# Shreveport Green

## Financial Statements
Year Ended December 31, 2025

## Table of Contents

**Independent Auditor's Report** 3-5

**Independent Auditor's Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with Government Auditing Standards** 6-7

**Financial Statements**
- Statement of Financial Position 8
- Statement of Activities 9
- Statement of Functional Expenses 10
- Statement of Cash Flows 11
- Summary of Significant Accounting Policies 12-16
- Notes to Financial Statements 17-24

**Supplemental Material**
- Schedule of Compensation, Benefits and Other Payments to Agency Head 26
- Summary of Audit Results 27
- Schedule of Findings 28
- Status of Prior Year's Findings 29

# HODGES & WREYFORD LLC

CERTIFIED PUBLIC ACCOUNTANTS

920 PIERREMONT RD, SUITE 407
SHREVEPORT, LOUISIANA 71106

Creighton R. Hodges, CPA
Brian S. Wreyford, CPA

phone (318) 725-2272
fax (318) 725-2273


## INDEPENDENT AUDITOR'S REPORT

To the Board of Directors
Shreveport Green
Shreveport, Louisiana

### Opinion

We have audited the accompanying financial statements of Shreveport Green (a Louisiana not-for-profit corporation) which comprise the statements of financial position as of December 31, 2025, and the related statements of activities, functional expenses, and cash flows for the year then ended, and the related summary of accounting policies and notes to the financial statements.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Shreveport Green as of December 31, 2025, and the changes in its net assets and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

### Basis for Opinion

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of Shreveport Green 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 opinions.

### 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 Shreveport Green's ability to continue as a going concern within one year after the date that the financial statements are available to be issued.

**Auditor's Responsibilities for the Audit of the Financial Statements**

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

In performing an audit in accordance with generally accepted auditing standards and *Government Auditing Standards*, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of Shreveport Green'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 Shreveport Green'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.

**Supplementary Information**

Our audit was conducted for the purpose of forming an opinion on the basic financial statements as a whole. The accompanying schedule of compensation, benefits and other payments to agency head is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the schedule of compensation, benefits and other payments to agency head is fairly stated, in all material respects, in relation to the financial statements as a whole.

**Other Reporting Required by Government Auditing Standards**

In accordance with *Government Auditing Standards*, we have also issued our report dated June 29, 2026, our consideration of Shreveport Green's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of Shreveport Green's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Shreveport Green's internal control over financial reporting and compliance.

Hodges & Wreyford LLC

HODGES & WREYFORD LLC
Certified Public Accountants

Shreveport, Louisiana
June 29, 2026

HODGES & WREYFORD LLC
CERTIFIED PUBLIC ACCOUNTANTS

920 PIERREMONT RD, SUITE 407
SHREVEPORT, LOUISIANA 71106

Creighton R. Hodges, CPA
Brian S. Wreyford, CPA

phone (318) 725-2272
fax (318) 725-2273

**INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS***

The Board of Directors
Shreveport Green
Shreveport, Louisiana

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States, the financial statements of Shreveport Green (a nonprofit organization), which comprise the statement of financial position as of December 31, 2025, and the related statement of activities, cash flows, and functional expenses for the year then ended, and the related notes to the financial statements, and have issued our report thereon dated June 29, 2026.

**Report on Internal Control over Financial Reporting**

In planning and performing our audit of the financial statements, we considered Shreveport Green's internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of Shreveport Green's internal control. Accordingly, we do not express an opinion on the effectiveness of Shreveport Green's internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected, on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. We did identify one material weakness in internal control as listed at finding 2025-001.

**Report on Compliance and Other Matters**

As part of obtaining reasonable assurance about whether Shreveport Green's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion.

The results of our tests disclosed one instance of noncompliance that is required to be reported under *Government Auditing Standards* and which is described in the accompanying schedule of findings and questioned costs as item 2025-001.

**Purpose of This Report**

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of Shreveport Green's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Shreveport Green's internal control and compliance. Accordingly, this communication is not suitable for any other purpose. Under Louisiana Revised Statutes 24:513, this report is distributed by the Legislative Auditor as a public document.

Hodges & Wreyford LLC

HODGES & WREYFORD LLC
Certified Public Accountants

Shreveport, Louisiana
June 29, 2026

# Shreveport Green

## Statement of Financial Position

| December 31, | 2025 |
|---|---|
| **Assets** | |
| **Current assets:** | |
| Cash and cash equivalents | $729,764 |
| Accounts receivable (Note 5) | 31,231 |
| Grants receivable (Note 7) | 22,463 |
| Prepaid insurance | 8,551 |
| Total current assets | 792,009 |
| Operating lease right of use asset (Note 8) | 4,596 |
| Property and equipment, net (Note 6) | 267,725 |
| **Total Assets** | $1,064,330 |
| **Liabilities and Net Assets** | |
| **Current liabilities:** | |
| Accounts payable and accrued expenses | $17,408 |
| Operating lease liability, current (Note 8) | 1,435 |
| Total current liabilities | 18,843 |
| Operating lease liability, long-term (Note 8) | 3,161 |
| **Total Liabilities** | 22,004 |
| **Net assets:** | |
| With donor restrictions (Note 11) | 36,002 |
| Without donor restrictions | 1,006,324 |
| Total net assets | 1,042,326 |
| **Total Liabilities and Net Assets** | $1,064,330 |

*See accompanying summary of significant accounting policies and notes to financial statements.*

## Statement of Activities

| *Year Ended December 31,* | 2025 |
|---|---|
| **Changes in net assets without donor restrictions** | |
| **Revenue and Public Support:** | |
| Governmental grants (Note 1) | **$102,463** |
| Other public support, including net assets released from restrictions of $81,494 (Note 3) | **376,790** |
| Grants – Serve Louisiana and Sprout (Note 2) | **302,774** |
| Memberships and contributions | **378,578** |
| Querbes Park Foundation, including net assets released from restriction of $213,634 | **213,634** |
| Contracts for services (Note 4) | **71,000** |
| Tree legacy program | **-** |
| Total revenue and public support without donor restrictions | **1,445,239** |
| **Other Revenue:** | |
| Contributions of nonfinancial resources (Note 9) | **200** |
| Tree sales | **207** |
| Miscellaneous income | **-** |
| Interest income | **2,387** |
| Sale of fixed assets | **-** |
| Total other revenue | **2,794** |
| Total public support and other revenue without restrictions | **1,448,033** |
| **Expenditures:** | |
| Management and general program | **204,457** |
| Other specific programs | **394,117** |
| Alexandria | **196,471** |
| ShreveCorps program | **183,549** |
| Total expenditures | **978,594** |
| Increase (decrease) in net assets without donor restrictions | **469,439** |
| **Changes in net assets with donor restrictions:** | |
| Grants and contributions with donor restrictions | **119,276** |
| Net assets released from restrictions | **(295,128)** |
| Increase (decrease) in net assets with donor restrictions | **(175,852)** |
| **Increase in net assets** | **293,587** |
| **Net assets, beginning of year** | **748,739** |
| **Net assets, end of year** | **$1,042,326** |

*See accompanying summary of significant accounting policies and notes to financial statements.*

# Shreveport Green

## Statement of Functional Expenses

*Year ended December 31,* 2025

| | Program Activities | | | | Supporting Activities | |
|---|---|---|---|---|---|---|
| | Shreve Corps Program | Alexandria | Other Programs | Total | Management & General | Total Expenses |
| **Expenses:** | | | | | | |
| Accounting and legal | $1,550 | $- | $- | $1,550 | $34,539 | $36,089 |
| Automobile | - | - | - | - | 1,505 | 1,505 |
| Contract labor | - | - | - | - | 1,625 | 1,625 |
| Depreciation | - | - | - | - | 58,148 | 58,148 |
| Dues and subscriptions | - | - | - | - | 735 | 735 |
| Employee benefits | 3,246 | 19,794 | - | 23,040 | - | 23,040 |
| Entertainment & meetings | - | 67 | - | 67 | 481 | 548 |
| Equipment rental | - | - | - | - | 3,426 | 3,426 |
| Fundraising | - | - | - | - | 6,867 | 6,867 |
| Grants-specific programs | 2,005 | 52,538 | 94,083 | 148,626 | - | 148,626 |
| Household hazardous waste | - | - | 61,341 | 61,341 | - | 61,341 |
| Insurance | 5,736 | - | - | 5,736 | 50,384 | 56,120 |
| Interest | - | - | - | - | 35 | 35 |
| Miscellaneous | - | - | - | - | 2,547 | 2,547 |
| Office expense | - | 620 | - | 620 | 14,741 | 15,361 |
| Payroll taxes | 11,528 | 10,521 | 12,351 | 34,400 | - | 34,400 |
| Postage | - | - | - | - | 1,683 | 1,683 |
| Professional training | 856 | 683 | - | 1,539 | 4,115 | 5,654 |
| Public relations | - | - | - | - | 2,975 | 2,975 |
| Querbes Park Foundation | - | - | 44,176 | 44,176 | - | 44,176 |
| Repairs/maintenance/ security | - | - | - | - | 4,008 | 4,008 |
| Salaries | 150,690 | 112,248 | 182,166 | 445,104 | - | 445,104 |
| Supplies | 6,444 | - | - | 6,444 | 1,607 | 8,051 |
| Telephone | - | - | - | - | 3,867 | 3,867 |
| Travel | 1,494 | - | - | 1,494 | 515 | 2,009 |
| Utilities | - | - | - | - | 10,654 | 10,654 |
| Total expense | $183,549 | $196,471 | $394,117 | $774,137 | $204,457 | $978,594 |

*See accompanying summary of significant accounting policies and notes to financial statements.*

# Shreveport Green

## Statement of Cash Flows

| *Year Ended December 31,* | 2025 |
|---|---|
| **Cash flows from operating activities:** | |
| Change in net assets | **$293,587** |
| Adjustments to reconcile change in net assets to net cash provided by operating activities: | |
| Depreciation expense | **58,148** |
| (Gain)/loss from disposition of asset | **-** |
| Payment of temporarily restricted funds to Querbes Park Foundation | **(169,359)** |
| **Changes in:** | |
| Accounts and grants receivable | **(38,451)** |
| Prepaid insurance | **8,444** |
| Accounts payable | **(1,118)** |
| Net cash provided by operating activities | **151,251** |
| **Cash flows from Investing activities:** | |
| Additions to property and equipment | **(28,560)** |
| Net cash used by investing activities | **(28,560)** |
| Net increase (decrease) in cash | **122,691** |
| Cash at beginning of year | **607,073** |
| **Cash at end of year** | **$729,764** |
| Interest paid | **$35** |

*See accompanying summary of significant accounting policies and notes to financial statements.*

**Nature of Activities**

Shreveport Green is a nonprofit organization whose purpose is the promotion of the public interest in the improvement of the environment of the City of Shreveport through the promotion of recycling, coordination of litter control programs and the promotion of beautification through landscaping and other neighborhood improvements. The organization generates revenue through available grants and contribution support.

**Basis of Accounting**

The financial statements of Shreveport Green have been prepared on the accrual basis of accounting in accordance with accounting principles generally accepted in the United States of America.

**Concentrations of Credit Risk**

The majority of Shreveport Green revenue comes from State of Louisiana grants, local grants, membership and service fees paid by local agencies. Shreveport Green is therefore heavily dependent on the State and local government for its operations.

**Income Tax Status**

As a nonprofit organization, Shreveport Green is exempt from taxation under Section 501(c)(3) of the Internal Revenue Code; but must file an annual return with the Internal Revenue Service that contains information on its financial operations. Shreveport Green is required to review various tax positions it has taken with respect to its exempt status and determine whether in fact it continues to qualify as a tax-exempt entity. It must also assess whether it has any tax positions associated with unrelated business income subject to income tax. Shreveport Green does not expect any of these tax positions to change significantly over the next twelve months. Any penalties related to late filing or other requirements would be recognized as penalties expense in the accounting records.

Shreveport Green is required to file U.S. Federal Form 990 for informational purposes. Its federal income tax filings for the tax years ended 2024 and beyond remain subject to examination by the Internal Revenue Service.

**Use of Estimates**

Management uses estimates and assumptions in preparing financial statements. Those estimates and assumptions affect the reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities, and the reported revenues and expenses. Actual results could differ from those estimates. Significant estimates include the useful lives of fixed assets and allocation of certain expenditures to grants and other programs.

**Cash and Cash Equivalents**

For purposes of the statement of cash flows, Shreveport Green considers all highly liquid investments purchased with original maturities of three months or less to be cash and cash equivalents.

**Property and Equipment**

Fixed assets are stated at cost, less accumulated depreciation, or fair value if donated. Depreciation and amortization are calculated using the straight-line method over the useful lives of the assets.

**Revenue and Support**

Shreveport Green adopted Accounting Standards Update (ASU) 2016-14, *Not-for-Profit Entities* (Topic 958): *Presentation of Financial Statements of Not-for-Profit Entities*. Under ASU 2016-14, Shreveport Green is required to report information regarding the financial position and activities according to two classes of net assets: assets with donor restrictions and assets without donor restrictions.

**Net Assets**

Assets without donor restrictions – The part of net assets that are not restricted by donor/grantor-imposed stipulations.

Assets with donor restrictions – The part of net assets that are restricted by donor/grantor-imposed stipulations.

**Revenue**

*Contributions* -- All donor-restricted contributions are reported as an increase in net assets with donor restrictions, depending on the nature of the restriction.

*(Continued)*

**Revenue and Support - (continued)**

When a donor restriction expires, that is, when a stipulated time restriction ends, or purpose restriction is accomplished, net assets with donor restrictions are reclassified as net assets without donor restrictions and reported in the statement of activities as net assets released from restrictions.

Revenue without donor restrictions and the related assets, which are set aside or otherwise designated by the board of directors for specific uses, are reflected as revenue without donor restrictions and net assets without donor restrictions in the accompanying financial statements.

*Conditional Contributions, Grants and Non-exchange Contracts* – Shreveport Green adopted ASU 2018-08 – "Not-for-Profit Entities (Topic 958): Clarifying the Scope and the Accounting Guidance for Contributions Received and Contributions Made." The ASU provides guidance on identifying conditions that would preclude the recognition of a contribution as revenue or affect the timing thereof. A condition represents a criterion Shreveport Green must achieve before becoming entitled to the transferred asset.

Cash and other assets received as conditional contributions, grants, and non-exchange contracts are accounted for as refundable advances on the statement of financial position until the condition has been substantially met or explicitly waived by the donor. Revenue is recognized on the date the condition was met as either an increase in net assets without donor restrictions or as an increase in net assets with donor restrictions if a time or purpose restrictions exist beyond the initial condition.

*Contributed Nonfinancial Assets* – Shreveport Green adopted ASU 2020-07, "Not-for Profit Entities (Topic 958): Presentation and Disclosure by Not-for-Profit Entities for Contributed Nonfinancial Assets." Shreveport Green reports gifts of land, buildings, and equipment as support without donor restrictions unless explicit donor stipulations specify how the donated assets must be used. Gifts of long-lived assets with explicit restrictions that specify how the assets are to be used and gifts of cash or other assets that must be used to acquire long-lived assets are reported as support with donor restrictions.

*(Continued)*

**Revenue and support – (concluded)**

Absent explicit donor stipulations about how long those long-lived assets must be maintained, Shreveport Green reports expirations of donor restrictions when the donated or acquired long-lived assets are placed in service. Shreveport Green's policy is to use contributed nonfinancial assets for general and administrative activities unless otherwise stipulated by explicit donor restrictions.

*Contracts with Customers* – Shreveport Green adopted Accounting Standards Codification (ASC) 606, "Revenue from Contracts with Customers." Revenues arising from contracts with customers are recognized at a point in time or over time according to the performance obligations specified or implied by the contract.

**Performance Obligations**

**Contracts for Services and Performance Obligations**

Revenue from contracts for services is recognized at a point in time directly associated with the completion of the service objective in an amount that reflects the consideration Shreveport Green expects to be entitled to in exchange for those services.

**Compensated Absences**

Full-time employees begin to earn general leave after six months of employment. Annual leave allowances range from 40 hours per year for employees with less than one year of service, 80 hours per year for employees with over one year of service, 120 hours for employees with more than five years of service and 160 hours of general leave for employees with over ten years of service. An employee may accumulate no more than 160 hours of annual leave. Unused leave cannot be carried over from year to year.

**Functional Expenses**

The costs of providing program and other activities have been summarized on a functional basis in the statement of activities. Accordingly, certain costs have been allocated among the program and supporting activities benefited. Such allocations are determined by management on an equitable basis. The expenses that are allocated include the following:

| Expenses | Method of Allocation |
|---|---|
| Salaries and benefits | Time and effort |

**Subsequent Events**

Management evaluated events subsequent to the Shreveport Green's most recent year end through June 29, 2026, the date the financial statements were available for issuance.

**Allowance for Doubtful Accounts**

Shreveport Green records an allowance for doubtful accounts based on specifically identified amounts believed to be uncollectible. Shreveport Green has a limited number of customers with individually large amounts due at any given balance sheet date. Any unanticipated change in one of those customers' credit worthiness or other matters affecting collectability of amounts due from such customers could have a material effect on the Shreveport Green's results of operations in the period in which such changes or events occur. After all attempts to collect a receivable have failed, the receivable is written off against the allowance. At December 31, 2025, the allowance for doubtful accounts totaled $0.

**1. Governmental Grants**

Shreveport Green received grants from the following governments to support litter prevention, beautification, recycling, and other community enhancement activities.

| | 2025 |
|---|---|
| City of Shreveport | **$75,000** |
| American Rescue Plan Act (ARPA) | **22,463** |
| Caddo Parish | **5,000** |
| | **$102,463** |

Governmental grants for the year ended December 31, 2025 include $22,463 received by Shreveport Green as a subrecipient of an ARPA grant administered by Caddo Parish. The grant is an activity-based cost reimbursement grant.

**2. Other Grant Revenue**

Shreveport Green received $109,100 in governmental grants in 2025 from Serve Louisiana for their ShreveCorps program. This program is a youth-based life experience and service-learning opportunity committed to building an ethic of service among young adults and training them to address local environmental and community concerns.

Non-governmental grants for the year ended December 31, 2025 also include $193,674 received by Shreveport Green from Sprout.

### 3. Other Public Support

Shreveport Green received contributions supporting specific programs during the year ended December 31, 2025. Income for these programs is as follows:

| | 2025 |
|---|---|
| Mobile Market | **$93,385** |
| Farm and Gardens | **229,748** |
| ShreveCorps | **-** |
| Tree Planting | **33,750** |
| Litter Abatement Projects | **2,500** |
| Keep Louisiana Beautiful | **2,500** |
| Other Specific Programs | **14,907** |
| | **$376,790** |

### 4. Contracts for Services

Shreveport Green provided certain services under cooperative endeavor agreements or similar contracts. Revenues recognized from contracts for services are as follows:

| | **2025** |
|---|---|
| DeSoto Parish hazardous waste collection | **$55,000** |
| City of Shreveport hazardous waste collection | **16,000** |
| | **$71,000** |

Revenue, disaggregated by timing of transfer of goods and services follows:

| | **2025** |
|---|---|
| Revenue recognized based on goods and services transferred to customers at a point in time | **$71,000** |

**5. Contract Balances**

Shreveport Green records contract assets and liabilities related to contracts with customers.

Contract assets consist of the organization's right to payment from customers for goods or services that have been provided to those customers, with the right to collection conditional on something other than the passage of time. Contract assets were $-0- for the year ended December 31, 2025.

Contract liabilities consist of the organization's obligations to transfer goods or services to customers for which the organization has received consideration from customers, including advance payments received from customers for future goods and services. Contract liabilities were $-0- for the year ended December 31, 2025.

Accounts receivable represent the organization's unconditional right to receive payment for the fulfillment of contract performance obligations or other conditions. Accounts receivable were $31,231 for the year ended December 31, 2025.

**6. Property and Equipment**

Depreciation for financial reporting purposes is provided on the straight-line method based upon the estimated useful lives of the assets as follows: buildings - 25 years; vehicles, equipment, and improvements - 3 to 10 years.

The major classifications of property and equipment as of December 31, 2025 were as follows:

| | **2025** |
|---|---|
| Buildings and improvement | **$202,506** |
| Automobiles | **149,371** |
| Leasehold improvements | **345,772** |
| Equipment – general | **62,346** |
| Furniture and fixtures | **2,828** |
| Equipment – neighborhood | **545** |
| | **763,638** |
| Accumulated depreciation | **(495,643)** |
| Property and equipment, net | **$267,725** |

**6. Property and Equipment – (continued)**

Depreciation and amortization expense for property and equipment totaled $58,148 for the year ended December 31, 2025.

**7. Grants Receivable**

Grants receivable consist of governmental and private grants for which Shreveport Green has fulfilled their grant obligations through the expenditure of funds for activities required under the grant. The grants receivable balance consisted of the following at December 31, 2025:

| | 2025 |
|---|---|
| Grants receivable | $22,463 |
| | $22,463 |

**8. Leases**

Shreveport Green has adopted FASB ASC 842, *Leases*. Under this Statement, a lessee is required to recognize a lease liability and an intangible lease right-of-use asset ("ROU").

Shreveport Green has the following lease obligations as of December 31, 2025:

Office equipment with an initial present value of $6,961, a stated annual interest rate of 6.0% included in 60 monthly payments of $135 beginning May 2021, and with an option to purchase the equipment for fair market value at the end of the lease term.

Office equipment with an initial present value of $4,741, a stated interest rate of 0% included in 63 monthly payments of $84 beginning April 2025, with no option to purchase the equipment at the end of the lease term.

*(Continued)*

**8. Leases (continued)**

The following schedule summarizes lease information for 2025:

| | |
|---|---|
| Expenses | |
| Operating lease expense | $2,423 |
| Total lease expense | $2,423 |

| | |
|---|---|
| Cash paid for amounts included in the measurement of lease and liabilities for operating leases: | |
| Operating cash flows | $2,423 |
| ROU assets obtained in exchange for lease liabilities: | |
| Operating leases | $4,596 |
| Weighed average remaining lease terms (in years): | |
| Operating leases | 1.4 |
| Weighed average discount rate: | |
| Operating leases | 4.5% |

| | Operating |
|---|---|
| Maturity Analysis | |
| 2026 | $1,435 |
| 2027 | 903 |
| 2028 | 903 |
| 2029 | 903 |
| 2030 and thereafter | 452 |
| Lease liability | $4,596 |

*(Continued)*

**8. Leases (concluded)**

In addition to the lease information presented above, Shreveport Green leases land from the City of Shreveport for $100 a year for ten years beginning in June 2021, with the option to renew the lease for three additional ten-year terms. Shreveport Green is responsible for improvements, maintenance, and utilities related to the activities conducted on the property.

Shreveport Green has 90 days from the expiration, termination, or revocation of the lease to remove any alterations, additions, or improvements made to the property and to repair any damage to the property cause by the removal of any such alterations, additions, or improvements. Management has not estimated any potential lease exist costs.

**9. Contributed Nonfinancial Assets**

Contributed nonfinancial assets without donor restrictions for the year ended December 31, 2025 included:

| | 2025 |
|---|---|
| Services | $200 |
| Goods and supplies | - |
| | $200 |

**10. Liquidity and Availability of Resources**

The board of directors is responsible for monitoring the liquidity necessary to meet the organization's operating needs. The board meets periodically throughout the year to evaluate the results of operations. As a part of the organization's liquidity management, it structures financial assets to be available as its general expenditures, liabilities, and other obligations come due. Management believes the organization has sufficient financial assets available for general operations.

The following reflects Shreveport Green's financial assets as of the statement of financial position date, reduced by amounts not available for general use because of contractual or donor-imposed restrictions within one year of the statement of financial position date.

| | 2025 |
|---|---|
| Financial assets at year end | **$783,458** |
| Less those unavailable for general expenditure within one year due to contractional or donor-imposed restrictions | - |
| Financial assets available to meet cash needs for general expenditures within one year | **$783,458** |

Shreveport Green's financial assets available within one year of the statement of financial position date for general expenditures are as follows:

| | 2025 |
|---|---|
| Cash and cash equivalents | **$729,764** |
| Accounts receivable | **31,231** |
| Grants receivable | **22,463** |
| Total financial assets | **$783,458** |

**11. Net Assets with Donor Restrictions**

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

| | 2025 |
|---|---|
| Management and general programs: | |
| Mobile Market | **$36,002** |
| Total net assets with donor restrictions | **$36,002** |

# Supplemental Material

# Shreveport Green

## Schedule of Compensation, Benefits and Other Payments to Agency Head

*Year Ended December 31, 2025*

| Lauren Jones, Executive Director | |
|---|---|
| Salary | $75,500 |
| Benefits-insurance | - |
| Benefits-retirement | - |
| Benefits-other | - |
| Car allowance | - |
| Per diem | - |
| Reimbursements – mileage | - |
| Reimbursements – other | - |
| Travel | - |
| Registration fees | - |
| Conference travel | - |
| Other | - |
| | $75,500 |

Year Ended December 31, 2025

1. The independent auditor's report expressed an unqualified opinion on the financial statements of Shreveport Green.

2. One material weakness in internal accounting control was disclosed in the independent auditor's report on internal control.

3. One audit finding was identified.

4. A separate management letter was not issued.

**2025-001 General Accounting Procedures**

Entity-Wide or Program/Department Specific
This finding is entity-wide.

Criteria or Specific Requirement
Pursuant to the requirements of AU Section 325, "Communicating Internal Control Related Matters Identified in an Audit," this condition represents a control deficiency that is also considered to be a material weakness in internal controls.

Condition
As is common in small organizations, management has chosen to engage the auditor to propose certain year-end adjusting journal entries and to prepare the Organization's annual financial statements. Consistent with this decision, internal controls over the preparation of year-end adjusting entries and annual financial statements, complete with notes, in accordance with generally accepted accounting principles have not been established, nor has management demonstrated an ability to perform these functions in-house.

Effect
The Organization does not have the resources (i.e. internal controls and expertise) to prepare the annual financial statements, complete with notes and free of material misstatement, in accordance with generally acceptable accounting principles. The auditor prepared the annual financial statements.

Cause
The entity is small and is unable to afford the staffing to meet the applicable criteria.

Recommendation
Whether or not it would be cost effective to cure a control deficiency is not a factor in applying the reporting requirements. Because prudent management requires that the potential benefit from an internal control must exceed its cost, it may not be practical to correct all deficiencies an auditor reports under AU Section 325. In this case, we do not believe that curing the material weakness described would be cost effective or practical and accordingly, do not believe any corrective action is necessary.

Management Response
As noted above, no recommendation is made, and no corrective action is necessary.

## Status of Prior Year's Findings
## Year Ended December 31, 2024

| Ref. No. | Fiscal Year Finding Initially Occurred | Description Of Finding | Condition Corrected | Corrective Action Taken |
|---|---|---|---|---|
| 2024-001 | 2014 | Reliance on auditors for preparation of GAAP basis financial statements. | No | No recommendation was made, and no corrective action was considered necessary. This finding was repeated as 2025-001. |