

ELLIS MARSALIS CENTER FOR MUSIC, INC.

NEW ORLEANS, LOUISIANA

FINANCIAL STATEMENTS

AS OF AND

FOR THE YEAR ENDED

DECEMBER 31, 2025



ERICKSEN KRENTEL LLP
CERTIFIED PUBLIC ACCOUNTANTS • CONSULTANTS

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INDEPENDENT ACCOUNTANTS' COMPILATION REPORT

To the Board of Directors of
Ellis Marsalis Center for Music, Inc.
New Orleans, Louisiana

Management is responsible for the accompanying financial statements of Ellis Marsalis Center for Music, Inc. (a nonprofit organization), which comprise the statement of financial position as of December 31, 2025, and the related statements of activities, functional expenses, and cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America. We have performed a compilation engagement in accordance with Statements on Standards for Accounting and Review Services promulgated by the Accounting and Review Services Committee of the AICPA. We did not audit or review the financial statements nor were we required to perform any procedures to verify the accuracy or completeness of the information provided by management. We do not express an opinion, a conclusion, nor provide any assurance on these financial statements.

Management has elected to omit substantially all disclosures required by accounting principles generally accepted in the United States of America. If the omitted disclosures were included in the financial statements, they might influence the user's conclusions about the Organization's financial position, changes in net assets, and cash flows. Accordingly, the financial statements are not designed for those who are not informed about such matters.

The supplementary information contained in Schedule 1, as required by Louisiana Revised Statute 24:513 A.(3), 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. The supplementary information was subject to our compilation engagement. We have not audited or reviewed the supplementary information and do not express an opinion, a conclusion, nor provide any assurance on such information.

June 16, 2026
New Orleans, Louisiana

Erickson Krentel, LLP
Certified Public Accountants

ELLIS MARSALIS CENTER FOR MUSIC, INC.
STATEMENT OF FINANCIAL POSITION
DECEMBER 31, 2025

(See Independent Accountants' Compilation Report)

ASSETS:

Cash and cash equivalents	\$ 864,930
Investments	1,185,585
Grants receivable, net of discount	445,982
Prepaid expenses	70,529
Property and equipment, net	7,304,183
Deposits	<u>6,121</u>
 Total assets	 <u><u>\$ 9,877,330</u></u>

LIABILITIES:

Accounts payable	\$ 17,344
Accrued liabilities	39,417
Long-term debt	<u>481,918</u>
 Total liabilities	 <u>538,679</u>

NET ASSETS:

Without donor restrictions	8,782,542
With donor restrictions	<u>556,109</u>
 Total net assets	 <u>9,338,651</u>
 Total liabilities and net assets	 <u><u>\$ 9,877,330</u></u>

ELLIS MARSALIS CENTER FOR MUSIC, INC.
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED DECEMBER 31, 2025

(See Independent Accountants' Compilation Report)

	Without Donor Restrictions	With Donor Restrictions	Total
<u>SUPPORT AND OTHER REVENUES:</u>			
Grants	\$ 1,267,852	\$ 1,096,234	\$ 2,364,086
Contributions	495,854	54,700	550,554
In-kind contributions	193,741	-	193,741
Program and rental income	63,228	-	63,228
Investment income, net	130,033	-	130,033
Other income	56	-	56
Net assets released from restrictions	<u>1,573,471</u>	<u>(1,573,471)</u>	<u>-</u>
 Total support and other revenues	 <u>3,724,235</u>	 <u>(422,537)</u>	 <u>3,301,698</u>
 <u>EXPENSES:</u>			
Program activities	2,277,853	-	2,277,853
Management and general	181,882	-	181,882
Fundraising	<u>156,292</u>	<u>-</u>	<u>156,292</u>
 Total expenses	 <u>2,616,027</u>	 <u>-</u>	 <u>2,616,027</u>
 Change in net assets	 1,108,208	 (422,537)	 685,671
 Net assets, beginning of year	 <u>7,674,334</u>	 <u>978,646</u>	 <u>8,652,980</u>
 Net assets, end of year	 <u>\$ 8,782,542</u>	 <u>\$ 556,109</u>	 <u>\$ 9,338,651</u>

ELLIS MARSALIS CENTER FOR MUSIC, INC.
STATEMENT OF FUNCTIONAL EXPENSES
FOR THE YEAR ENDED DECEMBER 31, 2025

(See Independent Accountants' Compilation Report)

	Program Activities	Management and General	Fundraising	Total
Salaries	\$ 940,510	\$ 55,675	\$ 70,200	\$ 1,066,385
Payroll taxes and employee benefits	123,300	7,341	9,256	139,897
 Total salaries and related expenses	 1,063,810	 63,016	 79,456	 1,206,282
 Student activities	 24,957	 -	 -	 24,957
Insurance expense	259,566	28,840	-	288,406
Professional services	9,986	38,051	56,748	104,785
Repairs and maintenance	66,748	7,411	-	74,159
Supplies	28,306	767	-	29,073
Advertising and marketing	46,724	764	8,180	55,668
Travel, meals, and meetings	1,601	640	-	2,241
Musician initiatives	18,694	-	-	18,694
Utilities	55,300	6,145	-	61,445
Concert expenses	48,549	-	-	48,549
Office expenses	17,432	14,990	5,298	37,720
Interest expense	-	9,478	-	9,478
Depreciation	578,853	-	-	578,853
Building expense	46,417	5,156	-	51,573
Miscellaneous	10,910	6,624	6,610	24,144
 Total functional expenses	 <u>\$ 2,277,853</u>	 <u>\$ 181,882</u>	 <u>\$ 156,292</u>	 <u>\$ 2,616,027</u>

ELLIS MARSALIS CENTER FOR MUSIC, INC.
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED DECEMBER 31, 2025

(See Independent Accountants' Compilation Report)

	<u>2025</u>
<u>CASH FLOWS FROM (USED FOR) OPERATING ACTIVITIES:</u>	
Change in net assets	\$ 685,671
Adjustments to reconcile change in net assets to net cash from operating activities:	
Depreciation expense	578,853
Change in present value discount	2,770
Realized (gains) on investments	(103,496)
Unrealized losses on investments	28,286
Donated stock	10,125
Changes in assets and liabilities:	
(Increase) decrease in:	
Unconditional promises to give	(364,478)
Increase (decrease) in :	
Accounts payable	15,214
Accrued liabilities	<u>10,943</u>
Net cash from operating activities	<u>863,888</u>
<u>CASH FLOWS FROM (USED FOR) INVESTING ACTIVITIES:</u>	
Purchases of investments	(1,134,391)
Proceeds from sales of investments	573,160
Purchases of property and equipment	<u>(220,216)</u>
Net cash (used for) investing activities	<u>(781,447)</u>
<u>CASH FLOWS FROM (USED FOR) FINANCING ACTIVITIES:</u>	
Principal repayments of long-term debt	<u>(17,006)</u>
Net cash (used for) investing activities	<u>(17,006)</u>
Net increase in cash and cash equivalents	65,435
Cash and cash equivalents, beginning of year	<u>799,495</u>
Cash and cash equivalents, end of year	<u>\$ 864,930</u>

ELLIS MARSALIS CENTER FOR MUSIC, INC.
SCHEDULE OF COMPENSATION, BENEFITS, AND OTHER PAYMENTS TO AGENCY HEAD

(See Independent Accountants' Compilation Report)

	Waynette Dabney
Time served	01/01/25 through 12/31/25
Salary	\$ -
Benefits - insurance (health and dental)	-
Total compensation, benefits, and other payments	\$ -

*Note: Waynette Dabney does not receive salary or related benefits from public sources.

ELLIS MARSALIS CENTER FOR MUSIC, INC.
SCHEDULE OF FINDINGS
FOR THE YEAR ENDED DECEMBER 31, 2025

We have compiled the financial statements of Ellis Marsalis Center for Music, Inc. as of and for the year ended December 31, 2025, and have issued our report thereon dated June 16, 2026. We conducted our compilation in accordance with Statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants. We did not audit or review the financial statements and, accordingly, did not express an opinion or provide any assurance about whether the financial statements of Ellis Marsalis Center for Music, Inc. were in accordance with accounting principles generally accepted in the United States of America.

During our engagement to compile the financial statements, we did not become aware of any matters that we deemed reportable to the management of Ellis Marsalis Center for Music, Inc.

SECTION I – FINDINGS RELATED TO THE FINANCIAL STATEMENTS

NOT APPLICABLE

SECTION II – MANAGEMENT LETTER

NOT APPLICABLE

ELLIS MARSALIS CENTER FOR MUSIC, INC.
SCHEDULE OF PRIOR YEAR FINDINGS
FOR THE YEAR ENDED DECEMBER 31, 2025

SECTION I – FINDINGS RELATED TO THE FINANCIAL STATEMENTS

NOT APPLICABLE

SECTION II – MANAGEMENT LETTER

NOT APPLICABLE