LUKE'S HOUSE: A CLINIC FOR HEALING AND HOPE

FINANCIAL STATEMENTS

December 31, 2025 and 2024

Luke's House
a clinic for healing and hope

CONTENTS

Wegmann Dazet
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INDEPENDENT ACCOUNTANT'S REVIEW REPORT

To the Board of Directors
Luke's House: A Clinic for Healing and Hope
New Orleans, Louisiana

We have reviewed the accompanying financial statements of Luke's House: A Clinic for Hope and Healing (a nonprofit 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. A review includes primarily applying analytical procedures to management's financial data and making inquiries of company management. A review is substantially less in scope than an audit, the objective of which is the expression of an opinion regarding the financial statements as a whole. Accordingly, we do not express such an opinion.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement whether due to fraud or error.

Accountant's Responsibility

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

We are required to be independent of Luke's House: A Clinic for Hope and Healing and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements related to our reviews.

Accountant's Conclusion

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

Supplementary Information

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 financial statements. The supplementary information has been subjected to the review procedures applied in our review of the basic financial statements. We are not aware of any material modifications that should be made to the supplementary information in order for it to be in accordance with accounting principles generally accepted in the United States of America. We have not audited the supplementary information and do not express an opinion on such information.

Metairie, Louisiana
June 29, 2026

Wegmann Dazet

LUKE'S HOUSE: A CLINIC FOR HEALING AND HOPE
STATEMENTS OF FINANCIAL POSITION

December 31, 2025 and 2024

	2025	2024
ASSETS		
Current assets		
Cash and cash equivalents	$ 310,950	$ 395,986
Promises to give	10,310	21,231
Grants receivable	65,753	26,667
Prepaid expenses	2,061	-
Total current assets	389,074	443,884
Property and equipment, net	27,162	21,937
Right of use asset, net	10,203	34,012
Total assets	$ 426,439	$ 499,833
LIABILITIES		
Current liabilities		
Accounts payable	$ 7,881	$ 3,965
Credit card payable	7,020	5,968
Current portion of operating lease liability	10,203	23,809
Total liabilities	25,104	33,742
Operating lease liability, net	-	10,203
Total liabilities	25,104	43,945
NET ASSETS		
Net assets		
Without donor restrictions	370,818	408,898
With donor restrictions	30,517	46,990
Total net assets	401,335	455,888
Total liabilities and net assets	$ 426,439	$ 499,833

See Independent Accountant's Review Report and accompanying Notes to Financial Statements.

LUKE'S HOUSE: A CLINIC FOR HEALING AND HOPE
STATEMENT OF ACTIVITIES

For the Year Ended December 31, 2025

	Without Donor Restrictions	With Donor Restrictions	Total
Revenues			
Donations	$ 40,932	$ -	$ 40,932
Grants	248,028	173,189	421,217
Other income	19,099	-	19,099
Interest income	4,235	-	4,235
In-kind contributions	148,055	-	148,055
Net assets released from restrictions	189,662	(189,662)	-
Total revenues	650,011	(16,473)	633,538
Expenses			
Program services			
Eye clinic	72,335	-	72,335
General clinic	148,693	-	148,693
Women's clinic	90,075	-	90,075
Mental health clinic	56,625	-	56,625
Medical education	26,772	-	26,772
Health education	45,277	-	45,277
Patient navigation	81,713	-	81,713
Asylum clinic	29,030	-	29,030
Supporting services			
Fundraising	65,950	-	65,950
General and administrative	71,621	-	71,621
Total expenses	688,091	-	688,091
Change in net assets	(38,080)	(16,473)	(54,553)
Net assets			
Beginning of year	408,898	46,990	455,888
End of year	$ 370,818	$ 30,517	$ 401,335

LUKE'S HOUSE: A CLINIC FOR HEALING AND HOPE

STATEMENT OF ACTIVITIES

For the Year Ended December 31, 2024

	Without Donor Restrictions	With Donor Restrictions	Total
Revenues			
Donations	$ 29,766	$ -	$ 29,766
Grants	191,860	194,172	386,032
Other income	18,128	-	18,128
Interest income	5,477	-	5,477
In-kind contributions	101,435	-	101,435
Net assets released from restrictions	310,884	(310,884)	-
Total revenues	657,550	(116,712)	540,838
Expenses			
Program services			
Eye clinic	37,676	-	37,676
General clinic	113,945	-	113,945
Women's clinic	83,158	-	83,158
Mental health clinic	41,886	-	41,886
Medical education	47,903	-	47,903
Health education	55,082	-	55,082
Patient navigation	85,524	-	85,524
Asylum clinic	35,984	-	35,984
Supporting services			
Fundraising	24,781	-	24,781
General and administrative	47,049	-	47,049
Total expenses	572,988	-	572,988
Change in net assets	84,562	(116,712)	(32,150)
Net assets			
Beginning of year	324,336	163,702	488,038
End of year	$ 408,898	$ 46,990	$ 455,888

See Independent Accountant's Review Report and accompanying Notes to Financial Statements.

LUKE'S HOUSE: A CLINIC FOR HEALING AND HOPE
STATEMENT OF FUNCTIONAL EXPENSES
For the Year Ended December 31, 2025

	Program Services								Supporting Services		
	Eye Clinic	General Clinic	Women's Clinic	Mental Health Clinic	Medical Education	Health Education	Patient Navigation	Asylum Clinic	Fundraising	General & Administrative	Total
Advertising	$ 46	$ 78	$ 70	$ 38	$ 28	$ 47	$ 86	$ 23	$ 34	$ 26	$ 476
Bad debt	-	-	-	-	-	-	-	-	-	3,335	3,335
Benefits	3,547	6,066	5,434	2,963	2,194	3,664	6,678	1,771	2,610	2,124	37,051
Depreciation	457	782	700	382	283	472	860	228	336	274	4,774
Dues and subscriptions	29	50	45	25	18	30	55	15	22	18	307
Equipment	-	754	-	-	-	-	-	-	-	-	754
Donated professional services	26,560	59,475	13,870	16,200	-	-	-	6,650	-	-	122,755
Donated use of facilities	-	-	-	-	-	-	-	-	-	25,300	25,300
Insurance	976	1,669	1,495	815	604	1,008	1,838	488	718	584	10,195
IT	481	822	736	402	297	497	905	240	354	287	5,021
Labs	-	2,671	9,754	-	-	-	-	-	-	-	12,425
Lease	1,578	2,699	2,418	1,318	977	1,630	2,972	788	1,161	946	16,487
Meetings	-	-	-	-	-	-	-	-	-	277	277
Patient assistance	-	10,165	419	2,307	-	-	-	-	-	-	12,891
Payroll taxes	1,553	4,141	3,882	2,329	1,708	3,261	5,435	1,553	1,139	879	25,880
Professional fees	-	-	-	-	-	-	-	-	35,000	15,270	50,270
Salaries	31,438	53,771	48,167	26,260	19,452	32,476	59,196	15,696	23,135	18,826	328,417
Staff development	255	435	390	212	157	263	479	127	187	152	2,657
Stipends	-	-	-	1,950	-	-	-	600	-	-	2,550
Supplies	3,711	2,200	84	-	-	168	-	-	-	2,300	8,463
Subcontractors	863	1,476	1,322	721	534	892	1,625	431	635	518	9,017
Utilities	705	1,206	1,080	589	436	728	1,327	352	519	422	7,364
Volunteer appreciation	136	233	209	114	84	141	257	68	100	83	1,425
Total expenses	$ 72,335	$ 148,693	$ 90,075	$ 56,625	$ 26,772	$ 45,277	$ 81,713	$ 29,030	$ 65,950	$ 71,621	$ 688,091

See Independent Accountant's Review Report and accompanying Notes to Financial Statements.

LUKE'S HOUSE: A CLINIC FOR HEALING AND HOPE
STATEMENT OF FUNCTIONAL EXPENSES

For the Year Ended December 31, 2024

	Program Services								Supporting Services		
	Eye Clinic	General Clinic	Women's Clinic	Mental Health Clinic	Medical Education	Health Education	Patient Navigation	Asylum Clinic	Fundraising	General & Administrative	Total
Advertising	$ 71	$ 190	$ 178	$ 107	$ 83	$ 154	$ 249	$ 71	$ 47	$ 36	$ 1,186
Benefits	1,952	5,205	4,880	2,928	2,277	4,229	6,832	1,952	1,301	976	32,532
Building maintenance and repairs	62	166	155	93	72	134	217	62	41	31	1,033
Depreciation	281	750	704	422	328	610	985	281	188	141	4,690
Dues and subscriptions	24	65	61	37	28	53	85	24	16	12	405
Equipment	-	777	-	-	-	-	-	-	-	840	1,617
Donated professional services	9,172	32,803	8,001	-	16,659	-	-	9,500	-	-	76,135
Donated use of facilities	-	-	-	-	-	-	-	-	-	25,300	25,300
Insurance	580	1,547	1,450	870	677	1,257	2,030	580	387	290	9,668
IT	270	719	674	405	315	584	944	270	180	135	4,496
Labs	-	2,381	9,551	-	-	-	-	-	-	-	11,932
Lease	1,484	3,957	3,710	2,226	1,731	3,215	5,194	1,484	989	742	24,732
Meetings	15	40	38	23	18	33	53	15	10	8	253
Patient assistance	1,486	6,366	247	-	-	727	-	-	-	-	8,826
Payroll taxes	1,432	3,820	3,581	2,149	1,576	3,008	5,014	1,374	1,051	870	23,875
Professional fees	1,304	3,477	3,259	1,956	1,521	2,825	4,563	1,304	869	652	21,730
Salaries	18,513	47,525	44,565	29,433	21,525	35,438	56,466	18,240	19,151	14,689	305,545
Staff development	248	660	619	370	289	536	866	248	165	124	4,125
Supplies	203	1,954	39	-	129	1,024	-	-	-	1,915	5,264
Utilities	478	1,276	1,196	717	558	1,037	1,674	478	319	239	7,972
Volunteer appreciation	101	267	250	150	117	218	352	101	67	49	1,672
Total expenses	$ 37,676	$ 113,945	$ 83,158	$ 41,886	$ 47,903	$ 55,082	$ 85,524	$ 35,984	$ 24,781	$ 47,049	$ 572,988

LUKE'S HOUSE: A CLINIC FOR HEALING AND HOPE

STATEMENTS OF CASH FLOWS

For the Years Ended December 31, 2025 and 2024

	2025	2024
Cash flows from operating activities:		
Change in net assets	$ (54,553)	$ (32,150)
Adjustments to reconcile change in net assets to net cash used by operating activities:		
Depreciation	4,774	4,690
Non-cash operating lease expense	23,809	22,881
(Increase) decrease in operating assets:		
Promises to give	10,921	41,001
Grants receivable	(39,086)	(26,667)
Prepaid expenses	(2,061)	-
Increase (decrease) in operating liabilities:		
Accounts payable	3,916	(2,533)
Credit card payable	1,052	4,969
Operating lease liability	(23,809)	(22,881)
Net cash used by operating activities	(75,037)	(10,690)
Cash flows from investing activities:		
Purchase of property and equipment	(9,999)	-
Net cash used by investing activities	(9,999)	-
Net decrease in cash and cash equivalents	(85,036)	(10,690)
Cash and cash equivalents at beginning of year	395,986	406,676
Cash and cash equivalents at end of year	$ 310,950	$ 395,986

1) Nature of activities

Luke's House: A Clinic for Healing and Hope (the "Organization" or "Luke's House") is a place of medical and spiritual hope, health and healing for the people of Greater New Orleans, to provide patient centered experiences for students, and to open a doorway to long-term healthcare solutions. Luke's House provides medical and mental health services as well as immunizations and prescription assistance to those in need by volunteer physicians and nurses.

2) Summary of significant accounting policies

(a) Net assets
Donations and grants received are recorded as without donor restrictions or with donor restrictions. Support that is not restricted by the donor is reported as an increase in net assets without donor restrictions. All other donor restricted support is reported as an increase in net assets with donor restrictions. When a restriction expires (that is when a stipulated time restriction ends or purpose restriction is accomplished), donor restricted net assets are reclassified to net assets without donor restrictions and reported in the statements of activities as net assets released from restrictions.

(b) Income taxes
The Organization has received a tax-exempt ruling under Section 501(c)(3) of the Internal Revenue Code, and accordingly, is not subject to federal taxes unless the Organization has unrelated trade or business income.

The Organization adopted the provisions of Accounting Standards Codification (ASC) 740, *Accounting for Uncertainty in Income Taxes.* Management of the Organization believes it has no material uncertain tax positions, and accordingly it will not recognize any liability for unrecognized tax benefits. With few exceptions, the Organization is not subject to U.S. federal and state examinations by tax authorities beyond three years from the filing of those returns.

(c) Estimates
The preparation of financial statements in conformity with accounting principles generally accepted in the United States requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

(d) Cash and cash equivalents
For purposes of the statements of cash flows, the Organization considers all unrestricted highly liquid investments with an initial maturity of three months or less to be cash equivalents.

(e) Property and equipment
Property and equipment are recorded at cost. Donations of property and equipment are recorded as property and equipment at their estimated fair value. It is the Organization's policy to depreciate the assets over their estimated useful life of five (5) to ten (10) years using the straight-line depreciation method. Expenditures for maintenance and repairs are charged to expense as incurred.

2) Summary of significant accounting policies (continued)

(f) Functional expenses

The costs of programs and supporting services have been summarized on a functional basis in the statements of activities. The statements of functional expenses present the natural classification detail of expenses by function. Accordingly, certain costs have been allocated among the programs and supporting services benefited. The financial statements report certain categories of expenses that are attributed to more than one program or supporting function. Therefore, expenses require allocation on a reasonable basis that is consistently applied. The expenses that are allocated include occupancy and depreciation which are allocated on a square footage basis, as well as salaries and wages, benefits, payroll taxes, professional services, office expense, information technology, interest, insurance, and other, which are allocated on the basis of estimates of time and effort.

(g) Promises to give

Unconditional promises to give that are expected to be collected within one year are recorded at net realizable value. Unconditional promises to give that are expected to be collected in future years are recorded at the present value of their estimated future cash flows. Conditional promises are recorded when all conditions have been met. 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 and reported in the statements of activities as net assets released from restrictions. Cash or other assets received prior to the condition being met are recorded as refundable advances. Allowance for uncollectable promises to give is determined based on historical experience, an assessment of economic conditions, and a review of subsequent collections. Promises to give are written off when deemed uncollectible. At December 31, 2025 and 2024, the Organization believes there are no uncollectable accounts, therefore, no allowance is necessary.

(h) Grants receivable

Grants receivable represents amounts due from foundations and other organizations. The Organization receives grant funding from various agencies for administering various programs. Allowance for uncollectable grant receivables are determined based on historical experience, an assessment of economic conditions, and a review of subsequent collections. Balances are written off when deemed uncollectible. At December 31, 2025 and 2024, the Organization believes there are no uncollectable accounts, therefore, no allowance is necessary.

(i) In-kind contributions

Donated services are recognized at fair market value as contributions if the services create or enhance nonfinancial assets or require specialized skills, are performed by individuals with those skills, and would otherwise be purchased.

The Organization received contributed professional services during the years ended December 31, 2025 and 2024, with a fair value on the date of donation of $122,755 and $76,135, respectively.

The Organization received contributed donated use of facilities during the years ended December 31, 2025 and 2024, with a fair value on the date of donation of $25,300.

2) Summary of significant accounting policies (continued)

(i) In-kind contributions (continued)

In addition to contributed nonfinancial assets, volunteers contribute time to administration; however, the financial statements do not include the value of these contributed services because they do not meet the recognition criteria under Financial Accounting Standards Board (FASB) ASC 958, *Not-For-Profit Entities.*

(j) Fundraising

All expenses associated with fundraising are expensed as incurred.

(k) Advertising

Advertising costs are expensed as incurred. Advertising expenses for the years ended December 31, 2025 and 2024 were $476 and $1,186 respectively.

(l) Revenue recognition

The Organization recognizes contributions when cash, securities or other assets, an unconditional promise to give, or a notification of a beneficial interest is received. Conditional promises to give, that is, those with a measurable performance or other barrier and a right of return, are not recognized until the conditions on which they depend have been met.

(m) Right of use leased assets and liabilities

Right to use leased assets and the related liabilities are recognized at the lease commencement date and represent the Organization's right to use an underlying asset and lease obligations for the lease term. Right to use leased assets are measured at the initial value of the lease liability plus any payments made to the lessor before the commencement of the lease term, less any lease incentives received from the lessor at or before the commencement of the lease term, plus any initial direct costs necessary to place the lease asset into service. Right to use leased assets are amortized over the shorter of the lease term or the useful life of the underlying asset using the straight-line method. Leases with an initial term of 12 months or less are not recorded on the statements of financial position.

(n) Impairment of long-lived assets and right of use assets

The Organization reviews the carrying value of property and equipment for impairment whenever events or circumstances indicate the carrying value of an asset may not be recoverable from the estimated future cash flows expected to result from its use and eventual disposition. In cases where undiscounted expected future cash flows are less than the carrying value, an impairment loss is recognized equal to an amount by which the carrying value exceeds the fair value of assets. The Organization did not recognize any impairment losses in 2025 or 2024 related to assets held for use of sale.

The Organization evaluates whether events and circumstances have occurred that indicate the operating lease of right of use assets have been impaired. Measurement of any impairment is based on estimated fair values. Once a right of use assets is impaired, the carrying value of the right of use asset is reduced through expense and the remaining balance is subsequently amortized on a straight-line basis. The Organization determined that the carrying amount of right of use assets has not exceeded its fair value; accordingly, no impairment losses exist.

3) Property and equipment

A summary of property and equipment are as follows as of December 31, 2025 and 2024:

	2025	2024
Furniture and fixtures	$ 2,428	$ 2,428
Computers and equipment	88,243	78,243
Total cost	90,671	80,671
Less accumulated depreciation	(63,509)	(58,734)
Property and equipment, net	$ 27,162	$ 21,937

4) Operating lease

The Organization leases a property in New Orleans. The Organization is a not a lessee in any contracts classified as finance leases. As of December 31, 2025, the weighted average remaining lease term for the operating lease was approximately 0.5 years and the weighted average discount rate was approximately 3.98%. This lease does not contain significant residual value guarantees and does not impose significant restrictions or covenants. Operating lease expense for the years ended December 31, 2025 and 2024 was $16,487 and $24,732, respectively.

As of May 1, 2026, the Organization is now operating under a month-to-month lease.

The following table reconciles the undiscounted cash flows of the remaining year to lease liabilities recorded on the statements of financial position at December 31, 2025:

Year Ending December 31st	Amount
2026	$ 10,305
Present value discount	(102)
Total lease liabilities	10,203
Less current portion	(10,203)
Lease liabilities, less current portion	$ -

5) Concentrations of credit risk

Financial instruments that potentially subject the Organization to concentrations of credit risk consist principally of cash deposits. Accounts at each institution are insured by the Federal Deposit Insurance Corporation (FDIC) up to certain limits. The Organization may, at times, have deposits in excess of the FDIC insured limits. The Organization has not experienced any losses in such accounts. The Organization has no policy requiring collateral or other security to support its deposits. Credit risk associated with grants receivable and promises to give are limited due to high historical collection rates.

At December 31, 2025, promises to give and grants receivable consisted of two grantors and one donor which accounted for 84% of the Organization's total promises to give and grants receivable. At December 31, 2024, promises to give consisted of two donors which accounted for 88% of the Organization's total promises to give.

5) Concentrations of credit risk (continued)

In 2025, there were two donors and one grantor who contributed 59% of the Organization's total revenue. In 2024, there were four donors and one grantor who contributed 79% of the Organization's total revenue.

6) Retirement plan

The Organization provides retirement benefits to its employees through a simple IRA plan covering all eligible employees. The Organization matches the employee's elective deferral up to 5% of the employee's compensation. Contributions to the plan during the years ended December 31, 2025 and 2024 were $10,094 and $7,718, respectively.

7) Net assets with donor restrictions and net assets released from restrictions

Net assets with donor restrictions are restricted for the following purposes or time restrictions at December 31, 2025 and 2024:

	2025	2024
Subject to the passage of time		
Xavier Community Forums	$ -	$ 453
2025 GNO Gulf State Eyes Surgery	-	26,804
MHSF Patient Navigation 2024-2025	-	19,733
2025-2026 Americares Migrant Support	8,754	-
NAFC - Sun Safety 2025	13,455	-
MHSF 2025-2026	8,308	-
Total net assets with donor restrictions	$ 30,517	$ 46,990

Net assets were released from donor restrictions by incurring expenses satisfying the restricted purposes or by occurrence of the passage of time or other events specified by the donors as follows for the years ended December 31, 2025 and 2024:

	2025	2024
Expiration of time restrictions	$ 46,990	$ 163,249
Satisfaction of purpose restrictions		
2025 GNOF Gulf State Eyes Surgery	-	3,196
LBCHP 2024-2025 Contract	28,370	42,091
MHSF Patient Navigation 2024-2025	-	40,267
2023-2024 Urban Institute	-	28,688
LBCHP 2023-2024 Contract	-	33,393
2025-2026 Americares Migrant Support	11,246	-
NAFC - Sun Safety 2025	6,545	-
McClure 2025	10,000	-
LBCHP 2025-2026 Contract	34,819	-
MHSF 2025-2026	51,692	-
Total net assets released from restrictions	$ 189,662	$ 310,884

8) Liquidity and availability

Financial assets available for general expenditure, that is, without donor or other restrictions limiting their use, within one year of the statements of financial position date, comprise the following:

Cash and cash equivalents	$	310,950
Promises to give		10,310
Grants receivable		65,753
Less: financial assets subject to donor restrictions		(30,517)
	$	356,496

9) Commitments and contingencies

The Organization may be subject to claims and judgements that may arise in the normal course of business. The Organization believes that any liability that may ultimately result from these matters will not have a material adverse effect on the financial position of the Organization.

10) Subsequent events

Management has evaluated subsequent events through the date of the independent accountant's review report, the date which the financial statements were available to be issued. There were no material subsequent events that required recognition or additional disclosure in these financial statements.

LUKE'S HOUSE: A CLINIC FOR HEALING AND HOPE
SCHEDULE OF COMPENSATION, BENEFITS, AND OTHER
PAYMENTS TO AGENCY HEAD
For the Year Ended December 31, 2025

SUMMARY OF COMPENSATION

Saegan Swanson
Executive Director

- None of the agency head’s compensation was derived from state and/or local assistance.

LUKE'S HOUSE: A CLINIC FOR HEALING AND HOPE
SCHEDULE OF FINDINGS AND RESPONSES
For the Year Ended December 31, 2025

2025 Findings Related to the Financial Statements

No findings noted.

2024 Findings Related to the Financial Statements

No findings noted.