OLR Ministries.

NOTE 13 – SUBSEQUENT EVENTS

FASB ASC 855-10, “Subsequent Events”, establishes general standards of accounting for the disclosure of events that occur after the balance sheet date but before the financial statements are issued or ready to be issued. The Organization has evaluated subsequent events through November 10, 2025, which is the date the financial statements were available to be issued.