

CORNERSTONE FELLOWSHIP OF LIVERMORE CALIFORNIA

Financial Statements
With Independent Accountant's Review Report

August 31, 2025 (Reviewed) and 2024 (Audited)

CORNERSTONE FELLOWSHIP OF LIVERMORE CALIFORNIA

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INDEPENDENT ACCOUNTANT'S REVIEW REPORT

Board of Directors
Cornerstone Fellowship of Livermore California
Livermore, California

Opinion

We have reviewed the accompanying financial statements of Cornerstone Fellowship of Livermore California, which comprise the statement of financial position as of August 31, 2025 and the related statements of activities and cash flows for the year then ended, and the related notes to the financial statements. A review includes primarily applying analytical procedures to management's financial data and making inquiries of management. A review is substantially less in scope than an audit, the objective of which is the expression of an opinion regarding the financial statements as a whole. Accordingly, we do not express such an opinion.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes 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.

Accountant's Responsibility

Our responsibility is to conduct the review engagement in accordance with Statements on Standards for Accounting and Review Services promulgated by the Accounting and Review Services Committee of the AICPA. Those standards require us to perform procedures to obtain limited assurance as a basis for reporting whether we are aware of any material modifications that should be made to the financial statements for them to be in accordance with accounting principles generally accepted in the United States of America. We believe that the results of our procedures provide a reasonable basis for our conclusion.

We are required to be independent of Cornerstone Fellowship of Livermore California and to meet our other ethical responsibilities in accordance with the relevant ethical requirements related to our review.

Accountant's Conclusion

Based on our review engagement, we are not aware of any material modifications that should be made to the accompanying financial statements in order for them to be in accordance with accounting principles generally accepted in the United States of America.

Prior Period Audited Financial Statements

The financial statements for the year ended August 31, 2024, were audited by us, and we expressed an unmodified opinion on them in our report dated December 19, 2024. We have not performed any auditing procedures since that date.

Capincrouse LLC

Ontario, California
December 15, 2025

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CORNERTSTONE FELLOWSHIP OF LIVERMORE CALIFORNIA

Statements of Financial Position

	August 31,	
	2025	2024
	(Reviewed)	(Audited)
ASSETS:		
Current assets:		
Cash and cash equivalents	\$ 3,497,799	\$ 1,762,005
Investments	500,000	4,000,000
Prepaid expenses and other assets	58,686	85,297
	<u>4,056,485</u>	<u>5,847,302</u>
Financing lease—right of use assets	19,593	69,909
Interest rate swap agreement	126,645	502,709
Land held for sale	-	2,501,880
Property and equipment-net	<u>22,151,914</u>	<u>22,792,995</u>
	<u>22,298,152</u>	<u>25,867,493</u>
Total Assets	<u>\$ 26,354,637</u>	<u>\$ 31,714,795</u>
LIABILITIES AND NET ASSETS:		
Current liabilities:		
Accounts payable	\$ 38,247	\$ 34,384
Accrued expenses	292,778	458,766
Deposits payable	-	3,984,600
Financing lease—right of use obligations, current portion	14,700	53,007
Long-term debt, current portion	<u>99,028</u>	<u>726,673</u>
	<u>444,753</u>	<u>5,257,430</u>
Financing lease—right of use obligations, net of current portion	5,492	18,356
Long-term debt, net of current portion	<u>2,278,715</u>	<u>16,357,298</u>
Total liabilities	<u>2,728,960</u>	<u>21,633,084</u>
Net assets:		
Without donor restrictions	23,487,698	9,941,238
With donor restrictions	<u>137,979</u>	<u>140,473</u>
Total net assets	<u>23,625,677</u>	<u>10,081,711</u>
Total Liabilities and Net Assets	<u>\$ 26,354,637</u>	<u>\$ 31,714,795</u>

See notes to financial statements

CORNERSTONE FELLOWSHIP OF LIVERMORE CALIFORNIA

Statements of Activities

	Year Ended August 31,					
	2025 (Reviewed)			2024 (Audited)		
	Without Donor Restrictions	With Donor Restrictions	Total	Without Donor Restrictions	With Donor Restrictions	Total
OPERATING ACTIVITIES:						
SUPPORT, REVENUE, AND RECLASSIFICATIONS:						
Tithes and offerings	\$ 3,786,373	\$ 92,107	\$ 3,878,480	\$ 4,555,796	\$ 172,808	\$ 4,728,604
Rental income	538,984	-	538,984	379,239	-	379,239
Other income	138,727	-	138,727	106,442	-	106,442
Investment and interest income	177,551	-	177,551	26,064	-	26,064
Gain on sale of land held for sale	15,155,902	-	15,155,902	-	-	-
Net assets released from restrictions	94,601	(94,601)	-	158,691	(158,691)	-
Total Support, Revenue, and Reclassifications	19,892,138	(2,494)	19,889,644	5,226,232	14,117	5,240,349
EXPENSES:						
Salaries and benefits	3,053,313	-	3,053,313	2,924,613	-	2,924,613
Facilities	1,031,111	-	1,031,111	922,470	-	922,470
Depreciation and amortization	748,131	-	748,131	807,312	-	807,312
Office and supplies	514,149	-	514,149	560,837	-	560,837
Interest	263,771	-	263,771	617,307	-	617,307
Financial assistance	163,252	-	163,252	221,480	-	221,480
Food and travel	151,048	-	151,048	127,013	-	127,013
Miscellaneous	44,839	-	44,839	63,955	-	63,955
Total Expenses	5,969,614	-	5,969,614	6,244,987	-	6,244,987
Change in Net Assets from Operations	13,922,524	(2,494)	13,920,030	(1,018,755)	14,117	(1,004,638)
NON-OPERATING ACTIVITIES:						
Unrealized loss on interest rate swap	(376,064)	-	(376,064)	(230,589)	-	(230,589)
Change in Net Assets	13,546,460	(2,494)	13,543,966	(1,249,344)	14,117	(1,235,227)
Net Assets, Beginning of Year	9,941,238	140,473	10,081,711	11,190,582	126,356	11,316,938
Net Assets, End of Year	\$ 23,487,698	\$ 137,979	\$ 23,625,677	\$ 9,941,238	\$ 140,473	\$ 10,081,711

See notes to financial statements

CORNERTSTONE FELLOWSHIP OF LIVERMORE CALIFORNIA

Statements of Cash Flows

	Year Ended August 31,	
	2025	2024
	(Reviewed)	(Audited)
CASH FLOWS FROM OPERATING ACTIVITIES:		
Change in net assets	\$ 13,543,966	\$ (1,235,227)
Adjustments to reconcile change in net assets to net cash provided (used) by operating activities:		
Depreciation and amortization	748,131	807,312
Realized and unrealized gains on investments	(147,655)	-
Gain on sale of land held for sale	(15,155,902)	-
Loss on disposal of property and equipment	-	2,364
Unrealized loss on interest rate swap	376,064	230,589
Net change in:		
Prepaid expenses and other assets	26,611	(4,999)
Accounts payable	3,863	(119,219)
Deposits Payable	(3,984,600)	3,984,600
Accrued expenses	(165,988)	(2,305)
Net Cash Provided (Used) by Operating Activities	(4,755,510)	3,663,115
CASH FLOWS FROM INVESTING ACTIVITIES:		
Proceeds from sale of land held for sale	17,657,782	-
Proceeds from sale of investments	4,147,655	-
Purchase of investments	(500,000)	(4,000,000)
Purchases of property and equipment	(44,136)	(81,440)
Net Cash Provided (Used) by Investing Activities	21,261,301	(4,081,440)
CASH FLOWS FROM FINANCING ACTIVITIES:		
Principal payments on long-term debt	(14,718,826)	(709,529)
Principal payments on financing lease	(51,171)	(80,411)
Net Cash Used by Financing Activities	(14,769,997)	(789,940)
Change in Cash and Cash Equivalents	1,735,794	(1,208,265)
Cash and Cash Equivalents, Beginning of Year	1,762,005	2,970,270
Cash and Cash Equivalents, End of Year	\$ 3,497,799	\$ 1,762,005

(continued)

See notes to financial statements

CORNERSTONE FELLOWSHIP OF LIVERMORE CALIFORNIA

Statements of Cash Flows

(continued)

	Year Ended August 31,	
	2025	2024
	(Reviewed)	(Audited)
SUPPLEMENTAL INFORMATION AND NON-CASH ITEMS:		
Cash paid for interest	\$ 296,677	\$ 639,517
Right-of-use assets obtained in exchange for financing lease obligations	\$ -	\$ 57,209
Interest paid related to financing leases	\$ 1,825	\$ 2,981

See notes to financial statements

CORNERSTONE FELLOWSHIP OF LIVERMORE CALIFORNIA

Notes to Financial Statements

August 31, 2025 (Reviewed) and 2024 (Audited)

1. NATURE OF ORGANIZATION:

Cornerstone Fellowship of Livermore California (the Church) was organized on May 23, 1993, in California as a nonprofit organization that is exempt from income taxes under Section 501(c)(3) of the Internal Revenue Code (IRC) and comparable state laws. However, the Church is subject to federal income tax on any unrelated business taxable income. In addition, the Church is not classified as a private foundation within the meaning of Section 509(a) of the IRC.

The Church's main campus is located in Livermore, California, and it has additional California campuses in Brentwood, Walnut Creek, Hayward, and Danville. The Church's primary source of support and revenue consists of tax-deductible contributions from members and regular attendees.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES:

The financial statements of the Church have been prepared on the accrual basis of accounting in accordance with accounting principles generally accepted in the United States of America. A summary of the significant accounting policies is described below to enhance the usefulness of the financial statements to the reader.

CASH AND CASH EQUIVALENTS

For statements of financial position and cash flow purposes, cash and cash equivalents include cash on hand, cash on deposit, and money market accounts. These accounts may, at times, exceed federally insured limits. As of August 31, 2025 and 2024, the Church's cash balances exceeded federally insured limits by approximately \$3,217,000 and \$1,447,000, respectively. The Church has not experienced any losses in such accounts.

INVESTMENTS

Investments consist of a certificate of deposit, which is stated at cost plus accrued interest. The Church's policy is to sell donated securities to convert them to cash as soon as they are transferred. Therefore, donated securities are recorded as contributions at the fair value on the date of conversion to cash. The Church had no securities held as of August 31, 2025 and 2024.

PREPAID EXPENSES AND OTHER ASSETS

Prepaid expenses and other assets consist primarily of prepaid insurance and accounts receivable related to rental income.

FINANCING LEASE—RIGHT OF USE ASSETS AND OBLIGATIONS

Some of the Church's contracts contain the right to control the use of property or assets and are therefore considered leases. The Church records right-of-use assets and lease obligations on the statements of financial position for the rights and obligations created by leases with initial terms of more than twelve months. All of the Church's leases were financing leases as of September 1, 2025 and 2024 (see Note 4).

LAND HELD FOR SALE

During the year ended August 31, 2024, the Church held property on the market to be sold. Land held for sale is recorded at the lower of carrying value or fair market value less the estimated cost to sell the property. In March 2025, the Church sold the property for approximately \$17,658,000.

CORNERSTONE FELLOWSHIP OF LIVERMORE CALIFORNIA

Notes to Financial Statements

August 31, 2025 (Reviewed) and 2024 (Audited)

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, continued:

PROPERTY AND EQUIPMENT

Expenditures for property and equipment are capitalized at cost for expenditures over \$2,500. Donated items are recorded at the fair value on the date of the gift. Repairs and maintenance costs are expensed as incurred. Depreciation is computed using the straight line method over the following estimated useful lives of the related assets, except for land, which is not depreciated:

Land and improvements	15-40 years
Buildings and improvements	15-40 years
Furniture and equipment	3-7 years
Vehicles	5 years

DEPOSITS PAYABLE

During the year ended August 31, 2024, the Church received a deposit payable of approximately \$3,980,000 in connection with the assets held for sale. The transaction was finalized in March 2025, at which time the deposit was applied to the purchase price in accordance with the sales agreement.

NET ASSETS

The financial statements report amounts by class of net assets as follows:

Net assets without donor restrictions are those currently available at the discretion of the board of directors for use in the Church's operations.

Net assets with donor restrictions are those that are stipulated by donors for buildings and specific operating purposes.

SUPPORT, REVENUE, AND EXPENSES

Contributions are recorded when cash or unconditional promises-to-give have been received, or ownership of donated assets is transferred to the Church. Conditional promises-to-give are recognized when the conditions on which they depend are substantially met. The Church records contributions as net assets with donor restrictions if they are received with donor stipulations that limit their use through purpose and/or time restrictions. Net assets are reclassified from net assets with donor restrictions to net assets without donor restrictions and reported in the statements of activities as net assets released from restrictions when donor restrictions expire. Donor restrictions expire when the purpose restriction is fulfilled or the time restrictions are met. For contributions restricted by donors for the acquisition of property or other long-lived assets, the restriction is considered to be met when the property or other long-lived asset is placed into service. All contributions are considered available for unrestricted use, unless specifically restricted by the donor.

Rental income, investment and interest income, and other income is recorded when earned. Other income consists of fees for camps, retreats, and other ministry related activities. Expenses are recorded when incurred in accordance with the accrual basis of accounting.

CORNERSTONE FELLOWSHIP OF LIVERMORE CALIFORNIA

Notes to Financial Statements

August 31, 2025 (Reviewed) and 2024 (Audited)

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, continued:

FUNCTIONAL ALLOCATION OF EXPENSES

The costs of providing the various program services and supporting activities have been summarized on a functional basis in Note 10. Accordingly, certain costs, such as depreciation and payroll, have been allocated among the program services and supporting activities. These costs are allocated based on an estimate of time spent, benefits derived, and square footage.

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 certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates. Estimates that are particularly susceptible to significant change in the near term are related to depreciation of property and equipment, fair value of interest rate swap, allocation of expenses on a functional basis, and valuation of right-of-use assets and obligations.

3. LIQUIDITY AND FUNDS AVAILABLE:

The Church has approximately \$3,998,000 and \$5,762,000 of financial assets available within one year of the statements of financial position date as of August 31, 2025 and 2024, respectively. This amount consists of cash and cash equivalents and investments. None of the financial assets are subject to donor or other contractual restrictions that make them unavailable for general expenditure within one year of the statements of financial position.

4. FINANCING LEASE—RIGHT OF USE ASSETS AND OBLIGATIONS:

The Church leases equipment under noncancelable operating leases expiring at various times through January 2028. The discount rate represents the risk-free discount rate using a period comparable with that of the individual lease term on the inception date of the lease. The leases require monthly payments ranging from \$341 to \$1,833.

	August 31,	
	2025	2024
	(Reviewed)	(Audited)
Financing lease—right-of-use assets	\$ 19,593	\$ 69,909
Financing lease—right-of-use obligations	\$ 20,192	\$ 71,363
Financing lease costs:		
Amortization of right-of-use assets	\$ 50,303	\$ 78,800
Interest on lease liabilities	\$ 1,825	\$ 2,922
Weighted-average discount rate	4.13%	3.82%
Weighted-average remaining lease term	1.30 years	1.13 years

CORNERSTONE FELLOWSHIP OF LIVERMORE CALIFORNIA

Notes to Financial Statements

August 31, 2025 (Reviewed) and 2024 (Audited)

4. FINANCING LEASE—RIGHT OF USE ASSETS AND OBLIGATIONS, continued:

Future minimum lease payments required under the financing leases that have an initial or remaining non-cancellable lease term in excess of one year are as follows:

<u>Year Ending August 31,</u>	
2026	\$ 14,700
2027	4,092
2028	<u>1,985</u>
	20,777
Less imputed interest	<u>(585)</u>
	<u><u>\$ 20,192</u></u>

5. LAND HELD FOR SALE:

During the year ended August 31, 2022 the Church classified approximately \$2,502,000 of land as land held for sale. In March 2025, the Church sold the property for approximately \$17,658,000 and recognized a gain of approximately \$15,156,000 during the years ended August 31, 2025.

6. PROPERTY AND EQUIPMENT-NET:

Property and equipment-net consists of:

	<u>August 31,</u>	
	<u>2025</u>	<u>2024</u>
	<u>(Reviewed)</u>	<u>(Audited)</u>
Land and improvements	\$ 12,400,801	\$ 12,400,801
Buildings and improvements	27,781,937	27,781,937
Furniture and equipment	5,745,497	5,701,361
Vehicles	<u>155,298</u>	<u>155,298</u>
	46,083,533	46,039,397
Less accumulated depreciation and amortization	<u>(23,931,619)</u>	<u>(23,246,402)</u>
	<u><u>\$ 22,151,914</u></u>	<u><u>\$ 22,792,995</u></u>

CORNERSTONE FELLOWSHIP OF LIVERMORE CALIFORNIA

Notes to Financial Statements

August 31, 2025 (Reviewed) and 2024 (Audited)

7. LONG-TERM DEBT:

Long-term debt consists of:

	August 31,	
	2025	2024
	(Reviewed)	(Audited)
Note payable to a financial institution, collateralized by all of the Church's assets, including real property, approximate monthly payments of \$6,000. Interest rate is one-month SOFR plus 1.78% fixed at 3.45% with an interest rate swap agreement. The note is due February 1, 2028.	\$ 2,386,467	\$ 2,481,927
Note payable to a financial institution, collateralized by all of the Church's assets, including real property, approximate monthly principal payments starting at \$28,000 and increasing to \$40,000 over the 10-year life of the loan. Interest rate is one-month Secured Overnight Financing Rate (SOFR) plus 1.78%, fixed at 4.06% with an interest rate swap agreement. A balloon payment due on September 1, 2025, in the amount of approximately \$10,341,000. The note was paid in full in March 2025.	- 10,954,774	
Note payable to a financial institution, collateralized by all of the Church's assets, including real property, approximate monthly payments of \$10,000. Interest rate of 2.53%. The note was paid in full in March 2025.	- 3,668,592	
Less prepaid loan costs	2,386,467 17,105,293 (8,724) (21,322)	
	<u><u>\$ 2,377,743</u></u>	<u><u>\$ 17,083,971</u></u>

Annual maturities are as follows:

<u>Year Ending August 31,</u>	
2026	\$ 99,028
2027	102,600
2028	<u><u>2,184,839</u></u>
	<u><u>\$ 2,386,467</u></u>

CORNERSTONE FELLOWSHIP OF LIVERMORE CALIFORNIA

Notes to Financial Statements

August 31, 2025 (Reviewed) and 2024 (Audited)

7. LONG-TERM DEBT, continued:

The Church paid loan costs of approximately \$139,000, between June 2015 and June 2017, related to long-term debt. The prepaid loan costs are amortized on a straight-line basis over the terms of the notes. Amortization expense was approximately \$13,000 and \$14,000 for the years ended August 31, 2025 and 2024, respectively.

In conjunction with its bank loans, the Church is required to comply with certain reporting covenants. The Church was in compliance with all of the covenants as of August 31, 2025 and 2024.

8. INTEREST RATE SWAP:

The Church has entered into fixed-rate interest swap agreements related to two of its notes payable. The swap agreements manage the economic effect of the variable interest obligation associated with the notes payable described in Note 7, so that the interest payable effectively becomes a fixed rate, thereby reducing the impact of future interest rate changes on future interest expense. The agreements are accounted for as fair value hedges. During the year ended August 31, 2025, one of the agreements was settled along with full repayment of the related long-term debt. Contractual terms are as follows:

	August 31,	
	2025	2024
	(Reviewed)	(Audited)
2015 Swap:		
Fixed rate	0.00%	4.06%
Variable rate - SOFR plus 1.75%	0.00%	7.13%
Remaining term of contract in years	-	1
Original note payable balance covered by agreement (notional amount)	\$ 14,350,000	\$ 14,350,000
Notional amount outstanding at August 31	\$ -	\$ 10,954,774
2017 Swap:		
Fixed rate	3.45%	3.45%
Variable rate - SOFR plus 1.75%	6.14%	7.13%
Remaining term of contract in years	3	4
Original note payable balance covered by agreement (notional amount)	\$ 3,000,000	\$ 3,000,000
Notional amount outstanding at August 31	\$ 2,386,467	\$ 2,481,927

CORNERSHINE FELLOWSHIP OF LIVERMORE CALIFORNIA

Notes to Financial Statements

August 31, 2025 (Reviewed) and 2024 (Audited)

8. INTEREST RATE SWAP, continued:

The effect of the derivative instruments on the financial statements were as follows:

Fair Value of Derivative Instruments as Reported in the Statements of Financial Position

	<u>Statement Location</u>	August 31,	
		2025 (Reviewed)	2024 (Audited)
Interest rate swap agreement	Assets	\$ 126,645	\$ 502,709

Effects of Derivative Instruments on Income as Reported in the Statements of Activities

	<u>Statement Location</u>	Year Ended August 31,	
		2025 (Reviewed)	2024 (Audited)
Unrealized loss on interest rate swap	Nonoperating activities	\$ (376,064)	\$ (230,589)

9. NET ASSETS:

Net assets consist of the following:

	<u>Statement Location</u>	August 31,	
		2025 (Reviewed)	2024 (Audited)
Net assets without donor restrictions:			
Undesignated		\$ 23,487,698	\$ 9,941,238
Net assets with donor restrictions:			
Missions and outreach		<u>137,979</u>	<u>140,473</u>
		<u><u>\$ 23,625,677</u></u>	<u><u>\$ 10,081,711</u></u>

CORNERSTONE FELLOWSHIP OF LIVERMORE CALIFORNIA

Notes to Financial Statements

August 31, 2025 (Reviewed) and 2024 (Audited)

10 LEASES—RENTAL INCOME:

The church leases office space to tenants under non-cancelable operating leases with terms from one to five years. Several of the leases contain renewal options as well as annual rent increases at fixed amounts or a percentage of the consumer price index. Total rental income was \$538,984 and \$379,239 for the years ending August 30, 2025 and 2024, respectively.

The aggregate future minimum annual rental revenue under non-cancelable operating leases as of August 31, 2025, is as follows:

Year Ending August 31,

2026	\$ 382,400
2027	248,400
2028	193,200
2029	<u>115,000</u>
	<u>\$ 939,000</u>

11 FUNCTIONAL EXPENSE ALLOCATION:

The following table presents expenses by both their nature and function for the year ended August 31, 2025:

	Program Services	Supporting Activities:			Total
		General and Administrative	Fundraising		
Salaries and benefits	\$ 1,687,443	\$ 1,365,870	\$ -	\$ 3,053,313	
Facilities	663,019	368,092	-	-	1,031,111
Depreciation and amortization	748,131	-	-	-	748,131
Office and supplies	189,781	323,333	1,035	-	514,149
Interest	261,969	1,802	-	-	263,771
Financial assistance	144,665	16,393	2,194	-	163,252
Food and travel	141,170	9,878	-	-	151,048
Miscellaneous	<u>6,102</u>	<u>38,737</u>	<u>-</u>	<u>-</u>	<u>44,839</u>
	<u>\$ 3,842,280</u>	<u>\$ 2,124,105</u>	<u>\$ 3,229</u>	<u>\$ 5,969,614</u>	

CORNERSTONE FELLOWSHIP OF LIVERMORE CALIFORNIA

Notes to Financial Statements

August 31, 2025 (Reviewed) and 2024 (Audited)

11. FUNCTIONAL EXPENSE ALLOCATION, continued:

The following table presents expenses by both their nature and function for the year ended August 31, 2024:

	Supporting Activities:				Total
	Program Services	General and Administrative	Fundraising		
Salaries and benefits	\$ 1,599,467	\$ 1,325,146	\$ -	\$ -	\$ 2,924,613
Facilities	627,150	295,320	-	-	922,470
Depreciation and amortization	807,312	-	-	-	807,312
Office and supplies	155,087	405,750	-	-	560,837
Interest	614,802	2,505	-	-	617,307
Financial assistance	220,745	735	-	-	221,480
Food and travel	117,094	9,919	-	-	127,013
Miscellaneous	5,198	58,757	-	-	63,955
	<u>\$ 4,146,855</u>	<u>\$ 2,098,132</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 6,244,987</u>

12. RETIREMENT PLAN:

The Church provides retirement benefits to its eligible full-time employees through a salary deferral plan under IRS Code section 403(b), with matching employer contributions. The expenses for the years ended August 31, 2025 and 2024, totaled approximately \$288,000 and \$82,000, respectively.

13. SUBSEQUENT EVENTS:

Management evaluated all events or transactions that occurred after August 31, 2025 through December 15, 2025, the date the Church's financial statements were available to be issued. No subsequent events occurring after this date have been evaluated for inclusion in these financial statements.