

**JAMES SAMARITAN
(A NONPROFIT ORGANIZATION)**

FINANCIAL STATEMENTS

**FOR THE YEARS ENDED
DECEMBER 31, 2024 AND 2023**

JAMES SAMARITAN
FINANCIAL STATEMENTS

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INDEPENDENT AUDITORS' REPORT

To the Board of Directors of
James Samaritan
Covington, Louisiana

Opinion

We have audited the accompanying financial statements of James Samaritan (a nonprofit organization), which comprise the statements of financial position as of December 31, 2024 and 2023, 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 financial statements referred to above present fairly, in all material respects, the financial position of James Samaritan as of December 31, 2024 and 2023, and the changes in its net assets, functional expenses, 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 audits in accordance with auditing standards generally accepted in the United States of America. 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 James Samaritan 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.

Change in Accounting Principle

As discussed in Notes 1 and 4 to the financial statements, James Samaritan adopted FASB ASC 842, Leases, which resulted in the recognition of an operating right-of-use asset and lease liability on the statements of net position. Our opinion is not modified with respect to this matter.

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 James Samaritan's ability to continue as a going concern within 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 it is not a guarantee that an audit conducted in accordance with generally accepted auditing standards will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in 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, 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 James Samaritan'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 James Samaritan's ability to continue as a going concern for a reasonable period of time.

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

Report on Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The Schedule of Compensation, Benefits and Other Payments to the Executive Director is presented for purposes of additional analysis and is not a required part of the 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 financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information 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 May 30, 2025, on our consideration of James Samaritan'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 James Samaritan'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 James Samaritan's internal control over financial reporting and compliance.

Bernard & Franks

Metairie, Louisiana
May 30, 2025

JAMES SAMARITAN

**STATEMENTS OF FINANCIAL POSITION
DECEMBER 31, 2024 AND 2023**

	2024	2023
ASSETS		
CURRENT ASSETS		
Cash and cash equivalents	\$ 150,573	\$ 112,734
Accounts receivable	9,752	20,564
Unconditional promise to give, net	69,728	71,429
Prepaid expenses	1,876	8,752
Total current assets	<u>\$ 231,929</u>	<u>\$ 213,479</u>
 PROPERTY AND EQUIPMENT, NET	 <u>\$ 11,372</u>	 <u>\$ 18,772</u>
 OTHER ASSETS		
Operating lease right-of-use asset, net	\$ 50,175	\$ 79,605
Long-term portion of unconditional promise to give, net	69,728	-
Total other assets	<u>\$ 119,903</u>	<u>\$ 79,605</u>
 Total assets	 <u><u>\$ 363,204</u></u>	 <u><u>\$ 311,856</u></u>
 LIABILITIES AND NET ASSETS		
CURRENT LIABILITIES		
Accounts payable	\$ 1,034	\$ 6,500
Accrued salaries and taxes	2,227	1,644
Operating lease liability	33,230	29,446
Total current liabilities	<u>\$ 36,491</u>	<u>\$ 37,590</u>
 LONG-TERM LIABILITY		
Operating lease liability	\$ 18,145	\$ 50,959
Total long-term liability	<u>\$ 18,145</u>	<u>\$ 50,959</u>
 NET ASSETS		
Without donor restrictions		
Undesignated	\$ 169,112	\$ 134,691
Designated	-	-
With donor restrictions	139,456	88,616
Total net assets	<u>\$ 308,568</u>	<u>\$ 223,307</u>
 Total liabilities and net assets	 <u><u>\$ 363,204</u></u>	 <u><u>\$ 311,856</u></u>

See Notes to Financial Statements.

JAMES SAMARITAN

**STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED DECEMBER 31, 2024**

	<u>Without Donor Restrictions</u>	<u>With Donor Restrictions</u>	<u>Total</u>
REVENUES, GAINS AND OTHER SUPPORT			
Contributions	\$ 111,626	\$ -	\$ 111,626
Grants	97,299	139,456	236,755
Interest	260	-	260
Net assets released from restrictions:			
Satisfaction of time and purpose restrictions	88,616	(88,616)	-
Total revenues, gains, and other support	<u>\$ 297,801</u>	<u>\$ 50,840</u>	<u>\$ 348,641</u>
EXPENSES			
Program Services			
Care and Comfort	\$ 17,571	\$ -	\$ 17,571
Outreach and Support	57,312	-	57,312
Life Network	43,673	-	43,673
Royal Family Kids Camp and Club	40,160	-	40,160
Support Services			
Management and general	95,717	-	95,717
Fund-raising	8,947	-	8,947
Total expenses	<u>\$ 263,380</u>	<u>\$ -</u>	<u>\$ 263,380</u>
Change in net assets	\$ 34,421	\$ 50,840	\$ 85,261
Net assets at beginning of year	<u>134,691</u>	<u>88,616</u>	<u>223,307</u>
Net assets at end of year	<u><u>\$ 169,112</u></u>	<u><u>\$ 139,456</u></u>	<u><u>\$ 308,568</u></u>

See Notes to Financial Statements.

JAMES SAMARITAN

STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED DECEMBER 31, 2023

	Without Donor Restrictions	With Donor Restrictions	Total
REVENUES, GAINS AND OTHER SUPPORT			
Contributions	\$ 166,633	\$ -	\$ 166,633
Grants	7,654	20,000	27,654
Interest	190	-	190
Net assets released from restrictions:			
Satisfaction of time restrictions	74,241	(74,241)	-
Total revenues, gains, and other support	\$ 248,718	\$ (54,241)	\$ 194,477
EXPENSES			
Program Services			
The Center	\$ 113,026	\$ -	\$ 113,026
Support Services			
Management and general	46,503	-	46,503
Fund-raising	21,755	-	21,755
Total expenses	\$ 181,284	\$ -	\$ 181,284
Change in net assets	\$ 67,434	\$ (54,241)	\$ 13,193
Net assets at beginning of year	67,257	142,857	210,114
Net assets at end of year	\$ 134,691	\$ 88,616	\$ 223,307

See Notes to Financial Statements.

JAMES SAMARITAN

**STATEMENT OF FUNCTIONAL EXPENSES
FOR THE YEAR ENDED DECEMBER 31, 2024**

	Program Services		
	Care and Comfort	Outreach and Support	Life Network
Compensation and related expenses	\$ 7,308	\$ 25,376	\$ 25,260
Accounting and auditing	-	-	-
Advertising	-	-	-
Bank fees	-	-	-
Contractor expense	-	-	-
Depreciation	-	-	-
Dues and subscriptions	-	-	-
Foster family gifts	10,196	14,443	4,221
Fund-raising	-	-	-
Insurance	-	-	-
Meetings, meals and travel	-	1,517	3,754
Miscellaneous	-	476	1,190
Occupancy			
Campground rental	-	-	1,600
Lease expense	-	10,520	5,563
Repairs and maintenance	-	412	-
Utilities	-	-	-
Office expense	-	164	-
Postage and shipping	-	-	-
Professional fees	-	-	-
Software	-	-	-
Supplies	67	4,404	2,062
Storage	-	-	-
Taxes and Licenses	-	-	23
Telephone	-	-	-
Website	-	-	-
Total expenses	<u>\$ 17,571</u>	<u>\$ 57,312</u>	<u>\$ 43,673</u>

See Notes to Financial Statements.

		Supporting Services		
Royal Family Kids Camp and Club		General and Administrative	Fund-raising	Total
\$	7,349	\$ 45,671	\$ -	\$ 110,964
-	-	7,500	-	7,500
-	-	135	-	135
-	-	297	-	297
-	-	3,370	2,050	5,420
-	-	7,400	-	7,400
-	-	1,437	60	1,497
250	-	2,487	-	31,597
757	-	1,275	1,672	3,704
-	-	1,213	-	1,213
6,542	-	1,930	3,507	17,250
2,800	-	202	-	4,668
10,296	-	-	-	11,896
5,563	-	13,554	-	35,200
-	-	231	-	643
-	-	5,695	-	5,695
-	-	772	-	936
-	-	426	-	426
-	-	15	-	15
-	-	509	-	509
6,603	-	975	1,658	15,769
-	-	-	-	-
-	-	-	-	23
-	-	-	-	-
-	-	623	-	623
\$	40,160	\$ 95,717	\$ 8,947	\$ 263,380

JAMES SAMARITAN

STATEMENT OF FUNCTIONAL EXPENSES
FOR THE YEAR ENDED DECEMBER 31, 2023

	<u>Program Service</u>	<u>Supporting Services</u>		
	<u>The Center</u>	<u>General and Administrative</u>	<u>Fund-raising</u>	<u>Total</u>
Compensation and related expenses	\$ 57,781	\$ 11,556	\$ 7,704	\$ 77,041
Accounting and auditing	-	7,855	-	7,855
Advertising	-	-	3,838	3,838
Bank fees	-	248	-	248
Depreciation	377	6,422	-	6,799
Dues and subscriptions	-	878	-	878
Foster family gifts	21,936	-	-	21,936
Fund-raising	-	-	6,025	6,025
Insurance	-	1,945	-	1,945
Meetings, meals and travel	-	2,029	-	2,029
Miscellaneous	-	591	-	591
Occupancy				
Lease expense	25,800	5,160	3,440	34,400
Repairs and maintenance	873	175	116	1,164
Utilities	4,743	949	632	6,324
Office expense	-	6,479	-	6,479
Postage and shipping	-	387	-	387
Professional fees	-	129	-	129
Software	-	563	-	563
Supplies	1,516	-	-	1,516
Storage	-	457	-	457
Telephone	-	680	-	680
Total expenses	<u>\$ 113,026</u>	<u>\$ 46,503</u>	<u>\$ 21,755</u>	<u>\$ 181,284</u>

See Notes to Financial Statements.

JAMES SAMARITAN

STATEMENTS OF CASH FLOWS
FOR THE YEARS ENDED DECEMBER 31, 2024 AND 2023

	2024	2023
CASH FLOWS FROM OPERATING ACTIVITIES		
Change in net assets	\$ 85,261	\$ 13,193
Adjustments to reconcile change in net assets to cash provided by operating activities:		
Depreciation expense	7,400	6,799
Amortization of right-of-use assets	400	800
Change in assets and liabilities:		
Accounts receivable	10,812	(20,564)
Unconditional promise to give	(68,027)	71,428
Prepaid expense	6,876	8,048
Accounts payable	(5,466)	(22,300)
Accrued salaries and taxes	583	1,644
Net cash provided by operating activities	<u>\$ 37,839</u>	<u>\$ 59,048</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Payments for property and equipment	<u>\$ -</u>	<u>\$ (6,048)</u>
Net cash used in investing activities	<u>\$ -</u>	<u>\$ (6,048)</u>
Increase in cash and cash equivalents	\$ 37,839	\$ 53,000
Beginning cash and cash equivalents	<u>\$ 112,734</u>	<u>59,734</u>
Ending cash and cash equivalents	<u><u>\$ 150,573</u></u>	<u><u>\$ 112,734</u></u>
SUPPLEMENTAL DISCLOSURE OF NON-CASH INFORMATION:		
Financing activities		
Right-of-use asset obtained in exchange for lease liability	\$ -	\$ 94,029
Operating lease liability arising from right-of-use asset	<u>\$ -</u>	<u>\$ 94,029</u>

See Notes to Financial Statements.

JAMES SAMARITAN
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2024 AND 2023

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Nature of Activities

James Samaritan (the "Organization") is a community based non-profit organization that partners with local, public and private child welfare organizations located in southeast Louisiana. James Samaritan fulfills requests to expedite safe placement of babies and children with kinship family members and to assist aged-out youth as they transition to adult unassisted life in the community. The Organization has received commendations and awards from numerous community groups recognizing their service to the foster care community.

The mission of the Organization states: We connect the community and church to create healthy support systems for kids and families in our foster care system. Engaging the community, creating positive connections, and empowering all those involved in foster care to reduce the need for governmental intervention.

For the year ended December 31, 2024, the Organization has expanded to operate the following programs:

Care and Comfort- This program meets the physical needs of children and youth in foster care. Needs are made known to the organization by a Department of Child and Family Services case worker and fulfilled by the office administrator. Resources provided this past year have included laptops, bed frames, mattresses, bedding, linens, a/c and heating units, pool and door alarms, fire extinguishers, gift cards for groceries, clothing items, bikes, birthday gifts, electric wheelchair lift for a van, cribs, strollers, car seats and more.

Life Network- This program meets the need for healthy relationships, safe recreation, and spiritual well-being for foster youth ages 16-21. At monthly "connect" events, youth and mentors spend time getting to know one another in a fun, recreational environment. As relationships are formed, youth who attend these events are eligible to apply to a 12 month mentoring program. Each quarter, they work through specific tasks with their mentor. If they are successful in achieving their goals, they receive a stipend to compensate them for the time they invested in the tasks. As physical needs are discovered, the program director is able to access funds from Care and Comfort to meet these requests.

Royal Family Kids Camp and Club- Addressing the relational and spiritual needs of foster children, this program begins with a week-long, overnight camp experience designed specifically for foster children ages 7-12. Campers attend at no charge to the state or their families and are paired with a screened and trained volunteer "big brother" or "big sister". The staff to camper ratio is 1-1, allowing for individual attention to be given to each child. After camp, campers are eligible to attend Royal Family Kids Club, a monthly mentoring program. At the Club, they are able to continue building relationships that were forged at camp. They receive group lessons in emotional regulation, participate in artistic expression, sports, games, recreation, and educational activities. Twice a year, RFK Club hosts a family get together to allow mentors to get to know the families. When physical needs are made known, the program director can request assistance from the Care and Comfort program to meet these needs.

JAMES SAMARITAN
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2024 AND 2023

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Nature of Activities (Continued)

Outreach and Support- This program meets physical needs as well as the need for relational support and connection of foster families with a multi-faceted approach. Each Tuesday and Thursday, local students meet with tutors after school for academic support. Mentor/tutors provide encouragement and accountability to motivate students towards their academic goals. Each August, this program provides over 50 foster children with new shoes and haircuts before the start of a new school year. And, in December, partners with local businesses to provide Christmas gifts for over 100 children and youth. To support foster parents and relative caregivers, this program hosts First Fridays for Foster Caregivers each month and teaches concepts of Trust Based Relational Intervention. And finally, this program has funds set aside specifically for individuals who are becoming certified foster parents in order to care for a relative who has been taken into foster care. These families are often caught off guard with no notice and need basic items like beds, dressers, bedding etc. to be certified to take care of their relatives.

Financial Statement Presentation

The Organization follows the financial statement presentation recommended by the Financial Accounting Standards Board (FASB) Accounting Standards Codification (ASC) topic 958, Not-for-Profit Entities. The Organization reports information regarding its financial position and activities according to two classes of net assets that are based upon the existence or absence of restrictions on use that are placed by its donors: net assets without donor restrictions and net assets with donor restrictions. The governing board has not designated net assets without donor restrictions, net assets for an operating reserve or a board-designated endowment. Net assets with donor restrictions are subject to donor-imposed restrictions. Some donor-imposed restrictions are temporary in nature, such as those that will be met by the passage of time or other events specified by the donor. Other donor-imposed restrictions are perpetual in nature, such as those that the donor stipulates those resources be maintained in perpetuity.

Net assets without donor restrictions – Net assets that are not subject to donor-imposed restrictions and may be expended for any purpose in performing the primary objectives of the Organization. These net assets may be used at the discretion of the Organization's management and the board of directors. The revenues received in conducting the mission of the Organization is included in this category.

Net assets with donor restrictions – Net assets subject to stipulations imposed by donors and grantors. Some donor restrictions are temporary in nature, those restrictions will be met by actions of the Organization or by the passage of time. Other restrictions are perpetual in nature, such as those that are restricted by a donor that the resources be maintained in perpetuity.

JAMES SAMARITAN
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2024 AND 2023

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Basis of Accounting

The financial statements have been prepared on the accrual basis of accounting and, accordingly, reflect all significant receivables, payables, and other assets and liabilities.

Cash and Cash Equivalents

For purposes of the statement of cash flows, the Organization considers all highly liquid investments with an initial maturity of three months or less to be cash and cash equivalents.

Accounts Receivable

The Organization considers accounts receivable to be fully collectible. The balance consists of payments due under a governmental reimbursable grant. If amounts due become uncollectible, they will be charged to operations when that determination is made.

Collection losses have historically not been significant. As of December 31, 2024 and 2023, management concluded that based on its review of accounts receivable balances outstanding, a valuation allowance was not required.

The Organization estimates credit losses associated with accounts receivable using as expected credit loss model, which utilizes an aging schedule methodology based on historical information and adjusted for asset-specific considerations and current economic conditions.

The Organization's approach considers a number of factors, including overall historical credit losses and payment experience, as well as current collection trends such as write-off frequency.

Use of Estimates

Managements uses estimated and assumptions in preparing the financial statements. Those estimates and assumptions affect the reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities, and the reported revenue and expenses. Actual results could differ from those estimates in the near term.

Promises to Give

Contributions are recognized when the donor makes a promise to give to the Organization that is, in substance, unconditional. Contributions that are restricted by the donor are reported as increases in net assets without donor restrictions, if the restrictions expire in the fiscal year in which the contributions are recognized. All other donor-restricted contributions are reported as increases in net assets with donor restrictions depending on the nature of the restrictions. When a restriction expires, net assets with donor restrictions are reclassified to net assets without donor restrictions.

JAMES SAMARITAN
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2024 AND 2023

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Promises to Give (continued)

Unconditional promises to give that are expected to be collected within one year are recorded at their net realizable value. If they are to be collected in future years, they are to be recorded at the present value of estimated future cash flows. The discount on these amounts are computed using a risk-free interest rate of 5% applicable to the year in which the contribution is made. Amortization of the discount is included in contribution revenue.

Property and Equipment

The Organization capitalizes all property and equipment with a cost in excess of \$1,000, if purchased, and a fair value of \$1,000 at date of donation if it is received by contribution. Donations of property and equipment are recorded as support without donor restrictions at their estimated fair value. If donors stipulate how long the assets must be used, the contributions are recorded as support with restrictions. In the absence of such stipulations, contributions of property and equipment are recorded as unrestricted support. Depreciation is provided over the estimated useful lives of the respective assets on a straight-line basis. Routine repairs and maintenance are expensed as incurred.

Leases

The Organization determines if an arrangement is a financing or operating lease at the inception of the agreement. Leases, with an initial term of over one year, are stated as right-of-use asset and operating lease liability in the statement of financial position. The Organization has elected to exclude leases with an initial term of one year or less from the requirements of the pronouncement.

The Organization applies judgment in determining whether a contract contains a lease and whether a lease is classified as an operating lease or a finance lease. The Organization defines the lease term as the non-cancellable term of the lease, which may include options to extend or terminate the lease when it is reasonably certain that the Organization will exercise that option. The lease term is used in determining the classification between an operating lease and a finance lease, calculating the lease liability, the right-of-use asset, and assigning the incremental borrowing rate.

Right-of-use assets represent the Organization's right to use an underlying asset for the lease term. Lease cost for lease payments is recognized on a straight-line basis over the lease term.

JAMES SAMARITAN
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2024 AND 2023

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Leases (continued)

The Organization is required to discount lease payments using the rate implicit in the lease if that rate is readily available. If that rate cannot be readily determined, the lessee is required to use its incremental borrowing rate. The Organization generally uses the incremental borrowing rate when initially recording real estate leases. Information from the lessor regarding the fair value of underlying assets and initial direct costs incurred by the lessor related to the leased assets is not available.

The Organization determines the incremental borrowing rate of each lease by estimating the credit rating of the Organization at the time the lease is recognized, referencing market yields corresponding to the credit rating and weighted average life of the lease, and factoring in other lease-specific factors such as assumed collateral.

Income Taxes

The Organization is a nonprofit organization and exempt from income taxes under Section 501(c)(3) of the Internal Revenue Code and classified by the Internal Revenue Code as other than a private foundation. The Organization believes that it has appropriate support for any tax positions taken and, as such, does not have any uncertain tax positions that are material to financial statements. The Organization's Federal Exempt Information Returns (Form 990) for 2022, 2023 and 2024 are subject to examination by the IRS, generally for three years after they were filed.

Concentrations

For the years ended December 31, 2024 and 2023, \$111,626 and \$166,633 or 37% and 67% of total revenue was received from contributions. Additionally, \$236,755 and \$27,654, or 62% and 33% of the Organization's total gross revenue was from grants. The Organization also had \$260 and \$190 of interest income.

Contributions and Grants

Contributions are recognized when the donor makes an unconditional promise to give. Contributions that are restricted by the donor are reported as increases in net assets without donor restrictions if the restrictions expire in the fiscal year in which the contributions were made. 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.

Gifts of long-lived operating assets such as land, buildings, or equipment are reported 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.

JAMES SAMARITAN
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2024 AND 2023

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

In-Kind Contributions and Contributed Services

In-kind contributions are reflected as contributions at their fair value at the date of donation and are reported as support without donor restrictions unless explicit donor stipulations specify how donated assets must be used. The Organization recognizes the fair value of contributed services received if such services a) create or enhance non-financial assets or b) require specialized skills that are provided by individuals possessing those skills and would typically need to be purchased if not contributed.

The Organization receives a significant amount of contributed time from volunteers that does not meet the recognition criteria described above. Accordingly, the value of this contributed time is not reflected in the accompanying financial statements.

Expense Allocation

The functional expense allocation between programs and supporting services was based on usage percentages as estimated by management.

Adopted Accounting Pronouncements

The Financial Accounting Standards Board (FASB) issued Accounting Standards Update (Update) No. 2016-02, Leases. The Update seeks to increase transparency and comparability among organizations by recognizing right-to-use (ROU) lease assets and liabilities on the Statement of Financial Position and disclosing essential information about leasing arrangements. The adoption of this Update had a material impact on the Organization's financial statements.

The Organization has adopted the Current Expected Credit Losses (CECL) accounting standard, as per Accounting Standards Update (ASU) No. 2016-13, "Financial Instruments – Credit Losses (Topic 326)." The standard introduces a new model for estimating credit losses on financial instruments. After a thorough evaluation, management has determined that the impact of adopting the CECL standard on the financial statements is immaterial. The Organization has considered factors such as historical loss experience, current economic conditions, and other relevant factors in its credit loss estimation process. As a result, the adoption of the CECL standard has not had a material impact on the Organization's financial position, results of operations, or cash flows.

JAMES SAMARITAN
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2024 AND 2023

NOTE 2. UNCONDITIONAL PROMISE TO GIVE

For the years ended December 31, 2024 and 2023, unconditional promise to give consisted of the following:

	2024	2023
Outstanding promises to give	\$ 150,000	\$ 75,000
Less: unamortized discount	10,544	3,571
Unconditonal promise to give, net	<u>\$ 139,456</u>	<u>\$ 71,429</u>
Current portion	\$ 69,728	\$ 71,429
Long-term portion	69,728	-
Total	<u>\$ 139,456</u>	<u>\$ 71,429</u>

NOTE 3. PROPERTY AND EQUIPMENT

Property and equipment at December 31, 2024 and 2023 consisted of the following:

	2024	2023	Useful Life
Furniture and equipment	\$ 41,342	\$ 41,342	5 to 7 years
Transportation	4,525	4,525	5 years
Less: accumulated depreciation	(34,495)	(27,095)	
Total capital assets, net	<u>\$ 11,372</u>	<u>\$ 18,772</u>	

Depreciation expense totaled \$7,400 and \$6,799 for the years ended December 31, 2024 and 2023, respectively.

NOTE 4. LEASES

The Organization entered into an operating lease for administrative and operational facilities beginning July 16, 2023, and expiring on July 16, 2026. The lease requires semiannual payments of \$2,800 through July 2024, increasing to \$3,000 for the remainder of the term.

Operating lease cost is recognized on a straight-line basis over the lease term. The components of lease expense are as follows:

	2024	2023
Operating lease cost	<u>\$ 35,200</u>	<u>\$ 34,400</u>
Total lease cost	<u>\$ 35,200</u>	<u>\$ 34,400</u>

JAMES SAMARITAN
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2024 AND 2023

NOTE 4. LEASES (Continued)

The following summarizes the weighted average remaining lease term and discount rate for the operating lease:

	<u>2024</u>	<u>2023</u>
Weighted average remaining lease term (years)	1.50	2.50
Weighted average discount rate	8.30%	8.30%

Future minimum lease payments due under the lease as of December 31, 2024, is as follows:

<u>Year Ending December 31st</u>	<u>Minimum rental payments</u>
2025	\$ 36,000
2026	<u>18,000</u>
Subtotal	54,000
Less: imputed interest	<u>(2,625)</u>
Total	<u>\$ 51,375</u>

NOTE 5. NET ASSETS WITH DONOR RESTRICTIONS

Net assets with donor restrictions consisted of the following:

	<u>2024</u>	<u>2023</u>	
Baptist Community Ministries Grant	\$ 139,456	\$ 71,429	Time-restricted
Oscar J. Tolmas Grant	<u>-</u>	<u>17,187</u>	Purpose-restricted
Total net asset with donor restrictions	<u>\$ 139,456</u>	<u>\$ 88,616</u>	

NOTE 6. LIQUIDITY

The following reflects the Organization's financial assets as of December 31, 2024 and 2023 for general expenditures within one year and does not include long term assets because of donor-imposed restrictions.

Financial assets at year-end:	<u>2024</u>	<u>2023</u>
Cash and cash equivalents	\$ 150,573	\$ 112,734
Accounts receivable	9,752	20,564
Unconditional promises to give, current portion	<u>69,728</u>	<u>71,429</u>
Financial assets available to meet cash needs for general expenditure within one year	<u>\$ 230,053</u>	<u>\$ 204,727</u>

JAMES SAMARITAN
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2024 AND 2023

NOTE 6. LIQUIDITY (Continued)

As part of the Organization's liquidity management, management structures its financial assets to be available as its general expenditures, liabilities, and other obligations come due. Additionally, management expects that its social enterprise will provide funds to the Organization in addition to its efforts to raise funds from its donor base.

NOTE 7. COMPENSATION

The members of the Board of Directors serve the Organization in their capacity as Board members without compensation.

NOTE 8. SUBSEQUENT EVENTS

Management has evaluated subsequent events through May 30, 2025, the date which the financial statements were available for use. Management's evaluation revealed no subsequent events that require adjustment to or disclosure in the financial statements.

SPECIAL REPORTS OF CERTIFIED PUBLIC ACCOUNTANTS



**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***

To the Board of Directors of
James Samaritan
Covington, 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 James Samaritan (a nonprofit organization), which comprise the statements of financial position as of December 31, 2024 and 2023, and the related statements of activities, and cash flows for the years then ended, and the related notes to the financial statements, and have issued our report thereon dated May 30, 2025

Report on Internal Control over Financial Reporting

In planning and performing our audit of the financial statements, we considered James Samaritan'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 James Samaritan's internal control. Accordingly, we do not express an opinion on the effectiveness of James Samaritan'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.

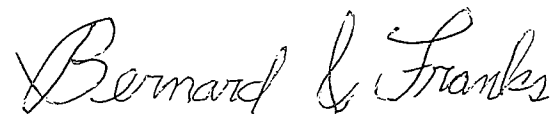
Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses or significant deficiencies may exist that were not identified.

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether James Samaritan'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 no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

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 the organization's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the organization's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

A handwritten signature in cursive script that reads "Bernard & Franks".

Metairie, Louisiana
May 30, 2025

JAMES SAMARITAN
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEARS ENDED DECEMBER 31, 2024 AND 2023

SUMMARY OF AUDIT RESULTS

1. The auditors' report expresses an unmodified opinion on the financial statements of James Samaritan, which was prepared in accordance with generally accepted accounting principles 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.
2. No significant deficiencies or material weaknesses in internal control were disclosed during the audit of the financial statements as reported in the Independent Auditors' 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*.
3. No instances of noncompliance material to the financial statements of James Samaritan were disclosed in the Independent Auditors' 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*.
4. No management letter was issued for the years ended December 31, 2024 and 2023.
5. James Samaritan did not expend more than \$750,000 in federal awards during the years ended December 31, 2024 and 2023, and therefore, is exempt from the audit requirements under the *Uniform Guidance*.

FINDINGS-FINANCIAL STATEMENTS

There were no findings for the years ended December 31, 2024 and 2023.

FINDINGS-FEDERAL AWARD FINDINGS AND QUESTIONED COSTS

This is not applicable to the Organization for the years ended December 31, 2024 and 2023.

REPORT BY MANAGEMENT

JAMES SAMARITAN

**SCHEDULE OF PRIOR YEAR AUDIT FINDINGS
YEAR ENDED DECEMBER 31, 2024**

There were no findings for the year ended December 31, 2023.

SUPPLEMENTARY INFORMATION

JAMES SAMARITAN
SCHEDULE OF COMPENSATION, BENEFITS, AND
OTHER PAYMENTS TO THE EXECUTIVE DIRECTOR
FOR THE YEAR ENDED DECEMBER 31, 2024

<u>Purpose:</u>	<u>Julie Wondergem</u>
Salary	\$ 45,000
Reimbursements	56
Total	<u>\$ 45,056</u>