GERMAN VILLAGE SOCIETY

FINANCIAL STATEMENTS

FOR THE YEAR ENDED DECEMBER 31, 2025

GERMAN VILLAGE SOCIETY

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INDEPENDENT AUDITOR'S REPORT

The Board of Trustees
German Village Society
Columbus, Ohio

Opinion
We have audited the accompanying financial statements of German Village Society (a nonprofit organization), which comprise the statement of financial position as of December 31, 2025, and the related statement of activities, 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 German Village Society as of December 31, 2025, 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 German Village 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 German Village 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 aggregate, they would influence the judgment made by a reasonable user based on 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 German Village 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, which raise substantial doubt about German Village 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.

Wells, CPA

Wells, CPA LLC
September 11, 2026

GERMAN VILLAGE SOCIETY
STATEMENT OF FINANCIAL POSITION
AS OF DECEMBER 31, 2025

	Without Donor Restrictions	With Donor Restrictions	Total
ASSETS			
Current Assets			
Cash and Cash Equivalents	$ 95,019	$ 8,841	$ 103,860
Cash and Cash Equivalents - Board-Designated	183,296	-	183,296
Contributions Receivable	5,565	-	5,565
Investments, Current	869,263	-	869,263
Prepaid Expenses	2,829	-	2,829
Total Current Assets	1,155,972	8,841	1,164,813
Non-Current Assets			
Property and Equipment, Net	155,393	-	155,393
Investments, Non-Current	-	345,360	345,360
Beneficial Interest in Assets Held by Third Parties	-	22,098	22,098
Total Non-Current Assets	155,393	367,458	522,851
TOTAL ASSETS	$ 1,311,365	$ 376,299	$ 1,687,664
LIABILITIES AND NET ASSETS			
Current Liabilities			
Accounts Payable	$ 4,364	$ -	$ 4,364
Total Current Liabilities	4,364	-	4,364
TOTAL LIABILITIES	4,364	-	4,364
Net Assets			
Net Assets	496,283	376,299	872,582
Net Assets - Board-Designated	810,718	-	810,718
Total Net Assets	1,307,001	376,299	1,683,300
TOTAL LIABILITIES AND NET ASSETS	$ 1,311,365	$ 376,299	$ 1,687,664

GERMAN VILLAGE SOCIETY
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED DECEMBER 31, 2025

	Without Donor Restrictions	With Donor Restrictions	Total
OPERATING ACTIVITIES			
Support and Revenue			
Event Income	$ 314,128	$ -	$ 314,128
Contributions	54,815	26,225	81,040
Membership Dues	132,868	-	132,868
Rental Income	16,020	-	16,020
Miscellaneous Income	24,761	-	24,761
Merchandise	10,796	-	10,796
In-Kind Gifts	48,909	-	48,909
Releases from Restrictions	17,384	(17,384)	-
Total Support and Revenue	619,681	8,841	628,522
Expenses			
Program Services	191,832	-	191,832
Management and General	265,433	-	265,433
Fundraising	172,171	-	172,171
Total Expenses	629,436	-	629,436
CHANGE IN NET ASSETS FROM OPERATIONS	(9,755)	8,841	(914)
Non-Operating Activities			
Investment Unrealized Gain	69,888	-	69,888
Investment Income	24,390	26,815	51,205
Total Non-Operating Activities	94,278	26,815	121,093
Change in Net Assets	84,523	35,656	120,179
Net Assets at Beginning of Year	1,245,873	317,248	1,563,121
Plus: Prior Period Adjustment (Note K)	(23,395)	23,395	-
Net Assets at Beginning of Year as Restated	1,222,478	340,643	1,563,121
Net Assets at End of Year	$ 1,307,001	$ 376,299	$ 1,683,300

GERMAN VILLAGE SOCIETY
STATEMENT OF FUNCTIONAL EXPENSES
FOR THE YEAR ENDED DECEMBER 31, 2025

	Program Services	Management and General	Fundraising	Total
Salaries and Benefits	$ 85,254	$ 65,520	$ 81,278	$ 232,052
In-Kind Expenses	13,685	750	34,474	48,909
Contract Labor	30,422	2,750	1,638	34,810
Miscellaneous Expenses	7,350	12,694	1,040	21,084
Depreciation	-	18,784	-	18,784
Advertising Expenses	18,326	143	3,022	21,491
Printing	13,690	418	9,966	24,074
Supplies	9,139	1,217	4,656	15,012
Professional Fees	10,040	52,439	5,957	68,436
Computer	-	29,098	127	29,225
Catering	601	3,488	17,794	21,883
Utilities	-	9,811	-	9,811
Taxes and Licenses	-	16,162	1,475	17,637
Repairs	165	3,612	-	3,777
Cleaning	-	12,678	-	12,678
Bank Charges	1,810	18,928	-	20,738
Transportation	-	-	4,175	4,175
Insurance	-	12,250	-	12,250
Awards	1,350	1,090	4,630	7,070
Security	-	-	1,939	1,939
Payroll Fees	-	3,601	-	3,601
TOTAL EXPENSES	$ 191,832	$ 265,433	$ 172,171	$ 629,436

See Accompanying Notes to the Financial Statements and Independent Auditor's Report

GERMAN VILLAGE SOCIETY
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED DECEMBER 31, 2025

Cash Flows from Operating Activities	
Change in Net Assets	$ 120,179
Adjustments to Reconcile Change in Net Assets to Net Cash Provided by Operating Activities:	
Depreciation	18,784
Investment Unrealized Gain	(69,888)
Change in Value of Beneficial Interest in Assets Held by Third Parties	(1,053)
(Increase) Decrease in:	
Contributions Receivable	(1,781)
Prepaid Expenses	(1,282)
Increase (Decrease) in Liabilities:	
Accounts Payable	1,649
Membership Dues	(10,068)
Net Cash Provided by Operating Activities	56,540
Cash Flows from Investing Activities	
Purchase of Investments	(45,409)
Proceeds from Investments	22,384
Distribution from Beneficial Interest in Assets Held by Third Parties	2,350
Purchase of Property and Equipment	(16,610)
Net Cash Used in Investing Activities	(37,285)
Cash Flows from Financing Activities	
Net Cash Used in Financing Activities	-
Net Increase in Cash and Cash Equivalents	19,255
Cash and Cash Equivalents With and Without Donor Restrictions at Beginning of Year	267,901
Cash and Cash Equivalents With and Without Donor Restrictions at End of Year	$ 287,156

NOTE A – ORGANIZATION AND PURPOSE

German Village Society (the Society) is an Ohio nonprofit corporation, which was formed for the purpose of promoting the historic preservation, reconstruction, improvement, and redevelopment of the South Side of Columbus known as German Village. Programs and events include tours, maintaining various gardens and parks, business community events, Haus and Garten Tour, various holiday events, and entertainment. Expenses of the Society are separated and reported based on the functionality of the expenditure incurred. Program expenses are directly related to the purpose of the Society, event expenses are incurred to raise funds to be used to further the programs of the Society, and administrative expenses are costs incurred to run and oversee the Society's functions not directly related to Society programs and events.

NOTE B – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The following is a summary of significant accounting policies followed in the preparation of these financial statements. These policies conform to accounting principles generally accepted in the United States of America and have been applied on a consistent basis.

Method of Accounting
The accounting records are maintained on an accrual basis.

Basis of Presentation
The financial statements of the Society have been prepared in accordance with U.S. generally accepted accounting principles ("U.S. GAAP"), which require the Society to report 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 Society. These net assets may be used at the discretion of the Society's management and Board.

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 Society or by the passage of time. Other donor restrictions are perpetual in nature, whereby the donor has stipulated the funds be maintained in perpetuity.

Cash and Cash Equivalents
The Society considers all cash and highly liquid financial instruments with original maturities of three months or less to be Cash and Cash Equivalents.

Contributions Receivable
Contributions receivable are classified as current, as all balances are expected to be collected within one year. Contributions receivable are stated at unpaid balances, less an allowance for doubtful accounts. The Society provides for losses on accounts receivable using the allowance method. The allowance is based on experience, third-party contracts, and other circumstances, which may affect the ability of donors to meet their obligations. Receivables are considered impaired if full principal payments are not received in accordance with the contractual terms. It is

NOTE B – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

the Society's policy to charge off uncollectible accounts receivable when management determines the receivable will not be collected. As of December 31, 2025, there is no allowance for doubtful accounts.

Property and Equipment
Property and equipment are stated at cost and depreciated over their estimated useful lives ranging from five to thirty-nine years using the straight-line method. The Society follows the practice of capitalizing all expenditures for these assets of $3,000 or greater. The cost of additions and improvements and renewals, which substantially extend the useful life of a particular asset, are capitalized. Repair and maintenance expenditures are charged to operations in the period incurred.

Contributions
Contributions received are recorded as net assets without donor restrictions or net assets with donor restrictions, depending on the existence and/or nature of any donor-imposed restrictions. Contributions that are restricted by the donor are reported as an increase in net assets without donor restrictions if the restriction is met or expired in the reporting period in which the contribution is recognized. All other donor-restricted contributions are reported as an increase in net assets with donor restrictions, depending on the nature of the restriction. When a 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 as net assets released from restrictions.

Revenue Recognition
The Society offers memberships to residents of German Village and to individuals and businesses in the community at large. There are no specific significant performance obligations that exist when a membership is purchased. However, members are able to receive discounts to rent space for personal use. This benefit expires over a one-year period from the time that the membership is purchased. The Society recognizes revenue from members at the time that the membership is paid. The opportunity for members to rent space at the Society's facilities is considered an incidental member benefit and is not accounted for as a separate performance obligation. Therefore, not associating the opportunity to rent space with the recognition of membership income is considered materially consistent with generally accepted accounting principles. The Society receives income from events that take place during the year. The largest source of event income is ticket sales. The tickets are non-refundable and are recognized as Revenue when the ticket is sold.

Advertising Expenses
Advertising costs are expensed as incurred. Advertising expenses were $21,491 for the year ended December 31, 2025.

Income Taxes
The Society is tax-exempt under Section 501(c)(3) of the Internal Revenue Code. Consequently, no provisions for income taxes have been made in the accompanying financial statements. Additionally, the Internal Revenue Service has not classified the Society as a private foundation because it is an organization of the type described in Sections 509(a)(1) and 170 (b)(A)(vi) of the

NOTE B – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Code.

The Society follows Financial Accounting Standards Board ("FASB") guidance on accounting for uncertainty in income taxes, which addresses the determination of whether tax benefits claimed or expected to be claimed on a tax return should be recorded in the financial statements. Under this guidance, the Society may recognize the tax benefit from an uncertain tax position only if it is more likely than not that the tax position will be sustained on examination by taxing authorities, based on the technical merits of the position. Examples of tax positions include the tax-exempt status of the Society, and various positions related to the potential sources of unrelated business taxable income (UBIT). The tax benefits recognized in the financial statements from such a position are measured based on the largest benefit that has a greater than 50 percent likelihood of being realized upon ultimate settlement. The guidance on accounting for uncertainty in income taxes also addresses de-recognition, classification, interest and penalties on income taxes, and accounting in interim periods. On December 31, 2025, there were no material unrecognized tax benefits identified or recorded as liabilities.

The Society files Form 990 in the U.S. federal jurisdiction and the state of Ohio. The Society's federal exempt organization's tax returns are subject to examination by the Internal Revenue Service, generally for three years after they are filed. All tax returns for years ending after December 31, 2022, are open for examination.

Use of Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America 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.

Investments

Investments are reported at their fair value in the Statement of Financial Position, and changes in fair value are reported as Investment Unrealized Gain in the Statement of Activities. Purchases and sales of securities are reflected on a trade-date basis. Gains and losses on sales of securities are based on average cost and are recorded in the Statement of Activities in the period in which the securities are sold. Interest is recorded when earned. The Society incurred $4,740 of investment fees during 2025.

In-Kind Gifts

The Society records various types of in-kind contributions. Contributed services are recognized at fair value if they (a) create or enhance long-lived assets, or (b) require specialized skills, are provided by individuals possessing those skills, and would typically need to be purchased if not provided by donation. Contributions of tangible assets are recognized at fair value when received. Amounts recorded as In-Kind Gifts are offset by like amounts included in expenses such as in-kind expenses. Many individuals volunteer their time to the Society; however, those volunteer hours have not been recorded in the accompanying financial statements because they do not qualify

NOTE B – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

as contributions under GAAP.

Contributed nonfinancial assets recognized within the Statement of Activities are comprised of the following:

Professional Fees	$ 7,197
Goods	41,712
Total In-Kind Gifts	$ 48,909

The contributed nonfinancial assets were utilized in the Society's programs and supporting activities during the year and were not monetized. The Society does not have a policy to monetize contributed nonfinancial assets rather than utilize those assets. No donor-imposed restrictions were noted related to the contributed nonfinancial assets recognized during the year ended December 31, 2025.

Professional services are valued based on the estimated fair value of the services received, which may be determined using standard hourly rates or fees for similar services. Donated goods are valued using the estimated fair value at the date of donation, based on observable market information when available.

Functional Expenses

All expenses are directly charged to the function they pertain to, other than Salaries and Benefits and Taxes and Licenses. Salaries and Benefits and Taxes and Licenses are allocated among Program Services, Management and General, and Fundraising based on management's estimates of time and effort, considering each employee's job responsibilities.

Concentration of Credit Risk

The Society maintains its cash balances in one financial institution in Columbus, Ohio. The balances at the financial institution are insured by the Federal Deposit Insurance Corporation (FDIC) up to $250,000. At times, the Society's cash balances may exceed federally insured limits. Any more than the insured may not be recovered should the institution fail. The amount exceeding insured limits was $22,174 on December 31, 2025.

Subsequent Events

Generally accepted accounting principles define subsequent events as events or transactions that occur after the Statement of Financial Position date, but before the financial statements are issued or are available to be issued. Management has evaluated subsequent events through September 11, 2026 the date on which the financial statements were available to be issued.

NOTE C – MEASURE OF OPERATIONS

In its Statement of Activities, the Society includes in its definition of operations all revenues and expenses that are an integral part of its programs and supporting activities. Investment Income, including net realized and unrealized gains and losses, are recognized as non-operating activities.

NOTE D – AVAILABILITY AND LIQUIDITY

Financial assets available for general expenditure within one year of the Statement of Financial Position date consist of the following:

Financial Assets at Year-End:	
Cash and Cash Equivalents	$ 103,860
Cash and Cash Equivalents – Board-Designated	183,296
Contributions Receivable	5,565
Investments, Current	869,263
Financial Assets Available to Meet General Expenditures Over the Next Twelve Months	$1,161,984

The Society has certain Board-designated investments which are available for general expenditure within one year in the normal course of operations. Accordingly, these assets have been included in the quantitative information above.

NOTE E – RETIREMENT PLAN

The Society has established a retirement plan pursuant to Section 401(k) of the Internal Revenue Code (IRC) covering full-time employees who earn at least $5,000 annually, whereby participants may contribute a percentage of compensation, but not in excess of the maximum allowed under the IRC. The plan provides for a discretionary contribution by the Society of 100% up to a limit of 3% of total compensation for the calendar year. The Society made no contributions for the year ended December 31, 2025.

NOTE F – INVESTMENTS

The following is a summary of investments on December 31, 2025:

Certificate of Deposits	$ 241,841
Money Market	82,975
Equity Securities	609,926
Fixed Income Securities	279,881
Total Investments, Current and Non-Current	$1,214,623

Investments Classification (Statement of Financial Position)	
Investments, Current	$ 869,263
Investments, Non-Current	345,360
Total Investments, Current and Non-Current	$1,214,623

NOTE G – FAIR VALUE MEASUREMENTS

Generally accepted accounting principles establish a framework for measuring fair value. That framework provides a fair value hierarchy that prioritizes the inputs to valuation techniques used

NOTE G – FAIR VALUE MEASUREMENTS (Continued)

to measure fair value. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (Level 1 Measurements) and the lowest priority to unobservable inputs (Level 3 Measurements). The three levels of the fair value hierarchy are described as follows:

- Level 1 - inputs to the valuation methodology are unadjusted quoted prices for identical assets or liabilities in active markets that the organization has the ability to access.

- Level 2 - inputs to the valuation methodology include:

    - Quoted prices for similar assets or liabilities in active markets;
    - Quoted prices for identical or similar assets or liabilities in inactive markets;
    - Inputs other than quoted prices that are observable for the asset or liability; and
    - Inputs that are derived principally from or corroborated by observable market data by correlation or other means.

    If the asset or liability has a specified (contractual) term, the Level 2 Input must be observable for substantially the full term of the asset or liability.

- Level 3 - inputs to the valuation methodology are unobservable and significant to the fair value measurement.

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

All assets have been valued using the market approach, except for Level 3 assets. The valuation technique used for Level 3 is a proportionate share of The Columbus Jewish Foundation's total holdings in Level 1 investments that the Society has a beneficial interest in.

The fair values of assets measured as of December 31, 2025, were as follows:

Recurring Fair Value Measurements

Description	Total	Level 1	Level 2	Level 3
Money Market	$ 82,975	$ 82,975	$ -	$ -
Equity Securities	609,926	609,926	-	-
Certificate of Deposits	241,841	241,841	-	-
Fixed Income Securities	279,881	279,881	-	-
Beneficial Interest in Third Party Assets	22,098	-	-	22,098
Total Recurring Fair Value Measurements	$1,236,721	$1,214,623	$ -	$ 22,098

NOTE G – FAIR VALUE MEASUREMENTS (Continued)

The changes in Level 3 investments for the year ended December 31, 2025, were as follows:

Balance as of January 1, 2025	$ 23,395
Dividend/Interest	1,224
Fees	(171)
Distributions	(2,350)
Balance as of December 31,2025	$ 22,098

NOTE H – PROPERTY AND EQUIPMENT

Property and Equipment consist of the following on December 31, 2025:

Buildings	$ 795,785
Leasehold Improvements	227,369
Website Design	48,150
Office Equipment	255,938
Land	40,000
	1,367,242
Accumulated Depreciation	(1,211,849)
	$ 155,393

Depreciation expenses of $18,784 were recorded for the year ending December 31, 2025.

NOTE I – NET ASSETS

The following net assets with donor restrictions were purpose-restricted as of December 31, 2025:

Huntington Garden Endowment	$ 345,360
Village Singers Fund	22,098
Boogie for the Bricks Fund	5,316
Visitor Center Renovation	3,525
	$ 376,299

Net Assets Without Donor Restrictions includes amount that the Society's Board of Directors has designated for specific purposes. Net Assets Without Donor Restrictions as of December 31, 2025, were as follows:

NOTE I – NET ASSETS (Continued)

Unrestricted	$ 496,283
Board-Designated:	
Frank Fetch Park Maintenance	50
Council of Historic Neighborhoods	1,539
German Village Business Community	62,831
For the Good of the Neighborhood	57,467
Funds for Historical Preservation	23,880
Art Committee	1,215
Southside Stay	8,056
Village Singers	1,397
Sidewalk Repairs	15,443
Garden or Maintenance	758
Boogie for the Bricks	7,135
Visitors Center Renovation	3,525
Meeting Haus Maintenance	302,732
Warner Maintenance	324,690
Total Board-Designated	810,718
Total Net Assets Without Donor Restrictions	$ 1,307,001

NOTE J – CASH AND CASH EQUIVALENTS

For purposes of the Statement of Financial Position and the Statement of Cash Flows, Cash and Cash Equivalents is considered to be cash and other highly liquid resources, such as investments in certificates of deposit and money market funds, with an original maturity of three months or less when purchased. Assets designated by the Board are reported as Board-Designated in the Statement of Financial Position. The following table provides a reconciliation of Cash and Cash Equivalents and Cash and Cash Equivalents – Board-Designated within the Statement of Financial Position that sum to the totals of the same amounts in the Statement of Cash Flows:

NOTE J – CASH AND CASH EQUIVALENTS (Continued)

Cash and Cash Equivalents, Without Donor Restrictions	$ 95,019
Cash and Cash Equivalents, With Donor Restrictions	8,841
Cash and Cash Equivalents – Board-Designated:	
Frank Fetch Park Maintenance	50
Council of Historic Neighborhoods	1,539
German Village Business Community	62,831
For the Good of the Neighborhood	57,467
Funds for Historical Preservation	23,880
Art Committee	1,215
Southside Stay	8,056
Village Singers	1,397
Sidewalk Repairs	15,443
Garden or Maintenance	758
Boogie for the Bricks	7,135
Visitors Center Renovation	3,525
Total Cash and Cash Equivalents – Board-Designated	183,296
Total Cash and Cash Equivalents Reflected in the Cash Flow Statement	$ 287,156

NOTE K – PRIOR PERIOD ADJUSTMENT

During the year ended December 31, 2025, the Society identified a difference between the opening balances of Net Assets With Donor Restrictions and Net Assets Without Donor Restrictions as reported in the prior-year audited financial statements and the balances recorded in the accounting records. The difference of $23,395 relates to a prior period classification between restricted and unrestricted net assets. The total net assets balance remains unchanged.

A reconciliation of opening Net Assets With Donor Restrictions is as follows:

Opening Balance – Prior Year Accounting Records	$ 340,643
Opening Balance – Prior Year Audited Financial Statements	317,248
Reclassification	$ 23,395

The restated opening balances are as follows:

Net Assets With Donor Restrictions	$ 340,643
Net Assets Without Donor Restrictions	1,222,478
Total Net Assets as of December 31, 2024	$1,563,121

Total net assets as presented in the prior year audited financial statements were $1,563,121 and remain unchanged as a result of the prior period adjustment.

NOTE K – PRIOR PERIOD ADJUSTMENT (Continued)

Management has determined that the Village Singers Fund's beneficial interest should be presented as Net Assets With Donor Restrictions rather than Net Assets Without Donor Restrictions in the Society's financial statements based upon management's updated evaluation of the fund. Management has evaluated the classification of Net Assets With Donor Restrictions and Net Assets Without Donor Restrictions for the current year and determined that balances are appropriately presented as of December 31, 2025.

NOTE L – RELATED PARTY CONTRIBUTIONS

During the year ended December 31, 2025, the Society received $27,817 of contributions from members of the Board of Directors. Board members are considered related parties due to their governance relationship with the Society. These contributions are included in contribution revenue in the accompanying Statement of Activities.

NOTE M – HUNTINGTON GARDEN ENDOWMENT FUND

The Society maintains a donor-restricted permanent endowment, the Alberta Stevens Huntington Garden Endowment (the Huntington Garden Endowment), which was established through a donor gift to provide ongoing financial support for the maintenance, development, and educational programs of the Huntington Garden.

The Society's governing Board interprets applicable law and donor stipulations as requiring the preservation of the original gift amount of donor-restricted endowment funds, as well as any other amounts required to be maintained in perpetuity by donor stipulation. Accordingly, the Society classifies as Net Assets With Donor Restrictions (a) the original gift amount of donor-restricted endowment funds and (b) amounts required to be maintained by donor stipulation until those amounts are appropriated for expenditure or otherwise released in a manner consistent with donor restrictions and applicable law.

The primary objective of the Society's investment policy is to preserve the purchasing power of its capital while generating a sustainable return to support ongoing programs and activities. The Society's risk tolerance is conservative. The Society seeks to maintain a diversified asset allocation across equities, fixed income, and cash equivalents. For long-term funds, the Society's allocation concept generally contemplates a diversified mix of approximately 40% to 60% in stocks, with the remaining assets invested in intermediate and long-term government and investment-grade bonds, as applicable.

The Society's Finance Committee, chaired by the Treasurer, oversees implementation of the investment policy, including monitoring investment performance and reporting to the Board of Directors. The investment policy is reviewed periodically and updated as needed. Amounts are appropriated for expenditure in a manner consistent with donor restrictions, applicable law, and approval by the Board of Directors.

NOTE M – HUNTINGTON GARDEN ENDOWMENT FUND (Continued)

The changes in endowment funds for the year ended December 31, 2025, are as follows:

Balance as of January 1, 2025	$ 317,248
Dividend/Interest	15,586
Fees	(1,639)
Distributions	(9,000)
Unrealized Gain	23,165
Balance as of December 31,2025	$ 345,360

The endowment funds of the Society are reflected in the Statement of Financial Position as of December 31, 2025, under the Investments, Non-Current line item.