



**YOUNG MEN'S CHRISTIAN ASSOCIATION
OF THE SUNCOAST, INC.
D/B/A YMCA OF THE SUNCOAST**

Financial Statements

**December 31, 2025 and 2024
(With Independent Auditors' Report Thereon)**

**YOUNG MEN'S CHRISTIAN ASSOCIATION OF THE SUNCOAST, INC.
D/B/A YMCA OF THE SUNCOAST**

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Independent Auditors' Report

The Board of Directors
Young Men's Christian Association of the Suncoast, Inc.
d/b/a YMCA of the Suncoast

Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of Young Men's Christian Association of the Suncoast, Inc. d/b/a YMCA of the Suncoast (the "Organization"), which comprise the statements of financial position as of December 31, 2025 and 2024, and the related statements of activities, 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 Young Men's Christian Association of the Suncoast, Inc. d/b/a YMCA of the Suncoast as of December 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 available to be issued.

Auditors' Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with GAAS, we:

- exercise professional judgment and maintain professional skepticism throughout the audit.
- identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Organization's internal control. Accordingly, no such opinion is expressed.
- evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the Organization's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control related matters that we identified during the audit.

CBIZ CPAs P.C.

St. Petersburg, Florida
April 23, 2026

**YOUNG MEN'S CHRISTIAN ASSOCIATION OF THE SUNCOAST, INC.
D/B/A YMCA OF THE SUNCOAST**

Statement of Financial Position

**December 31, 2025
(With Comparative Totals for 2024)**

	Without Donor Restrictions	With Donor Restrictions	Total	
			2025	2024
Assets				
Cash and cash equivalents	\$ 6,423,526	691,004	7,114,530	7,551,422
Accounts receivable, net:				
Trade	487,900	-	487,900	342,785
Grants	631,503	-	631,503	997,112
Other	-	-	-	6,643
Prepaid expenses	251,830	-	251,830	233,291
Contributions receivable, net	-	721,659	721,659	1,233,152
Investments, at market	11,007,875	4,691,518	15,699,393	15,232,304
Lease right-of-use assets	-	-	-	18,034
Land, buildings and equipment, net	26,059,728	-	26,059,728	23,185,271
Other assets	41,746	-	41,746	41,746
Total assets	\$ 44,904,108	6,104,181	51,008,289	48,841,760
Liabilities and Net Assets				
Liabilities:				
Accounts payable and accrued expenses	\$ 2,152,819	-	2,152,819	1,754,682
Deferred membership and program revenue	669,590	-	669,590	686,447
Refundable advances	14,066	-	14,066	14,066
Deferred rental income	200,417	-	200,417	213,417
Operating lease liabilities	-	-	-	28,677
Finance lease liabilities	1,055,635	-	1,055,635	46,437
Total liabilities	4,092,527	-	4,092,527	2,743,726
Net assets:				
Without donor restrictions:				
Designated for general endowment	5,201,742	-	5,201,742	4,909,620
Designated for other purposes	8,972,181	-	8,972,181	9,054,319
Undesignated	26,637,658	-	26,637,658	26,201,111
	40,811,581	-	40,811,581	40,165,050
With donor restrictions	-	6,104,181	6,104,181	5,932,984
Total net assets	40,811,581	6,104,181	46,915,762	46,098,034
Total liabilities and net assets	\$ 44,904,108	6,104,181	51,008,289	48,841,760

**YOUNG MEN'S CHRISTIAN ASSOCIATION OF THE SUNCOAST, INC.
D/B/A YMCA OF THE SUNCOAST**

Statement of Financial Position

December 31, 2024

Assets	Without Donor Restrictions	With Donor Restrictions	Total
Cash and cash equivalents	\$ 6,670,060	881,362	7,551,422
Accounts receivable, net:			
Trade	342,785	-	342,785
Grants	997,112	-	997,112
Other	6,643	-	6,643
Prepaid expenses	233,291	-	233,291
Contributions receivable	-	1,233,152	1,233,152
Investments, at market	11,413,834	3,818,470	15,232,304
Operating lease right-of-use assets	18,034	-	18,034
Land, buildings and equipment, net	23,185,271	-	23,185,271
Other assets	41,746	-	41,746
Total assets	\$ 42,908,776	5,932,984	48,841,760
Liabilities and Net Assets			
Liabilities:			
Accounts payable and accrued expenses	\$ 1,754,682	-	1,754,682
Deferred membership and program revenue	686,447	-	686,447
Refundable advances	14,066	-	14,066
Deferred rental income	213,417	-	213,417
Operating lease liabilities	28,677	-	28,677
Obligation under capital leases	46,437	-	46,437
Total liabilities	2,743,726	-	2,743,726
Net assets:			
Without donor restrictions:			
Designated for general endowment	4,909,620	-	4,909,620
Designated for other purposes	9,054,319	-	9,054,319
Undesignated	26,201,111	-	26,201,111
	40,165,050	-	40,165,050
With donor restrictions	-	5,932,984	5,932,984
Total net assets	40,165,050	5,932,984	46,098,034
Total liabilities and net assets	\$ 42,908,776	5,932,984	48,841,760

See accompanying independent auditors' report and notes to financial statements.

**YOUNG MEN'S CHRISTIAN ASSOCIATION OF THE SUNCOAST, INC.
D/B/A YMCA OF THE SUNCOAST**

Statement of Activities

**Year Ended December 31, 2025
(With Comparative Totals for 2024)**

	Without Donor Restrictions	With Donor Restrictions	Total	
			2025	2024
Operating support and revenue:				
Program services fees	\$ 15,585,264	-	15,585,264	11,991,312
Membership	10,349,914	-	10,349,914	9,981,126
Contributions	1,190,598	229,683	1,420,281	1,502,568
United Way	-	15,500	15,500	46,000
Grants	2,168,106	371,397	2,539,503	2,549,482
Special events, net	198,034	-	198,034	185,571
Rental income	13,000	-	13,000	13,000
Other	115,510	-	115,510	204,524
	<u>29,620,426</u>	<u>616,580</u>	<u>30,237,006</u>	<u>26,473,583</u>
Net assets released from restrictions:				
Satisfaction of use restrictions	1,060,135	(1,060,135)	-	-
Expiration of time restrictions	<u>29,500</u>	<u>(29,500)</u>	<u>-</u>	<u>-</u>
Total support and revenue	30,710,061	(473,055)	30,237,006	26,473,583
Operating expenses:				
Program services	24,949,423	-	24,949,423	22,550,765
Supporting services:				
Management and general	3,683,665	-	3,683,665	3,508,840
Development and fundraising	<u>700,549</u>	<u>-</u>	<u>700,549</u>	<u>707,530</u>
Total expenses before depreciation and amortization	<u>29,333,637</u>	<u>-</u>	<u>29,333,637</u>	<u>26,767,135</u>
Change in net assets from operations before depreciation and amortization	1,376,424	(473,055)	903,369	(293,552)
Depreciation and amortization expense	<u>2,142,586</u>	<u>-</u>	<u>2,142,586</u>	<u>1,788,181</u>
Change in net assets before other changes	(766,162)	(473,055)	(1,239,217)	(2,081,733)
Other changes:				
Investment return	727,130	540,752	1,267,882	944,487
Bank interest income	180,986	-	180,986	209,913
Contributions and grants for acquisition of capital assets	100,163	53,500	153,663	3,026,817
Contributions to endowment	452,051	50,000	502,051	242,614
Loss on sale of property and equipment	<u>(47,637)</u>	<u>-</u>	<u>(47,637)</u>	<u>(3,231)</u>
Change in net assets	646,531	171,197	817,728	2,338,867
Net assets, beginning of year	<u>40,165,050</u>	<u>5,932,984</u>	<u>46,098,034</u>	<u>43,759,167</u>
Net assets, end of year	<u>\$ 40,811,581</u>	<u>6,104,181</u>	<u>46,915,762</u>	<u>46,098,034</u>

**YOUNG MEN'S CHRISTIAN ASSOCIATION OF THE SUNCOAST, INC.
D/B/A YMCA OF THE SUNCOAST**

Statement of Activities

Year Ended December 31, 2024

	<u>Without Donor Restrictions</u>	<u>With Donor Restrictions</u>	<u>Total</u>
Operating support and revenue:			
Program services fees	\$ 11,991,312	-	11,991,312
Membership	9,981,126	-	9,981,126
Contributions	1,252,390	250,178	1,502,568
United Way	-	46,000	46,000
Grants	2,314,458	235,024	2,549,482
Special events, net	185,571	-	185,571
Rental income	13,000	-	13,000
Other	204,524	-	204,524
	<u>25,942,381</u>	<u>531,202</u>	<u>26,473,583</u>
Net assets released from restrictions:			
Satisfaction of use restrictions	1,192,311	(1,192,311)	-
Expiration of time restrictions	41,917	(41,917)	-
	<u>27,176,609</u>	<u>(703,026)</u>	<u>26,473,583</u>
Operating expenses:			
Program services	22,550,765	-	22,550,765
Supporting services:			
Management and general	3,508,840	-	3,508,840
Development and fundraising	707,530	-	707,530
	<u>26,767,135</u>	<u>-</u>	<u>26,767,135</u>
Change in net assets from operations before depreciation and amortization	409,474	(703,026)	(293,552)
Depreciation and amortization expense	1,788,181	-	1,788,181
Change in net assets before other changes	(1,378,707)	(703,026)	(2,081,733)
Other changes:			
Investment return	578,882	365,605	944,487
Bank interest income	209,913	-	209,913
Contributions and grants for acquisition of capital assets	2,792,838	233,979	3,026,817
Contributions to endowment	167,614	75,000	242,614
Loss on sale of property and equipment	(3,231)	-	(3,231)
Change in net assets	2,367,309	(28,442)	2,338,867
Net assets, beginning of year	37,797,741	5,961,426	43,759,167
Net assets, end of year	<u>\$ 40,165,050</u>	<u>5,932,984</u>	<u>46,098,034</u>

See accompanying independent auditors' report and notes to financial statements.

**YOUNG MEN'S CHRISTIAN ASSOCIATION OF THE SUNCOAST, INC.
D/B/A YMCA OF THE SUNCOAST**

Statement of Functional Expenses

**Year Ended December 31, 2025
(With Comparative Totals for 2024)**

	Program Services			Supporting Services	
	Family Programs	Management and General	Development and Fundraising	Total	
				2025	2024
Salaries	\$ 14,512,558	1,868,271	249,571	16,630,400	15,356,114
Employee benefits	1,566,145	407,928	56,462	2,030,535	1,903,422
Payroll taxes	1,089,960	129,125	18,452	1,237,537	1,112,444
Total salaries and related expenses	17,168,663	2,405,324	324,485	19,898,472	18,371,980
Contractual and professional fees	255,839	577,020	122,501	955,360	852,601
Program subcontractor expense	117,477	-	-	117,477	192,622
Supplies	1,447,537	29,296	1,322	1,478,155	1,226,587
Telephone	70,194	17,381	3,067	90,642	88,511
Postage and shipping	3,624	3,249	8,207	15,080	14,381
Occupancy	3,430,954	146,508	16,527	3,593,989	3,127,999
Equipment expense	427,752	139,894	62,295	629,941	452,283
Printing / public relations	87,466	130,796	119,429	337,691	321,891
Travel and transportation	137,108	21,770	859	159,737	146,689
Conferences	101,222	50,224	4,129	155,575	170,998
Payment of dues	347,472	30,729	9,604	387,805	400,968
Awards and grants	923	12,025	-	12,948	18,547
Interest expense	1,920	1,190	-	3,110	5,012
Insurance	795,560	80,709	8,968	885,237	826,402
Bad debt expense	88,613	-	-	88,613	84,037
Bank charges	459,515	14,337	19,110	492,962	457,207
In-kind expenses	-	-	-	-	1,402
Miscellaneous	7,584	23,213	46	30,843	7,018
Total expenses before depreciation and amortization	24,949,423	3,683,665	700,549	29,333,637	26,767,135
Depreciation and amortization	2,034,740	97,061	10,785	2,142,586	1,788,181
Total expenses - 2025	\$ 26,984,163	3,780,726	711,334	31,476,223	
Total expenses - 2024	\$ 24,226,102	3,610,400	718,814		28,555,316

**YOUNG MEN'S CHRISTIAN ASSOCIATION OF THE SUNCOAST, INC.
D/B/A YMCA OF THE SUNCOAST**

Statement of Functional Expenses

Year Ended December 31, 2024

	<u>Program Services</u>	<u>Supporting Services</u>		<u>Total</u>
	<u>Family Programs</u>	<u>Management and General</u>	<u>Development and Fundraising</u>	
Salaries	\$ 13,184,811	1,909,105	262,199	15,356,114
Employee benefits	1,423,349	430,640	49,433	1,903,422
Payroll taxes	964,188	129,006	19,250	1,112,444
Total salaries and related expenses	15,572,348	2,468,751	330,882	18,371,980
Contractual and professional fees	270,002	474,413	108,186	852,601
Program subcontractor expense	192,622	-	-	192,622
Supplies	1,209,092	15,743	1,752	1,226,587
Telephone	68,962	17,594	1,955	88,511
Postage and shipping	3,784	3,032	7,565	14,381
Occupancy	3,033,407	83,446	11,146	3,127,999
Equipment expense	289,416	104,257	58,610	452,283
Printing / public relations	102,846	86,117	132,928	321,891
Travel and transportation	126,761	18,755	1,173	146,689
Conferences	125,183	41,473	4,342	170,998
Payment of dues	351,198	42,773	6,997	400,968
Awards and grants	-	18,547	-	18,547
Interest and financing costs	4,070	942	-	5,012
Insurance	696,246	117,140	13,016	826,402
Bad debt expense	84,037	-	-	84,037
Bank charges	418,160	10,103	28,944	457,207
In-kind expenses	1,402	-	-	1,402
Miscellaneous	1,230	5,754	34	7,018
Total expenses before depreciation and amortization	22,550,765	3,508,840	707,530	26,767,135
Depreciation and amortization	1,675,337	101,561	11,284	1,788,181
Total expenses	\$ 24,226,102	3,610,400	718,814	28,555,316

**YOUNG MEN'S CHRISTIAN ASSOCIATION OF THE SUNCOAST, INC.
D/B/A YMCA OF THE SUNCOAST**

Statements of Cash Flows

Years Ended December 31, 2025 and 2024

	<u>2025</u>	<u>2024</u>
Cash flows from operating activities:		
Change in net assets	\$ 817,728	2,338,867
Adjustments to reconcile change in net assets to net cash provided by operating activities:		
Depreciation and amortization	2,142,586	1,788,181
Bad debt expense	88,613	84,037
Noncash lease expense	18,034	26,850
Noncash contributed use of land	(33,408)	(38,715)
Loss on sale of property and equipment	47,637	3,231
Net appreciation on investments	(597,880)	(262,624)
Cash received from contributions and grants restricted and designated for long-term purposes	(153,663)	(3,026,817)
(Increase) decrease in operating assets:		
Trade accounts receivable	(145,115)	9,151
Grants receivable	365,609	(370,910)
Other receivables	6,643	5,943
Prepaid expenses	(18,539)	(57,002)
Contributions receivable	456,288	382,957
Other assets	-	(22,139)
Increase (decrease) in operating liabilities:		
Accounts payable and accrued expenses	427,781	(148,236)
Deferred rental income	(13,000)	(13,000)
Operating lease liabilities	(28,677)	(36,632)
Deferred revenue and refundable advances	(16,857)	(20,828)
Net cash provided by operating activities	<u>3,363,780</u>	<u>642,314</u>
Cash flows from investing activities:		
Purchases of property and equipment	(4,042,458)	(4,881,330)
Proceeds from sale of property and equipment	83,400	-
Purchases of investments	(3,364,004)	(5,885,900)
Proceeds received from sale and maturities of investments	<u>3,494,795</u>	<u>5,546,286</u>
Net cash used in investing activities	<u>(3,828,267)</u>	<u>(5,220,944)</u>
Cash flows from financing activities:		
Cash received from contributions and grants restricted and designated for long-term purposes	153,663	3,026,817
Principal payments on finance leases	<u>(126,068)</u>	<u>(37,985)</u>
Net cash provided by financing activities	<u>27,595</u>	<u>2,988,832</u>
Net decrease in cash and cash equivalents	<u>(436,892)</u>	<u>(1,589,798)</u>
Cash and cash equivalents at beginning of year	<u>7,551,422</u>	<u>9,141,220</u>
Cash and cash equivalents at end of year	<u>\$ 7,114,530</u>	<u>7,551,422</u>
Non-cash investing and financing activities:		
Change in accounts payable attributable to purchases of property and equipment	<u>\$ 29,644</u>	<u>105,903</u>
Additions to finance lease right-of-use assets and lease liabilities	<u>\$ 1,135,266</u>	<u>-</u>
Supplemental disclosure of cash flow information:		
Cash paid for interest	<u>\$ 3,110</u>	<u>5,012</u>

**YOUNG MEN’S CHRISTIAN ASSOCIATION OF THE SUNCOAST, INC.
D/B/A YMCA OF THE SUNCOAST**

Notes to Financial Statements

December 31, 2025 and 2024

(1) Description of Organization

Young Men’s Christian Association of the Suncoast, Inc., d/b/a YMCA of the Suncoast (the “Organization”), is a Florida not-for-profit corporation and a member of the Association of the National Council of the Young Men’s Christian Associations of the United States of America. (the “Y-USA”). The Organization’s purpose is to advance the cause of strengthening community through youth development, healthy living and social responsibility. The Y-USA is a powerful association of men, women, and children committed to bringing about lasting personal and social change. With a focus on nurturing the potential of every child and teen, improving the nation’s health and well-being and providing opportunities to give back and support neighbors, the Y-USA enables youth, adults, families and communities to be healthy, confident, connected and secure. YMCA of the Suncoast is committed to providing programs which strengthen the communities of Pinellas, Pasco, Hernando, Citrus and Levy Counties, Florida. The accompanying financial statements include the Suncoast administrative office and the accounts of the Organization’s programs maintained at the following branches:

- Clearwater Y-in-Motion
- Citrus Memorial Health Foundation Branch YMCA
- Greater Palm Harbor Family Branch YMCA
- Greater Ridgecrest Family Branch YMCA
- Hernando County Family Branch YMCA
- James P. Gills Family/West Pasco Branch YMCA
- John Geigle YMCA
- YMCA School Age Program Services

(2) Summary of Significant Accounting Policies

(a) Basis of Accounting

The financial statements of the Organization have been prepared on the accrual basis of accounting in conformity with accounting principles generally accepted in the United States of America (“GAAP”).

(b) Financial Accounting Standards

The Financial Accounting Standards Board (“FASB”) issued authoritative guidance establishing two levels of GAAP - authoritative and nonauthoritative - and making the Accounting Standards Codification (“ASC”) the source of authoritative, nongovernmental GAAP, except for rules and interpretive releases of the Securities and Exchange Commission. This guidance has been incorporated into ASC Topic 105, *Generally Accepted Accounting Principles*.

**YOUNG MEN'S CHRISTIAN ASSOCIATION OF THE SUNCOAST, INC.
D/B/A YMCA OF THE SUNCOAST**

Notes to Financial Statements

December 31, 2025 and 2024

(2) Summary of Significant Accounting Policies - Continued

(c) Cash and Cash Equivalents

The Organization considers all money market funds and certificates of deposit, with original maturities of three months or less to be cash equivalents.

(d) Contributions

The Organization recognizes contributions when cash or other assets or an unconditional promise to give is received. Support that is restricted by the donor is reported as an increase in net assets without donor restrictions if the restriction expires in the reporting period in which the support is recognized. All other donor-restricted contributions are reported as increases in net assets with donor restrictions. When a restriction expires, net assets with donor restrictions are reclassified to net assets without donor restrictions.

Conditional contributions are recorded as revenue when such amounts become unconditional which generally involves the meeting of a barrier to entitlement. This can include items like meeting a matching provision, incurring specified allowable expenses in accordance with a framework of allowable costs or other barriers.

A portion of the Organization's revenue is derived from cost-reimbursable federal, state, and local government contracts and grants, which are conditioned upon certain performance requirements and the incurrence of allowable qualifying expenses. Amounts received are recognized as revenue when the Organization has incurred expenditures in compliance with specific contract or grant provisions. Amounts received prior to incurring qualifying expenditures, if any, are reported as refundable advances in the statement of financial position. The Organization received cost-reimbursable grants awards of approximately \$1,500,000 that have not been recognized at December 31, 2025 because qualifying expenditures have not yet been incurred, with advance payments of approximately \$14,000 recognized as refund advances in accompanying statement of financial position.

(e) Accounts Receivable and Allowance for Credit Losses

An allowance for credit losses related to accounts receivable is established based upon historical collection rates by age of receivable and adjusted for reasonable expectations of future collection performance, net of estimated recoveries. The Organization periodically assesses its methodologies for estimating credit losses in consideration of actual experience, trends, and changes in the overall economic environment. Management's estimate of the allowance for credit losses is approximately \$604,000 and \$542,000 at December 31, 2025 and 2024, respectively.

**YOUNG MEN'S CHRISTIAN ASSOCIATION OF THE SUNCOAST, INC.
D/B/A YMCA OF THE SUNCOAST**

Notes to Financial Statements

December 31, 2025 and 2024

(2) Summary of Significant Accounting Policies - Continued

(e) Accounts Receivable and Allowance for Credit Losses - Continued

Accounts receivable consists primarily of outstanding membership and program fees and amounts due under contracts with funders for services provided by the Organization. Membership dues and program fees are recognized ratably over the period the membership or program service is provided on a straight-line basis in an amount that reflects the consideration the Organization expects to be entitled to in exchange for those services. All of the Organization's revenues from contracts with customers are from performance obligations satisfied over time. Prices are specific to a distinct performance obligation and do not consist of multiple transactions. Membership joining fees are ratably recognized over a one-year period from the membership start date.

Membership dues and program fees paid to the Organization in advance represent contract liabilities and are recorded as deferred revenue. Amounts billed but unpaid are contract assets and recorded as accounts receivable.

The following schedule summarizes the allowance for credit losses activity for the years ended December 31, 2025 and 2024:

	<u>2025</u>	<u>2024</u>
Allowance for credit losses, beginning of year	\$ 541,770	\$ 483,243
Less write-offs	(34,642)	(32,479)
Plus bad debt expense	72,597	67,350
Plus provision adjustments	<u>23,890</u>	<u>23,656</u>
Allowance for credit losses, end of year	\$ <u>603,615</u>	\$ <u>541,770</u>

(f) Investments

Investments in marketable securities with readily determinable fair values and all investments in debt securities are carried at their fair values in the Organization's statements of financial position.

Unrealized gains and losses are included in other changes in the statements of activities. Restrictions on investment earnings are reported as increases in net assets without donor restrictions if the restrictions expire or are otherwise satisfied in the fiscal year in which the earnings are recognized.

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(2) Summary of Significant Accounting Policies - Continued

(g) Fair Value Measurement

The Organization has adopted the provisions of ASC Topic 820, *Fair Value Measurement* ("ASC 820"), which requires the use of a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value into three levels: quoted market prices that are observable for the assets or liabilities (Level 1); inputs other than quoted market prices that are observable for the asset or liability, either directly or indirectly (Level 2); and unobservable inputs for the asset or liability (Level 3). The carrying amount reported in the statements of financial position for cash and cash equivalents, accounts receivable, and accounts payable approximate fair value because of the immediate or short-term maturities of these financial instruments.

(h) Leases

The Organization leases office space and certain office equipment. The Organization determines if an arrangement is a lease at inception. Operating leases are included in operating lease right-of-use ("ROU") assets and operating lease liabilities on the accompanying statements of financial position. Finance leases are included in property and equipment and financing lease liabilities on the accompanying statements of financial position.

ROU assets represent the Organization's right to use an underlying asset for the lease term and lease liabilities represent the Organization's obligation to make lease payments arising from the lease. Operating lease ROU assets and liabilities are recognized at commencement date based on the present value of lease payments over the lease term. As most of the Organization's leases do not provide an implicit rate, the Organization uses a risk-free rate based on the information available at commencement date in determining the present value of lease payments. Operating lease ROU assets also includes any lease payments made and excludes any lease incentives. Lease expense for lease payments is recognized on a straight-line basis over the lease term. The Organization's lease terms may include options to extend or terminate the lease when it is reasonably certain the Organization will exercise the option.

The Organization's lease agreements do not contain any material residual value guarantees or material restrictive covenants.

(i) Land, Buildings and Equipment

Depreciation of buildings and equipment is computed using the straight-line method over the estimated useful lives of the related assets. Land, buildings and equipment are stated at cost, or if contributed, at fair value at the date of donation. The Organization capitalizes additions that equal or exceed \$1,500. If donors stipulate how long the assets must be used, the contributions are recorded as restricted support. In the absence of such stipulations, contributions of property and equipment are recorded as unrestricted support. The estimated useful lives of related asset classes are 5 to 40 years for buildings and improvements and 3 to 10 years for furniture, equipment and vehicles.

Leasehold improvements are amortized using the straight-line method over the shorter of the lease term or the estimated useful life of the asset.

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(2) Summary of Significant Accounting Policies - Continued

(j) Income Taxes

The Organization has been recognized by the Internal Revenue Service as a tax-exempt organization described in Section 501(c)(3) of the Internal Revenue Code of 1986 and has been classified as an organization that is not a private foundation under Section 509(a).

The Organization applies ASC Topic 740, *Income Taxes*. ASC Topic 740 prescribes a recognition and measurement standard for uncertain tax positions taken or expected to be taken in a tax return. For those benefits to be recognized, a tax position must be more-likely-than-not to be sustained upon examination by taxing authorities. There is no material impact on the Organization's financial position or changes in net assets as a result of the application of this standard. The Organization's policy is to recognize interest and penalties associated with tax positions under this standard as a component of income tax expense, and none were recognized since there was no material impact of the overall application of this standard. The Organization's income tax filings are subject to audit by taxing authorities and filings for periods after 2021 are open for examination.

(k) Net Assets

Net Assets Without Donor Restrictions

Net assets without donor restrictions are available for use at the discretion of the Organization's Board of Directors (the "Board") and/or management for general operating purposes. From time to time, the Organization's Board designates a portion of these net assets for specific purposes which makes them unavailable for use at management's discretion. For example, the Organization's Board has designated a portion of net assets without donor restrictions as a quasi-endowment (an amount to be treated by management as if it were part of the donor restricted endowment) for the purpose of securing the Organization's long-term financial viability.

Net Assets With Donor Restrictions

Net assets with donor restrictions consist of assets whose use is limited by donor-imposed, time and/or purpose restrictions. The Organization reports gifts of cash and other assets as revenue with donor restrictions if they are received with donor stipulations that limit the use of the donated assets. When a donor restriction expires, that is, when a stipulated time restriction ends or a purpose restriction is accomplished, the net assets are reclassified as net assets without donor restrictions and reported in the accompanying statements of activities as net assets released from restrictions.

Some net assets with donor restrictions include a stipulation that assets provided be maintained in perpetuity while permitting the Organization to spend the income generated by the assets in accordance with the provisions of additional donor-imposed stipulations or a Board approved spending policy.

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(2) Summary of Significant Accounting Policies - Continued

(l) Special Events Revenue and Expense

The Organization reports special events revenue net of related expenses in the accompanying statements of activities. Special events revenue was \$351,655 and \$339,012 in 2025 and 2024, respectively. Special events expense was \$153,621 and \$153,441 in 2025 and 2024, respectively.

(m) Functional Expense Allocations

The costs of providing the Organization's various programs and other activities have been summarized on a functional basis in the statement of functional expenses. Expenses directly attributable to a specific functional area of the Organization are reported as direct expenses of those functional areas while indirect costs that benefit multiple functional areas have been allocated among the functional areas based on either time spent by employees on each functional area or on a square footage analysis for all indirect occupancy-related expenses.

(n) Going Concern Evaluation

On an annual basis, as required by ASC Topic 205, *Presentation of Financial Statements - Going Concern*, the Organization performs an evaluation to determine whether there are conditions or events (known and reasonably knowable), considered in the aggregate, that raise substantial doubt about the Organization's ability to continue as a going concern within one year after the date that the financial statements are available to be issued.

(o) Estimates in Financial Statements

The preparation of financial statements in conformity with 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 increases or decreases in net assets during the period. Actual results could differ from those estimates.

(p) Reclassifications

Certain amounts in the 2024 financial statements have been reclassified to conform to the 2025 presentation.

(3) Contributions Receivable

Contributions receivable which are due in more than one year are recorded at estimated fair value by discounting future cash flows using current risk-free rates of return based on U.S. Treasury Securities yields with maturity dates similar to the expected contribution collection period. As of December 31, 2025 and 2024, the weighted-average discount rate was 4% and 4.5%, respectively. Management evaluates the allowance for uncollectible contributions on an annual basis and makes adjustments to the allowance as deemed necessary.

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(3) Contributions Receivable - Continued

Contributions receivable consist of the following at December 31, 2025 and 2024:

	2025	2024
Contributions restricted or designated for capital development	\$ 4,562	13,751
Contributions restricted or designated for endowment	95,600	480,267
Contribution restricted for United Way funded programs	14,000	29,500
Gross contributions receivable	114,162	523,518
Less:		
Allowance for uncollectible contributions	(2,003)	(9,876)
Unamortized discount	(3,322)	(5,204)
Net contributions receivable - cash	108,837	508,438
Land use contribution - Greater Ridgecrest	612,822	724,714
Total contributions receivable, net	\$ 721,659	1,233,152

Cash pledges are due to be collected as follows at December 31, 2025 and 2024:

	2025	2024
Cash amounts due in:		
Less than one year	\$ 45,962	463,768
One to five years	68,200	58,750
More than five years	-	1,000
Total pledges	\$ 114,162	523,518

The land use contribution was originally received under a twenty-year lease agreement which was renewed in 2020 for an additional ten years and is more fully described in Note 4.

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(4) Land Lease and Improvements

In August 2000, the Organization entered into a lease agreement with Pinellas County, Florida (the "County") for a 14.3-acre parcel of land, known as the Greater Ridgecrest YMCA. The lease requires annual lease payments of \$1 and had an original term of twenty years. In August 2020, the lease agreement was renewed for an additional ten-year term. One additional ten-year renewal option is available. Accordingly, the Organization has recorded a contribution which represents the present value of the excess of the aggregate fair rental value of the land lease over below-market rent payments due over the remaining term of the lease.

Recognition of the fair value of the lease is summarized as follows:

Fair value of land use contribution at December 31, 2023	\$	831,299
Recognition of fair value of contributed land lease		38,715
Recognition of rent expense for the year ended December 31, 2024		<u>(145,300)</u>
Fair value of land use contribution at December 31, 2024		724,714
Recognition of fair value of contributed land lease		33,408
Recognition of rent expense for the year ended December 31, 2025		<u>(145,300)</u>
Fair value of land use contribution at December 31, 2025	\$	<u><u>612,822</u></u>

(5) Investments

At December 31, 2025 and 2024, the cost and market value of investments were as follows:

	2025		2024	
	Cost	Market	Cost	Market
Cash and cash equivalents	\$ 5,932,757	5,932,757	6,563,347	6,563,347
Certificate of deposit	267,880	267,880	-	-
Equities	3,965,079	6,479,694	3,658,756	5,664,344
Fixed income	<u>2,901,537</u>	<u>3,019,062</u>	<u>3,008,849</u>	<u>3,004,613</u>
Total Investments	<u>\$ 13,067,253</u>	<u>15,699,393</u>	<u>13,230,952</u>	<u>15,232,304</u>

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December 31, 2025 and 2024

(5) Investments - Continued

At December 31, 2025 and 2024, none of the Organization's investments in corporate bonds or mutual funds are concentrated in a single entity or industry. In addition, the Organization's mutual fund investments represent shares in registered investment companies which own diversified portfolios. The mutual funds invest primarily in equity securities. The Organization considers all certificates of deposits with original maturities greater than three months to be classified as certificates of deposits. Certificates of deposits are carried at their fair value determined by the issuing financial institution. Such values are considered to be Level 2 fair values for purposes of the FASB ASC Topic 820 fair value hierarchy.

The following schedule summarizes investment return and other investment activity for the years ended December 31, 2025 and 2024:

	2025	2024
Investments at market, beginning of year	\$ 15,232,304	14,630,066
Investment return:		
Interest and dividends	716,978	726,669
Net realized and unrealized gains	597,880	262,624
Investment management fees	(46,976)	(44,806)
Total investment return	1,267,882	944,487
Deposits	1,207,792	231,452
Withdrawals	(2,008,585)	(573,701)
Net increase in investments	467,089	602,238
Investments at market, end of year	\$ 15,699,393	15,232,304

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Notes to Financial Statements

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(6) Land, Buildings and Equipment

Land, buildings and equipment at December 31, 2025 and 2024 consists of the following:

	2025	2024
Land and improvements	\$ 4,163,930	3,992,428
Buildings and improvements	43,705,757	41,194,862
Furniture, fixtures and equipment	5,627,887	5,195,486
Leasehold improvements	2,958,395	3,146,571
Construction-in-progress	1,180,392	640,419
Land, buildings and equipment	57,636,361	54,169,766
Less accumulated depreciation and amortization	(31,576,633)	(30,984,495)
Land, buildings and equipment, net	\$ 26,059,728	23,185,271

Depreciation expense for the years ended December 31, 2025 and 2024 was \$1,931,055 and \$1,676,359, respectively. Amortization expense for the years ended December 31, 2025 and 2024 was \$211,531 and \$111,822, respectively.

In connection with the development of a new branch facility in Citrus County, Florida, the Organization received a contribution of land valued at \$830,000 in 2014. The donor of the land conveyed the property with the recorded stipulation that it be utilized solely as a facility operated by the YMCA according to its ordinary and customary use. This restriction limits the ability of the Organization to sell or encumber the property without the consent of the donor, his successors and assignees so long as any such entities exist.

A portion of the construction of a new Field House at the Greater Palm Harbor Branch was funded by the State of Florida, Department of Commerce. In accordance with the grant award, the state maintains a security interest in the property of the amount of state funds provided for at least 5 years from completion. The Organization recognized total state funds of \$3 million from 2022 through project completion in October 2024. If the Organization disposes or discontinues use of the real property prior to expiration of the security interest in October 2029, the Organization may be required to refund a portion of the funds received.

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(7) Deferred Rental Income

School Board of Citrus County

In 2016, the Organization entered into an agreement with the School Board of Citrus County, under which the County's schools will utilize the Organization's Citrus branch pool and facilities. The agreement calls for a twenty-five year term, with an option to extend the term before expiration. The Organization received a single payment of \$325,000 under the agreement which represents deferred rental income. The deferred rental income is being amortized over a twenty-five year period. Income recognition began in May 2016 when the Citrus facility was completed, and the County began utilizing the space. Rental income recognized in both 2025 and 2024 was \$13,000.

(8) Leases

The Organization has operating and financing leases of office space and certain equipment. The leases have remaining lease terms ranging from one to five years. Leases with initial terms of 12 months or less are not recorded on the statement of financial position. Expense under these short-term leases is recognized on a straight-line basis over the lease term. The following summarizes the line items in the accompany statements of financial position as of December 31, 2025 and 2024:

	2025	2024
Operating leases:		
Operating lease right-of-use assets	\$ <u> -</u>	<u> 18,034</u>
Operating lease liabilities	\$ <u> -</u>	<u> 28,677</u>
Finance leases:		
Finance lease right-of-use assets	\$ <u> 1,066,072</u>	<u> 27,954</u>
Finance lease liabilities	\$ <u> 1,055,635</u>	<u> 46,437</u>

The following summarizes the weighted-average remaining lease term and discount rate as of December 31, 2025 and 2024:

	2025	2024
Weighted average remaining lease term:		
Operating leases	N/A	0.76
Finance leases	3.84	1.14
Weighted average discount rate:		
Operating leases	N/A	3.52%
Finance leases	3.73%	7.45%

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(8) Leases – Continued

The following summarizes the line items in the statements of activities which include components of lease expense for the years ended December 31, 2025 and 2024:

	2025	2024
Operating lease expense included in occupancy	\$ 18,464	28,522
Short-term leases	118,751	109,754
Contributed rent	145,300	145,300
Total operating lease costs	\$ 282,515	283,576
Finance lease costs:		
Amortization of lease assets included in depreciation and amortization expense	\$ 109,827	37,273
Interest on lease liabilities included in interest expense	9,930	5,012
Total finance lease costs	\$ 119,757	42,285

The following summarizes cash flow information related to leases for the years ended December 31, 2025 and 2024:

	2025	2024
Cash paid for amounts included in the measurement of lease liabilities:		
Operating cash flows from operating leases	\$ 28,677	38,304
Operating cash flows from finance leases	3,110	5,012
Financing cash flows from finance leases	126,068	37,985

The maturities of finance lease liabilities as of December 31, 2025 were as follows:

Year Ending December 31,		
2026	\$	313,425
2027		306,886
2028		251,667
2029		149,342
2030		111,565
Total payments		1,132,885
Less interest		(77,250)
Present value of lease liabilities	\$	1,055,635

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(9) Net Assets Without Restrictions, Designated

Net assets designated by the Board for purposes other than the endowment consist of the following at December 31, 2025 and 2024:

	2025	2024
Maintenance	\$ 480,132	409,520
Capital development	457,290	800,000
Contingency	7,375,346	6,917,227
Unemployment and other	659,413	927,572
	\$ 8,972,181	9,054,319

(10) Net Assets With Donor Restrictions

Net assets with donor restrictions as of December 31, 2025 and 2024 relate to assets contributed by donors and other funding sources for specific purposes and time periods as follows:

	2025	2024
Subject to time restrictions:		
United Way allocations	\$ 15,500	29,500
	15,500	29,500
Subject to use restrictions:		
Unappropriated earnings on endowment restricted for specified branches	2,645,576	2,199,373
Use restrictions on land and building	612,821	724,714
Use restrictions for capital campaigns	328,538	480,648
Use restrictions for various programs	366,938	413,941
	3,953,873	3,818,676
General endowment subject to the Organization's spending policy and appropriation	2,134,808	2,084,808
Total net assets with donor restrictions	\$ 6,104,181	5,932,984

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(11) Endowment

The Organization manages an endowment which includes funds legally restricted by the donor as to the use of principal. The original contribution of \$1,000,000 was restricted by the donor in that the principal may not be expended, except under extraordinary circumstances. Earnings on endowment investments may be expended on maintenance of Organization facilities, construction of new facilities, and development of new programs. Investments in the amount of \$1,375,795, which included the \$1,000,000, were received from the Suncoast Family YMCA Foundation, Inc. Trust ("Trust") in 1992, upon the termination of the Trust. Under the terms of the transfer from the Trust, the amount conveyed by the Trust in excess of the \$1,000,000 corpus (\$375,795) may be expended for operations only upon the approval of 90% of the members of both the Board and the Endowment Committee. Only with court approval, however, shall the \$1,000,000 corpus be utilized. The balance of the endowment is available for expenditure upon the majority vote of the Board of the Organization. The Board and the Endowment Committee have established a goal to preserve the purchasing power of the endowment.

In 2013, the Organization established the Legacy Club as a specific program through which donors may contribute to the endowment fund.

Endowment fund investments are included in the investment portfolio described in Note 5.

The Organization's endowment includes both donor-restricted endowment funds, funds designated by the Board, to function as endowment funds, and donor-restricted funds for specific branches. As required by GAAP, net assets associated with endowment funds are classified and reported based on the existence or absence of donor-imposed restrictions.

The Board has interpreted the *Florida Uniform Prudent Management of Institutional Funds Act* ("FUPMIFA") as requiring the preservation of the fair value of the original gift as of the gift date of the donor-restricted endowment funds absent explicit donor stipulations to the contrary. As a result of this interpretation, the Organization classifies as net assets with donor restrictions (a) the original value of gifts donated to the permanent endowment; (b) the original value of subsequent gifts to the permanent endowment; (c) accumulations to the permanent endowment made in accordance with the direction of the applicable donor gift instrument at the time the accumulation is added to the fund. The remaining portion of the donor-restricted endowment fund is restricted until those amounts are appropriated for expenditure by the Organization in a manner consistent with the donor designations.

Investment Return Objectives, Risk Parameters and Strategies

The Organization's investment policy is based on providing security for the Organization. Therefore, the time horizon is very long-term. The goal is to provide funding from the endowment fund for programs giving priority to the use of the income for major maintenance, modernization, or expansion of buildings and facilities, extension of services, and developing and training professional leadership while maintaining the purchasing power of the portfolio and offsetting inflation.

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December 31, 2025 and 2024

(11) Endowment - Continued

Investment Return Objectives, Risk Parameters and Strategies - Continued

The objectives call for disciplined, consistent management using a current “prudent person” philosophy. The investment portfolio is to be diversified as to fixed income and equity holdings to provide risk reduction, a dependable source of income, and growth of principal. The equities portion may constitute up to 70% of the total fund with fixed income portion making up the remainder of the fund. The fund shall not invest in real estate.

Equity investments must be in United States corporations quoted on the New York or American stock exchange or the NASDAQ. Equity investments should be diversified both as to companies and industries to minimize risk other than normal market fluctuation. Equity investments in a single industry will not exceed 20% of the total. Equity investments in any one company shall not exceed 5% (at cost) or 10% (at market) of the equity portfolio. Mutual funds may be used in place of individual equities in an effort to minimize risk and maintain exposure to additional areas of the equity market. Manager discretion should be used within the management of the mutual funds to maximize return with the least possible amount of risk according to the prospectus of each fund.

Bond investments (one year or longer) are limited to U.S. government and agency issues, mortgage instruments, and quality investment grade corporate bonds and preferred stocks (considered as a bond equivalent). Individual fixed income securities should be considered investment grade at the time of acquisition. Commercial paper should be rated A1, P1. Corporate issues must be in the top-quality ratings of Moody's, Standard and Poor's, or other recognized credit services (BBB/BAA) or higher with good marketability. All investments in fixed income shall have a high degree of marketability and no individual investment shall exceed 7% of the total fixed income securities. Cash is considered fixed income. Bond funds may be used in place of individual bonds in an effort to minimize risk and maintain exposure to additional areas of the fixed income market. Fund investments should be investment grade. Manager discretion should be used within the management of the mutual funds to maximize return with the least possible amount of risk according to the prospectus of each fund. This may include exposure to some lower rated or non-rated securities up to but not to exceed 10% of the individual bond fund.

Spending Policy - Continued

Annually, the Board budgets an allocation from the endowment to support Organization operations. Allocations are based on current needs of the Organization and the desire to preserve the purchasing power of endowment assets. The amount to be distributed in a fiscal year may be 4% of the 3-year trailing average of the June 30th market value of the endowment portfolio. The Endowment Committee shall review and confirm, once annually, the amount of the distribution from the endowment fund. While it is expected that 4% will be the spending percentage, the Endowment Committee shall prepare a recommendation to the Board in the third quarter meeting of each calendar year for the following year and the percentage approved could be more or less than the 4%.

The Organization's endowment fund includes gifts with donor-imposed restrictions to benefit several specific YMCA branch locations and community programs, and the teen leaders program. These investments will continue to be overseen by the endowment committee.

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(11) Endowment - Continued

Endowment net asset composition by type of fund as of December 31, 2025 and 2024 is as follows:

	<u>Net Assets Without Donor Restrictions</u>	<u>Net Assets With Donor Restrictions</u>	<u>Total Endowment Net Assets</u>
December 31, 2025:			
Board-designated endowment funds	\$ 5,201,742	-	5,201,742
Donor-restricted endowment funds	-	4,780,384	4,780,384
	<u>\$ 5,201,742</u>	<u>4,780,384</u>	<u>9,982,126</u>
December 31, 2024:			
Board-designated endowment funds	\$ 4,909,620	-	4,909,620
Donor-restricted endowment funds	-	4,284,181	4,284,181
	<u>\$ 4,909,620</u>	<u>4,284,181</u>	<u>9,193,801</u>

Changes in endowment net assets for the years ended December 31, 2025 and 2024 were as follows:

	<u>Without Donor Restrictions</u>	<u>With Donor Restrictions</u>	<u>Total</u>
Balance at December 31, 2023	\$ 4,713,216	3,935,649	8,648,865
Investment return:			
Investment income, net of fees	142,755	229,733	372,488
Net appreciation	126,752	135,872	262,624
Total investment return	269,507	365,605	635,112
Contributions	167,614	75,000	242,614
Distributions	(240,717)	(92,073)	(332,790)
Balance at December 31, 2024	4,909,620	4,284,181	9,193,801
Investment return:			
Investment income, net of fees	189,722	216,216	405,938
Net appreciation	273,344	324,536	597,880
Total investment return	463,066	540,752	1,003,818
Contributions	452,051	50,000	502,051
Distributions	(622,995)	(94,549)	(717,544)
Balance at December 31, 2025	<u>\$ 5,201,742</u>	<u>4,780,384</u>	<u>9,982,126</u>

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December 31, 2025 and 2024

(12) Liquidity and Availability of Resources

The Organization is supported by both unrestricted and restricted contributions. Because a donor's restriction requires resources to be used in a particular manner or in a future period, the Organization must maintain sufficient resources to meet those responsibilities to its donors. Thus, financial assets may not be available for general expenditure within one year. 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 come due. The Board designates endowment earnings to fund long-term needs of the Organization and may be drawn upon with the approval of 90% of the members of both the Board and the Endowment Committee as described in Note 11. Additionally, the Board has designated certain net assets without donor restrictions that, while the Organization does not intend to spend for purposes other than those identified in Note 9, the amounts could be made available for current operations, if necessary.

As of December 31, 2025 and 2024, the Organization's financial assets available for general expenditure within one year were as follows:

	2025	2024
Financial assets:		
Cash and cash equivalents	\$ 7,114,530	7,551,422
Trade accounts receivable	487,900	342,785
Grants and other receivables	631,503	1,003,755
Contributions receivable	108,837	508,438
Investments	15,699,393	15,232,304
Total financial assets	24,042,163	24,638,704
Less amounts unavailable for general expenditure within one year due to:		
Contractual or donor-imposed restrictions:		
Unappropriated earnings on endowment restricted for specified branches	(2,645,576)	(2,199,373)
Use restrictions for capital campaigns	(328,538)	(480,648)
Other donor imposed use restrictions	(366,938)	(413,941)
Net assets to be held in perpetuity	(2,134,808)	(2,084,808)
Subtotal before board-designations	18,566,303	19,459,934
Board-designations:		
Quasi-endowment	(5,201,742)	(4,909,620)
Capital development	(457,290)	(800,000)
Maintenance	(480,132)	(409,520)
Contingency	(7,375,346)	(6,917,227)
Unemployment and other	(659,413)	(927,572)
Financial assets available to meet cash needs for general expenditures within one year	\$ 4,392,380	5,495,995

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(13) Employee Benefit Plan

The Organization participates in The YMCA Retirement Fund Retirement Plan, which is a defined contribution, money purchase, church plan that is intended to satisfy the qualification requirements of Section 401(a) of the Internal Revenue Code of 1986 as amended, and the YMCA Retirement Fund Tax-Deferred Savings Plan, which is a retirement income account plan as defined in section 403(b)(9) of the Code. Both plans are sponsored by the Young Men's Christian Association Retirement Fund ("Fund"). The Fund is a not-for-profit, tax-exempt pension fund incorporated in the State of New York (1922) organized and operated for the purpose of providing retirement and other benefits for employees of YMCAs throughout the United States. The plans are operated as church pension plans. Participation is available to all duly organized and reorganized YMCAs and eligible employees. As defined contribution plans, the Retirement Plan and Tax-Deferred Savings Plan have no unfunded obligations.

In accordance with the agreement, contributions for the YMCA Retirement Fund Retirement Plan are a percentage (12%) of the participating employee's salary. These amounts are paid by the Organization. Total contributions charged to retirement costs in 2025 and 2024 aggregated \$1,016,059 and \$925,792, respectively, of which \$114,428 and \$24,624 was unpaid at December 31, 2025 and 2024, respectively.

Participant contributions to the YMCA Retirement Fund Tax-Deferred Savings Plan are withheld from employees' salaries and remitted to the YMCA Retirement Fund. There is no matching employer contribution in this plan.

(14) Fair Value Measurements

The Organization adopted ASC Topic 820, which provides a common definition of fair value, establishes a framework for measuring fair value under GAAP and requires additional disclosures about fair value.

Financial instruments measured at fair value are classified and disclosed in the following categories:

- Level 1: Quoted prices are available in active markets for identical investments as of the reporting date. The types of investments included in Level 1 are mutual funds, corporate bonds, bond funds, exchange traded funds, U.S. government obligations, and cash and cash equivalents.
- Level 2: Pricing inputs are other than quoted prices for identical investments in active markets, which are either directly or indirectly observable as of the reporting date, and the fair value is determined through the use of models or other valuation methodologies. The types of investments which are included in this category are U.S. treasury bills.
- Level 3: Valuation is based on unobservable inputs. At December 31, 2025 and 2024, the Organization did not hold assets or liabilities with Level 3 fair value measurements.

The asset's 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.

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(14) Fair Value Measurements - Continued

Fair value of assets measured on a recurring basis at December 31, 2025 was as follows:

<u>Description</u>	Assets Measured at Fair Value at December 31, 2025	<u>Fair Value Measurements at Reporting Date Using</u>		
		Quoted Prices in Active Markets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)
Investments:				
Cash and cash equivalents	\$ 5,932,757	5,932,757	-	-
Certificates of deposit	267,880	-	267,880	-
Equity securities:				
Mutual funds	3,290,448	3,290,448	-	-
Exchange traded funds	3,189,246	3,189,246	-	-
Total equity securities	<u>6,479,694</u>	<u>6,479,694</u>	<u>-</u>	<u>-</u>
Fixed income securities:				
Mutual funds	1,594,175	1,594,175	-	-
Exchange traded funds	1,424,887	1,424,887	-	-
Total fixed income securities	<u>3,019,062</u>	<u>3,019,062</u>	<u>-</u>	<u>-</u>
Total investments	<u>\$ 15,699,393</u>	<u>15,431,513</u>	<u>267,880</u>	<u>-</u>

Fair value of assets measured on a recurring basis at December 31, 2024 was as follows:

<u>Description</u>	Assets Measured at Fair Value at December 31, 2024	<u>Fair Value Measurements at Reporting Date Using</u>		
		Quoted Prices in Active Markets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)
Investments:				
Cash and cash equivalents	\$ 6,563,347	6,563,347	-	-
Equity securities:				
Mutual funds	3,473,546	3,473,546	-	-
Exchange traded funds	2,190,798	2,190,798	-	-
Total equity securities	5,664,344	5,664,344	-	-
Fixed income securities:				
Mutual funds	1,490,976	1,490,976	-	-
Exchange traded funds	1,513,637	1,513,637	-	-
Total fixed income securities	<u>3,004,613</u>	<u>3,004,613</u>	<u>-</u>	<u>-</u>
Total investments	<u>\$ 15,232,304</u>	<u>15,232,304</u>	<u>-</u>	<u>-</u>

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(15) Fees and Grants from Early Learning Coalitions

The Organization has current contracts with Early Learning Coalition (“ELC”) of Pinellas County, Inc., ELC of Pasco and Hernando Counties, Inc., and ELC of the Nature Coast, Inc. The contracts with ELC of Pinellas County, Inc. ELC of Pasco and Hernando Counties, Inc. and ELC of the Nature Coast, Inc. expire on June 30, 2026. Management expects all contracts to be extended upon expiration. ELC provides a significant amount of funding for the Organization’s school age before and after school and summer camp programs. The revenue received from the aforementioned contracts was \$1,928,216 and \$1,399,136 for 2025 and 2024, respectively.

Refundable advances under these agreements totaled \$14,066 as of December 31, 2025 and 2024.

(16) Related Party Transactions

In 2025 and 2024, the Organization conducted business with entities affiliated with certain members of its governing board.

In 2024, the Organization executed a contract for the construction of the Greater Palm Harbor YMCA with a general contractor firm owned by a member of the governing board.

Additionally, the general contractor firm was also contracted for the renovations related to the Hernando County Family YMCA and the John Geigle YMCA. Total expenditures for 2025 and 2024 were approximately \$1,856,000 and \$3,110,000, respectively. Accounts payable to the general contractor firm were approximately \$135,500 and \$106,000, at December 31, 2025 and 2024, respectively.

In 2025 and 2024, the Organization provided consulting services to smaller YMCA organizations under a contract with the Y-USA. Total revenues for 2025 and 2024 were approximately \$41,500 and \$40,000, respectively. In 2025 and 2024, the Organization also received grant awards from the Y-USA in support of various program activities. Total revenues for 2025 and 2024 were \$71,500 and \$190,000, respectively.

Portions of contribution revenue for the years ended December 31, 2025 and 2024 are contributions made by various Board members. For the year ended December 31, 2025 and 2024, contributions from Board members were approximately \$102,500 and \$118,500, respectively.

(17) Concentration of Credit Risk

The Organization maintains several deposit accounts with what management believes to be high credit quality financial institutions, including financial institutions participating in the Certificate of Deposit Account Registry Service. The total of these balances exceeded federal insurance limits by approximately \$893,000 as of December 31, 2025.

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(18) Contingencies

The Organization has been notified of potential claims arising in the ordinary course of its operations. Management believes that any liability incurred in connection with these claims would be nominal in amount and limited to the deductible under the Organization's insurance policies.

(19) Subsequent Events

The Organization has evaluated subsequent events through April 23, 2026, the date the financial statements were available for issuance.