

THE CHRISTIAN CENTER OF PARK CITY
FINANCIAL STATEMENTS
For the Years Ended March 31, 2025 and 2024

THE CHRISTIAN CENTER OF PARK CITY

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Independent Auditors' Report

**To the Board of Directors
The Christian Center of Park City
Park City, Utah**

Opinion

We have audited the financial statements of The Christian Center of Park City (the "Organization"), which comprise the statements of financial position as of March 31, 2025 and 2024, and the related statements of activities and change in net assets, functional expenses and cash flows for the years then ended, and the related notes to the financial statements.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the Organization as of March 31, 2025 and 2024, 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 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 for one year after the date that the financial statements are 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.

Report on Summarized Comparative Information

We have previously audited The Christian Center of Park City's March 31, 2024, financial statement, and we expressed an unmodified opinion on that audited financial statement in our report dated November 11, 2024. In our opinion, the summarized comparative information presented herein as of and for the year ended March 31, 2024, is consistent, in all material respects, with the audited financial statements from which it has been derived.

CBIZ CPAs P.C.

September 3, 2025
Salt Lake City, Utah

THE CHRISTIAN CENTER OF PARK CITY
STATEMENTS OF FINANCIAL POSITION
March 31, 2025 and 2024

	<u>2025</u>	<u>2024</u>
ASSETS		
Current Assets		
Cash and cash equivalents	\$ 3,464,790	\$ 2,690,802
Accounts and pledges receivable	34,169	78,497
Inventory	137,978	96,672
Deposits	17,133	-
Prepaid expenses	41,956	22,161
Total Current Assets	3,696,026	2,888,132
Property and Equipment, Net	9,691,388	9,995,103
Right of Use Asset	973,936	950,621
Total Assets	<u>\$ 14,361,350</u>	<u>\$ 13,833,856</u>
LIABILITIES AND NET ASSETS		
Current Liabilities		
Accounts payable	\$ 30,232	\$ 21,965
Accrued expenses	160,797	131,158
Lease liability, current	302,458	179,739
Current portion of notes payable	141,867	133,627
Total Current Liabilities	635,354	466,489
Notes payable	1,945,385	2,087,917
Lease liability, non-current	687,390	773,768
Total Liabilities	3,268,129	3,328,174
Net Assets		
Net assets without donor restrictions	10,566,246	10,189,138
Net assets with donor restrictions	526,975	316,544
Total Net Assets	11,093,221	10,505,682
Total Liabilities and Net Assets	<u>\$ 14,361,350</u>	<u>\$ 13,833,856</u>

See accompanying notes to Financial Statements.

THE CHRISTIAN CENTER OF PARK CITY
STATEMENTS OF ACTIVITIES AND CHANGE IN NET ASSETS
For the Years Ended March 31, 2025 and 2024

	<u>Without donor restrictions</u>	<u>With donor restrictions</u>	<u>Totals 2025</u>	<u>Summarized comparative totals 2024</u>
Revenue and Support				
Individual contributions	\$ 811,797	\$ 2,003,772	\$ 2,815,569	\$ 2,533,517
In-kind contributions	5,455,479	-	5,455,479	4,497,468
Thrift stores	2,927,117	-	2,927,117	2,294,940
Counseling revenue	952,754	-	952,754	820,041
Rental	10,200	-	10,200	6,596
Miscellaneous	54,342	-	54,342	49,516
Net assets released from restrictions	1,793,341	(1,793,341)	-	-
Total Revenues and Support	12,005,030	210,431	12,215,461	10,202,078
Expenses				
Program services:				
Programs	2,921,331	-	2,921,331	2,785,618
Thrift stores	7,557,589	-	7,557,589	6,190,466
Supporting services:				
Fundraising activities	348,293	-	348,293	351,380
Management and general	671,068	-	671,068	654,449
Interest expense	129,641	-	129,641	137,442
Total Expenses	11,627,922	-	11,627,922	10,119,355
Change in Net Assets	377,108	210,431	587,539	82,723
Net Assets				
Balance - beginning of year	10,189,138	316,544	10,505,682	10,422,959
Balance - end of year	<u>\$ 10,566,246</u>	<u>\$ 526,975</u>	<u>\$ 11,093,221</u>	<u>\$ 10,505,682</u>

See accompanying notes to Financial Statements.

THE CHRISTIAN CENTER OF PARK CITY
STATEMENT OF FUNCTIONAL EXPENSES
For the Years Ended March 31, 2025 and 2024

	PROGRAM SERVICES			SUPPORTING SERVICES			Totals 2025	Summarized Comparative Totals 2024
	Programs	Thrift Stores	Total Program Services	Fundraising Activities	Management and General	Total Supporting Services		
Salaries and wages	\$ 1,611,135	\$ 1,185,497	\$ 2,796,632	\$ 193,074	\$ 426,152	\$ 619,226	\$ 3,415,858	\$ 3,011,261
Payroll tax	127,051	92,560	219,611	14,124	25,203	39,327	258,938	232,530
Health insurance	195,840	121,142	316,982	6,990	37,322	44,312	361,294	342,983
Advertising	1,165	1,276	2,441	4,422	816	5,238	7,679	8,864
Auto expenses and fuel	23,866	54,943	78,809	289	264	553	79,362	75,796
Bank service charges	25	-	25	-	3,641	3,641	3,666	2,398
Board expenses	-	-	-	181	12,146	12,327	12,327	8,185
Insurance	4,150	15,541	19,691	-	2,974	2,974	22,665	47,071
Vendor and contract services	133,242	67,862	201,104	109,127	65,785	174,912	376,016	437,091
Cost of sales	-	2,961,901	2,961,901	-	-	-	2,961,901	2,341,775
Gift in-kind donations	-	2,416,981	2,416,981	-	-	-	2,416,981	2,103,459
Credit card fees	21,668	68,659	90,327	3,043	-	3,043	93,370	77,354
Programs	452,455	2,976	455,431	464	2,300	2,764	458,195	428,188
Rent and utilities	122,286	350,596	472,882	600	20,184	20,784	493,666	343,723
Development expense	3,371	-	3,371	8,254	-	8,254	11,625	9,379
Depreciation expense	170,389	129,496	299,885	-	40,893	40,893	340,778	362,450
Newsletter	-	-	-	-	-	-	-	311
Postage	10	2,134	2,144	908	425	1,333	3,477	4,399
Printing	14,199	3,619	17,818	112	4,635	4,747	22,565	15,046
Professional expense	7,694	-	7,694	373	1,823	2,196	9,890	14,986
Supplies	19,855	79,891	99,746	16	16,680	16,696	116,442	78,461
Licenses	153	158	311	-	116	116	427	861
Software subscriptions	8,913	2,357	11,270	6,316	7,609	13,925	25,195	31,627
Other expense	3,864	-	3,864	-	2,100	2,100	5,964	3,715
Total Functional Expenses	<u>2,921,331</u>	<u>7,557,589</u>	<u>10,478,920</u>	<u>348,293</u>	<u>671,068</u>	<u>1,019,361</u>	<u>11,498,281</u>	<u>9,981,913</u>
Interest expense	<u>26,188</u>	<u>96,971</u>	<u>123,159</u>	<u>-</u>	<u>6,482</u>	<u>6,482</u>	<u>129,641</u>	<u>137,442</u>
Total	<u>\$ 2,947,519</u>	<u>\$ 7,654,560</u>	<u>\$ 10,602,079</u>	<u>\$ 348,293</u>	<u>\$ 677,550</u>	<u>\$ 1,025,843</u>	<u>\$ 11,627,922</u>	<u>\$ 10,119,355</u>

See accompanying notes to Financial Statements.

THE CHRISTIAN CENTER OF PARK CITY
STATEMENTS OF CASH FLOWS
For the Years Ended March 31, 2025 and 2024

	2025	2024
Cash Flows from Operating Activities		
Change in net assets	\$ 587,539	\$ 82,723
Adjustments to reconcile change in net assets to net cash flows from operating activities:		
Depreciation	340,778	362,450
Amortization of right of use asset	258,272	145,766
Increase / decrease in operating assets and liabilities:		
Accounts and pledges receivable	44,328	(4,702)
Inventory	(41,306)	(5,079)
Prepaid expenses	(19,795)	(6,736)
Deposits	(17,133)	196
Accounts payable	8,267	(29,402)
Accrued expenses	29,639	28,701
Lease liability	<u>(245,246)</u>	<u>(146,103)</u>
Net Cash Flows from Operating Activities	<u>945,343</u>	<u>427,814</u>
Cash Flows from Investing Activities		
Purchase of property and equipment	<u>(37,063)</u>	<u>(27,869)</u>
Cash Flows from Financing Activities		
Payments on notes payable	<u>(134,292)</u>	<u>(126,491)</u>
Net Change in Cash and Cash Equivalents and Restricted Cash	773,988	273,454
Cash and Cash Equivalents and Restricted Cash, Beginning of Year	<u>2,690,802</u>	<u>2,417,348</u>
Cash and Cash Equivalents and Restricted Cash, End of Year	<u>\$ 3,464,790</u>	<u>\$ 2,690,802</u>
Supplemental Cash Flow Information		
Cash paid for interest	<u>\$ 129,641</u>	<u>\$ 137,442</u>
Right of use asset obtained in exchange for liability	<u>\$ 281,587</u>	<u>\$ 924,986</u>

See accompanying notes to Financial Statements.

THE CHRISTIAN CENTER OF PARK CITY
NOTES TO FINANCIAL STATEMENTS
March 31, 2025 and 2024

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Nature of Activities

The Christian Center of Park City, a nonprofit organization, (the "Organization") was formed on December 14, 1999. The Organization's mission is to serve as a Christian, humanitarian community resource center that helps improve the lives of people and communities through meeting immediate and basic needs, serving as a leading networker of community resources, offering counseling and care support, and by giving hope to those they serve. Over the last 20 years, the Organization has started a multitude of programs, including the largest food pantry in both Summit and Wasatch Counties, three thrift stores, a boutique shop, a weekly dinner for international seasonal workers, an outreach to Native American Communities (Navajo and Goshute), a free legal clinic, counseling and wellness services, special initiatives reaching low-income children through the schools and seasonal programs, as well as leveraging donated food and household supplies, engaging hundreds of volunteers in thousands of hours of service projects, and helping countless residents secure the resources they need to survive.

Basis of Presentation

The accompanying financial statements are presented in accordance with Financial Accounting Standards Board ("FASB") Accounting Standards Codification ("ASC") 958-205, *Not-for-Profit Entities, Presentation of Financial Statements*. Under FASB ASC 958-205, the Organization is required to report information regarding its financial position and activities according to two classes of net assets: net assets without donor restrictions and net assets with donor restrictions. Net assets without donor restrictions include those net assets that are not subject to donor-imposed restrictions and may be expended for any purpose in performing the primary objectives of the Organization. These net assets may be used at the discretion of the Organization's management and the board of directors. Net assets with donor restrictions include those net assets subject to stipulations imposed by donors and grantors. Some donor restrictions are temporary in nature; those restrictions will be met by actions of the Organization or by the passage of time. Other donor restrictions are perpetual in nature, whereby the donor has stipulated the funds be maintained in perpetuity.

Donor restricted contributions are reported as increases in net assets with donor restrictions. When restrictions expire, net assets are reclassified from net assets with donor restrictions to net assets without donor restrictions in the statement of activities and change in net assets.

Prior Year Summarized Comparative Information

The financial statements and certain notes include certain prior year summarized comparative information in total. Such information does not always include sufficient detail to constitute a presentation in conformity with accounting principles generally accepted in the United States of America ("U.S. GAAP"). Accordingly, such information should be read in conjunction with the organization's financial statements for the year ended March 31, 2024, from which the summarized comparative information was derived.

Use of Estimates

The preparation of financial statements in conformity with U.S. GAAP 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.

**THE CHRISTIAN CENTER OF PARK CITY
NOTES TO FINANCIAL STATEMENTS
March 31, 2025 and 2024**

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Cash and Cash Equivalents

The Organization considers all highly liquid investments purchased with original maturities of three months or less to be cash equivalents. The Organization maintains its cash balances at a financial institution. These balances are insured by the Federal Deposit Insurance Corporation up to a certain threshold. The uninsured portion of this balance was \$2,975,793 and \$2,189,448 as of March 31, 2025 and 2024, respectively. The Organization has not experienced any losses in such accounts. The Organization believes it is not exposed to any significant credit risk on cash.

Accounts and Pledges Receivable

Receivables are stated at net realizable value. Management reviews receivable balances and establishes an allowance for credit losses based on expected collections. When all collection efforts have been exhausted, the accounts are written off against the related allowance. As of March 31, 2025 and 2024 the allowance was \$0.

Inventory

Inventory consists of donated items to be given away to the needy and/or sold for the benefit of the Organization. Donated items that are sold by the Organization are valued at the estimated value for which they can be sold.

Property and Equipment

It is the Organization's policy to capitalize property and equipment purchases over \$2,500. Lesser amounts are expensed. Purchased property is capitalized at cost. Donations of property and equipment are recorded as contributions at their estimated fair value. Such donations are reported as unrestricted contributions unless the donor has restricted the donated asset for a specific purpose. Assets donated with explicit restrictions regarding their use and contributions of cash that must be used to acquire property and equipment are reported as restricted contributions. Absent donor stipulations regarding how long those donated assets must be maintained, the Organization reports expirations of donor restrictions when the donated or acquired assets are placed in service as instructed by the donor. The Organization reclassifies net assets with donor restrictions to net assets without donor restrictions at that time. Property and equipment are being depreciated over their estimated useful lives using the straight-line method.

<u>Assets</u>	<u>Estimated Useful Lives</u>
Land and buildings	30 years
Autos and trucks	5 years
Furniture, fixtures, and equipment	3-15 years

Donated Services and In-Kind Contributions

During the years ended March 31, 2025 and 2024, the value of contributed services was not material and has not been recorded. In addition, many individuals volunteer their time and perform a variety of tasks that assist the Organization, but these services do not meet the criteria for recognition as contributed services. The Organization receives more than 21,000 volunteer hours per year.

THE CHRISTIAN CENTER OF PARK CITY
NOTES TO FINANCIAL STATEMENTS
March 31, 2025 and 2024

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Donated Services and In-Kind Contributions (Continued)

The Organization also receives food, clothing, furniture, and other goods which assist in the accomplishment of its mission. The clothing, furniture, and other goods donations are recorded in the financial statements as in-kind revenue and expense at their estimated fair market value as determined by the estimated value for which they can be sold. The total amount of in-kind revenue and expense for donated clothing, furniture, and other goods totaled approximately \$3,230,273 and \$2,606,419 for the years ended March 31, 2025 and 2024, respectively. Donated food is recorded at a nationally established price. The price was \$1.97 and \$1.93 per pound for all food donations as of March 31, 2025 and 2024, respectively. The value per pound is obtained from a study, conducted by a national food donation organization, of the average mix of donated food product categories and wholesaler catalog prices for those food categories. The total amount of in-kind revenue and expense for donated food totaled approximately \$2,193,816 and \$1,846,194 for the years ended March 31, 2025 and 2024, respectively. All food contributions are locally sourced, the Organization has not accept food donations from government sponsored food programs at the federal or state levels.

Revenue Recognition

The Thrift Stores revenues from the sale of donated items are recognized at the point of sale, when the goods have transferred to the customer.

Counseling revenues are recognized at a point in time once the performance obligation has been satisfied and the client has been provided with their counseling session.

Contributions

Contributions are recorded with donor restrictions or without donor restrictions, depending on the existence and nature of any donor restrictions. All contributions are considered to be available for unrestricted use in the appropriate time period, unless specifically restricted by the donor.

All donor-restricted contributions are reported as an increase in net assets with donor restrictions. When a restriction expires, 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.

Amounts restricted for future periods or restricted for specific purposes are reported as restricted support. When a donor-stipulated time restriction ends or a purpose restriction is accomplished, the net assets with donor restrictions are reclassified to net assets without donor restrictions and reported as satisfactions or program restrictions and net assets released from restrictions. If a restriction is fulfilled in the same time period in which the contribution is received, the contribution is reported as unrestricted.

The donor restrictions on assets as of March 31, 2025 and 2024 related to collections and pledges which were designated for allocation during future years at the restriction of the donor, were to be used in specific programs and had not been expended at March 31, 2025 and 2024 (see Note 6).

THE CHRISTIAN CENTER OF PARK CITY
NOTES TO FINANCIAL STATEMENTS
March 31, 2025 and 2024

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Functional Allocation of Expenses

The costs of providing various programs and other activities have been summarized on a functional basis in the statement of activities. Accordingly, certain costs have been allocated among programs and supporting services benefited.

Salaries and related benefits are allocated based on employees' direct time spent on program or support activities or the best estimate of time spent. Expenses that are not directly incurred by a program are allocated between program and supporting services based on full-time equivalents.

Income Taxes

The Organization is a nonprofit organization that is exempt from income taxes under Section 501(c)(3) of the Internal Revenue Code and under the State of Utah tax regulations. Consequently, no provision for income taxes has been recorded in the accompanying financial statements.

Advertising

All costs associated with advertising and promoting the Organization's goods and services are expensed in the year incurred. Advertising expense totaled \$7,700 and \$8,900 for the years ended March 31, 2025 and 2024, respectively.

Recently Adopted Accounting Pronouncements, Allowance for Credit Losses

In June 2016, the FASB issued ASU No. 2016-13, *Financial Instruments – Credit Losses* (Topic 326). This guidance significantly changed how entities will measure credit losses for most financial assets and certain other instruments that aren't measured at fair value through net income. The most significant change in this standard is a shift from the incurred loss model to the expected loss model. Under the standard, disclosures are required to provide users of the financial statements with useful information in analyzing an entity's exposure to credit risk and the measurement of credit losses. Financial assets held by the Organization that are subject to the guidance in Topic 326 were accounts receivable and pledges receivable.

The Organization adopted the standard and its related subsequent amendments effective April 1, 2023. The impact of the adoption was not considered material to the financial statements and primarily resulted in new and enhanced disclosure only.

NOTE 2 - RELATED PARTY TRANSACTIONS

During fiscal year 2025, the Organization received support without donor restrictions in the amount of \$503,167 from board members and employees. These amounts from related parties were 4% of total revenues and support. During fiscal year 2024, the Organization received support without donor restrictions in the amount \$164,720 from board members and employees. These amounts from related parties were 2% of total revenues and support.

During the years ended March 31, 2025 and 2024, the Organization engaged in transactions with a company owned by a member of the Organization's Board of Directors. The Organization paid \$108,000 for consulting and professional services for the years ended March 31, 2025 and 2024. These transactions were approved by the Board in accordance with the Organization's conflict of interest policy. No amounts were due to or from this related party as of March 31, 2025.

THE CHRISTIAN CENTER OF PARK CITY
NOTES TO FINANCIAL STATEMENTS
March 31, 2025 and 2024

NOTE 3 - PROPERTY AND EQUIPMENT

The cost and related accumulated depreciation of property and equipment as of March 31 consisted of the following:

	2025	2024
Cost:		
Land and buildings	\$ 11,703,347	\$ 11,703,347
Autos and trucks	207,112	207,112
Furniture, fixtures, and equipment	762,700	725,637
Total cost	12,673,159	12,636,096
Less accumulated depreciation	(2,981,771)	(2,640,993)
Property and equipment, net	\$ 9,691,388	\$ 9,995,103

Depreciation expense for the years ended March 31, 2025, and 2024 was \$340,778 and \$362,450, respectively.

NOTE 4 - NOTES PAYABLE

Notes payable consist of the following:

	2025	2024
Note to a private entity, variable interest (6% at March 31, 2025 and 2024), payable in montly installments of \$21,994 including interest, secured by property, matures January 2036.	\$ 2,087,252	\$ 2,221,544
	2,087,252	2,221,544
Less current portion of notes payable	(141,867)	(133,627)
Notes payable excluding current portion	\$ 1,945,385	\$ 2,087,917

Scheduled maturities of notes payable in each of the next five years are as follows:

2026	\$ 141,867
2027	142,576
2028	151,817
2029	161,510
2030	191,358
Thereafter	1,298,124
	\$ 2,087,252

THE CHRISTIAN CENTER OF PARK CITY
NOTES TO FINANCIAL STATEMENTS
March 31, 2025 and 2024

NOTE 5 - OPERATING LEASES

The Organization is obligated under certain non-cancelable operating leases for facilities and vehicles that expire at various dates through February 2029.

On April 1, 2022, the Organization adopted ASC 842 for their operating leases. The Organization has evaluated each of their leases and determined they are reasonably certain to exercise any option to extend each of their leases as allowed under the contract. Therefore, the options to extend are included in the calculation of the right-of-use asset and lease liability. The Organization's leases do not contain any material residual value guarantees or material restrictive covenants.

The weighted average discount rate used in calculating the right-of-use assets and liabilities on March 31, 2025 and 2024 was 4.33% and 4.23%, respectively, for operating leases. As of March 31, 2025 and 2024, the remaining weighted average lease term is 3.3 and 4.6 years for operating leases.

In May 2024, the Organization entered into a new lease agreement for its Summit Exchange location. The lease extends through April 2027. Upon entering into the lease, the Organization's right-of-use asset and corresponding lease liability increased by \$281,587, respectively.

In March 2024, the Organization extended their lease for their space in Heber City for their Heber City Thrift Store and Heber City Pantry. The lease extends through February 2029. Upon extension, the Organization's right-of-use asset associated with the space and related lease liability increased by \$580,748, respectively.

In November 2023, the Organization entered into a new lease agreement for a warehouse. The lease extends through October 2028. Upon entering into the new lease, the Organization's right-of-use asset associated with the space and related lease liability increased by \$344,238, respectively.

The total rent expense for building leases for the years ended March 31, 2025 and 2024, was \$224,415 and \$125,841 respectively. Total rent expense for vehicle leases for the years ended March 31, 2025 and 2024, was \$20,879 and \$20,432, respectively.

Future payments under leases as of March 31, 2025, are as follows:

<u>Years Ending March 31,</u>	
2026	\$ 328,614
2027	334,521
2028	228,216
2029	173,998
2030	-
	<hr/>
Total payments	1,065,349
Less imputed interest	<u>(75,501)</u>
Total Lease Liabilities	<u><u>\$ 989,848</u></u>

THE CHRISTIAN CENTER OF PARK CITY
NOTES TO FINANCIAL STATEMENTS
March 31, 2025 and 2024

NOTE 6 - NET ASSETS WITH DONOR RESTRICTIONS

Net assets with donor restrictions are available for the following purposes:

	<u>2025</u>	<u>2024</u>
Back 2 School Programs	\$ 75,482	\$ 88,068
Basic Needs Assistance	1,447	1,447
Counseling	321,636	188,816
Food Pantry	15,646	9,874
Minority Outreach	54,388	26,914
Christmas Assistance	8,376	265
Other Programs	50,000	1,160
	<u>50,000</u>	<u>1,160</u>
Total	<u>\$ 526,975</u>	<u>\$ 316,544</u>

NOTE 7 - RETIREMENT PLAN

The Organization sponsors a 403(b) plan (the "Plan"), which reports on a calendar year. Benefits under the Plan are provided through a group annuity contract. Employer matching contributions to the Plan are equal to 100% of employee elective deferrals up to 2% of eligible gross wages. Employer contributions made to the Plan were \$24,700 and \$20,100 for the years ended March 31, 2025 and 2024, respectively.

NOTE 8 - LIQUIDITY AND AVAILABILITY OF RESOURCES

The Organization's financial assets available for general expenditures within one year are as follows:

	<u>2025</u>	<u>2024</u>
Cash and cash equivalents	\$ 3,464,790	\$ 2,690,802
Accounts and pledges receivable	34,169	78,497
	<u>34,169</u>	<u>78,497</u>
Net assets available for general use within one year	<u>\$ 3,498,959</u>	<u>\$ 2,769,299</u>

As part of the Organization's liquidity management, it has a policy to structure its financial assets to be available as its general expenditures, liabilities, and other obligations become due.

The estimates and assumptions made in these financial statements are based on management's current expectations about the Organization, industry and economy. Due to economic uncertainty and federal policies impacting donors, there are no guarantees of future performance regarding the Organization's ability to attract future contributions.

NOTE 9 - SUBSEQUENT EVENTS

Management of the Organization has evaluated subsequent events through the date of the independent auditors' report, which is also the date the financial statements were available to be issued. No subsequent events were noted during this evaluation that require recognition or disclosure in these financial statements.