

CRISIS CENTER

Financial Statements As Of December 31, 2025

Together With Independent Auditors' Report

JDS professional
group
certified public accountants, consultants and advisors

INDEPENDENT AUDITORS' REPORT

To the Board of Directors of
Crisis Center:

Opinion

We have audited the accompanying financial statements of Crisis Center (the "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, 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 the Organization as of December 31, 2025, and the changes in 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. Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the Organization and to meet our other ethical responsibilities in accordance with the relevant ethical requirements relating to our audits. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of these 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.

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Independent Auditors' Report (Continued)

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the Organization's ability to continue as a going concern 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 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 the Organization's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.

Independent Auditors' Report (Continued)

- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the Organization's ability to continue as a going concern for a reasonable period of time.

We are required to communicate to 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.

JDS Professional Group

April 9, 2026

CRISIS CENTER

Statement Of Financial Position
As Of December 31, 2025

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ASSETS

Current Assets:

Cash and cash equivalents	\$ 1,652,162
Accounts receivable	2,537
Government grants receivable	160,736
Promises to give	12,250
Investments	627,753
Prepaid expenses	13,347
Inventory	5,854
Total Current Assets	<u>2,474,639</u>

Property And Equipment:

Furniture and equipment	107,725
Operating lease right-of-use assets	520,374
Finance lease right-of-use assets	25,057
Less: accumulated depreciation and amortization	<u>(127,254)</u>
Net Property and Equipment	<u>525,902</u>

TOTAL ASSETS

\$ 3,000,541

LIABILITIES AND NET ASSETS

Current Liabilities:

Accounts payable and accrued	\$ 65,895
Current portion - operating lease liability	56,314
Current portion - finance lease liability	4,710
Total Current Liabilities	<u>126,919</u>
Long-term portion - operating lease liability	470,890
Long-term - finance lease liability	17,603
Total Liabilities	<u>615,412</u>

Net Assets:

Without donor restrictions -

Undesignated	<u>248,089</u>
Board designated:	
Operating reserve	2,092,426
Capital asset reserve	16,000
Total Board designated	<u>2,108,426</u>
Total Without Donor	<u>2,356,515</u>
With donor restrictions	<u>28,614</u>
Total Net Assets	<u>2,385,129</u>

TOTAL LIABILITIES AND NET ASSETS

\$ 3,000,541

The accompanying notes are an integral part of the financial statements.

CRISIS CENTER

Statement Of Activities
For The Year Ended December 31, 2025

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	Without Donor Restrictions	With Donor Restrictions	Total
Support And Revenue:			
Support -			
Contributions and grants	\$ 1,459,614	\$ 45,850	\$ 1,505,464
Special events	\$ 171,354		
Less: Direct benefit to donors	(47,935)	123,419	123,419
Total Support	<u>1,583,033</u>	<u>45,850</u>	<u>1,628,883</u>
Revenue -			
Service fees	2,544		2,544
Interest income	65,502		65,502
Miscellaneous	2,378		2,378
Total Revenue	<u>70,424</u>		<u>70,424</u>
Net assets released from restrictions -			
Satisfaction of time and purpose	185,323	(185,323)	
Total Support And	<u>1,838,780</u>	<u>(139,473)</u>	<u>1,699,307</u>
Expenses:			
Program Services -			
Shelter	443,296		443,296
Therapy	442,611		442,611
Legal	274,159		274,159
Outreach/community education	68,943		68,943
Community advocacy	205,312		205,312
Total Program Services	<u>1,434,321</u>		<u>1,434,321</u>
Supporting Services -			
General administrative	207,704		207,704
Fundraising	69,183		69,183
Total Supporting Services	<u>276,887</u>		<u>276,887</u>
Total Expenses	<u>1,711,208</u>		<u>1,711,208</u>
CHANGES IN NET ASSETS FROM OPERATIONS	127,572	(139,473)	(11,901)
Net Assets, Beginning Of Year	2,228,943	168,087	2,397,030
NET ASSETS, END OF YEAR	<u>\$ 2,356,515</u>	<u>\$ 28,614</u>	<u>\$ 2,385,129</u>

The accompanying notes are an integral part of the financial statements.

CRISIS CENTER

Statement Of Functional Expenses For The Year Ended December 31, 2025

	Program Services					Supporting Services			2025 Total	
	Shelter	Therapy	Legal	Outreach/ Community Education	Community Advocacy	Total	General Admin.	Fundraising		Total
Salaries	\$161,985	\$282,220	\$181,992	\$ 47,133	\$129,760	\$ 803,090	\$111,677	\$ 47,132	\$158,809	\$ 961,899
Payroll taxes and employee benefits	28,935	50,413	32,509	8,420	23,179	143,456	29,331	8,420	37,751	181,207
Total employee related expenses	190,920	332,633	214,501	55,553	152,939	946,546	141,008	55,552	196,560	1,143,106
Professional services	3,227	5,623	3,626	939	15,371	28,786	21,349	938	22,287	51,073
Food and office supplies	3,511	6,116	3,944	1,020	2,812	17,403	2,420	1,021	3,441	20,844
Dues and publications	991	1,727	1,113	288	794	4,913	683	288	971	5,884
Utilities	1,064	1,855		310	853	4,082	734	310	1,044	5,126
Telephone	4,187	5,273	4,368	426	3,896	18,150	1,008	426	1,434	19,584
Maintenance and repair	12,085	21,056	12,260	3,517	9,681	58,599	8,332	3,517	11,849	70,448
Occupancy	17,165	56,982	27,075	4,995	13,750	119,967	18,748	4,995	23,743	143,710
Postage and printing	18	31	20	5	14	88	12	5	17	105
Travel and staff expense	1,478	2,576	1,661	430	1,184	7,329	1,019	430	1,449	8,778
Client assistance	203,634					203,634				203,634
Special event								241	241	241
Insurance and taxes	2,014	3,508	2,218	586	1,613	9,939	2,846	586	3,432	13,371
Miscellaneous							7,475		7,475	7,475
Depreciation and amortization	3,002	5,231	3,373	874	2,405	14,885	2,070	874	2,944	17,829
Total	\$443,296	\$442,611	\$274,159	\$ 68,943	\$205,312	\$1,434,321	\$207,704	\$ 69,183	\$276,887	\$1,711,208

The accompanying notes are an integral part of the financial statements.

CRISIS CENTER

Statement Of Cash Flows

For The Year Ended December 31, 2025

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Cash flows from operating activities:	
Changes in net assets from operations	\$ (11,901)
Adjustments to reconcile changes in net assets to net cash (used in) operating activities:	
Depreciation expense and amortization	17,829
Amortization expense of right-of-use assets - operating	39,493
Changes in operating assets and liabilities -	
(Increase) in accounts receivable	(1,216)
Decrease in government grants receivable	191,256
Decrease in promises to give	121,036
(Increase) in prepaid expenses	(12,104)
(Increase) in inventory	(874)
Increase in accounts payable and accrued liabilities	4,554
Increase in operating lease liability	6,830
Net cash provide by operating activities	<u>354,903</u>
Cash flow from investing activities	
Purchases of property and equipment	(1,359)
Purchases of investments	<u>(627,753)</u>
Net cash (used in) investing activities	<u>(629,112)</u>
Cash flows from financing activities:	
Payments on finance lease liabilities	<u>(7,937)</u>
Net cash (used in) financing activities	<u>(7,937)</u>
NET (DECREASE) IN CASH AND CASH EQUIVALENTS	(282,146)
Cash And Cash Equivalents, Beginning Of Year	<u>1,934,308</u>
CASH AND CASH EQUIVALENTS, END OF YEAR	<u><u>\$ 1,652,162</u></u>
Supplemental Cash Flow Information relating to leases:	
Right-of-use asset acquired from operating lease	<u>\$ 520,375</u>
Right-of-use asset acquired from finance lease	<u>\$ 25,057</u>
Cash paid for the operating lease	<u>\$ 6,918</u>
Principal payments on finance lease	<u>\$ 2,745</u>
Interest paid on finance lease	<u>\$ 478</u>

The accompanying notes are an integral part of the financial statements.

CRISIS CENTER

Notes To Financial Statements
For The Year Ended December 31, 2025

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(1) Nature Of The Organization

The purpose of the Crisis Center (the "Organization") is to provide a wide range of services to adults and children impacted by domestic violence residing in Douglas, Elbert, Lincoln and parts of Arapahoe County, Colorado. The majority of the Organization's support and revenue is derived from contributions and grants.

(2) Summary Of Significant Accounting Policies

Basis Of Accounting

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

Basis Of Presentation

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 with donor restrictions as follows:

Net Assets Without Donor Restrictions - Net assets available for use in general operations and not subject to donor (or certain grantor) restrictions.

Net Assets With Donor Restrictions - Net assets 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, where the donor stipulates that resources be maintained in perpetuity.

Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reported period. Actual results could differ from those estimates, and those differences could be material.

Cash And Cash Equivalents

For purposes of the statement of cash flows, cash and cash equivalents includes cash on hand and money market accounts. The Organization considers all highly liquid investments with an original maturity of three months or less to be cash equivalent.

Inventory

Inventory is stated at lower of cost or net realizable value. Cost is determined using the first-in, first-out (FIFO) method.

Property And Equipment

Property and equipment is stated at acquisition cost or fair market value at the contribution date. Depreciation and amortization are computed using the straight-line method over the following estimated useful lives of the assets:

Furniture and equipment	5-7 years
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Expenditures for maintenance, repairs and minor replacements are charged to expense as incurred. The Organization's capitalization policy is to capitalize purchases of \$500 and greater with a useful life in excess of one year, and to expense purchases under \$500.

Investments And Fair Value Measurements

The Organization uses fair value measurements which among other things requires enhanced disclosures about investments that are measured and reported at fair value and establishes a framework for measuring fair value. That framework provides a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (Level 1 measurements) and the lowest priority to unobservable inputs (Level 3 measurements). The three levels of the fair value hierarchy are described below:

Level 1 Inputs to the valuation methodology are unadjusted quoted prices for identical assets or liabilities in active markets that the Organization has the ability to access.

Level 2 Inputs to the valuation methodology include:

- Quoted prices for similar assets or liabilities in active markets;
- Quoted prices for identical or similar assets or liabilities in inactive markets;

- Inputs other than quoted prices that are observable for the asset or liability;
- Inputs that are derived principally from or corroborated by observable market data by correlation or other means.

If the asset or liability has a specified (contractual) term, the Level 2 input must be observable for substantially the full term of the asset or liability.

Level 3 Inputs to the valuation methodology are unobservable and significant to the fair value measurement.

The asset's or liability's fair value measurement level within the fair value hierarchy is based on the lowest level of any input that is significant to the fair value measurement. Valuation techniques used need to maximize the use of observable inputs and minimize the use of unobservable inputs.

Following is a description of the valuation methodologies used for assets measured at fair value.

Certificates of deposit: Valued at amortized cost or original cost plus accrued interest.

The methods described above may produce a fair value calculation that may not be indicative of net realizable value or reflective of future fair values. Furthermore, while the Organization believes its valuation methods are appropriate and consistent with other market participants, the use of different methodologies or assumptions to determine the fair value of certain financial instruments could result in a different fair value measurement at the reporting date.

In general, investments are exposed to various risks, such as interest rate, credit and overall market volatility risk. Due to the level of risk associated with certain investments, it is reasonably possible that changes in the values of the investments will occur in the near term and that such changes could materially affect the investment balances and the amounts reported in the balance sheets.

The carrying amount reported in the statement of financial position for cash and cash equivalents, receivables, accounts payable and accrued liabilities approximate fair value because of the immediate or short-term maturities of these financial instruments.

Leases

The Organization determines if an arrangement is or contains a lease at inception. Leases are included in right-of-use (ROU) assets and lease liabilities on the statement of financial position. ROU assets and lease liabilities reflect the present value of the future minimum lease payments

over the lease term, and ROU assets also include prepaid or accrual rent. Operating lease expense is recognized on a straight-line basis over the lease term. The Organization does not report ROU assets and lease liabilities for its short-term leases (leases with a term of 12 months or less). Instead, the lease payments of those leases are reported as lease expense on a straight-line basis over the lease term.

Measure Of Operations

The statements of activities reports all changes in net assets, including changes in net assets from operating and non operating activities. Operating activities consists of those items attributable to the Organization's ongoing program services. Nonoperating activities are limited to resources that generate other activities considered to be of a more unusual or nonrecurring nature.

Revenue And Revenue Recognition

The Organization recognizes contributions when cash, securities or other assets; or an unconditional promise to give is received. Unconditional promises to give are recorded at net realizable value if expected to be collected in one year and at net present value if expected to be collected in more than one year. As of December 31, 2025, the promises to give and government grants receivable are expected to be collected within one year of the financial statement date. Conditional promises to give with a measurable performance or other barrier and a right of return/right of release are not recognized until the conditions on which they depend have been met.

A portion of the Organization's revenue is derived from cost-reimbursable federal and state contracts and grants, which are conditioned upon certain performance requirements and/or the incurrence of allowable qualifying expenses. Amounts received are recognized as revenue when the Organization has incurred expenditures in compliance with specific contract or grant provisions. Amounts received prior to incurring qualifying expenditures are reported as refundable advances in the statement of financial position. The Organization received cost-reimbursable grants of \$413,236 that have not been recognized as of December 31, 2025, because qualifying expenditures have not yet been incurred.

Support that is restricted by the donor is reported as an increase in net assets without donor restrictions if the restriction expires in the reporting period in which the support is recognized. All other donor-restricted 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), net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the statement of activities as net assets released from restrictions.

Donated marketable securities and other noncash donations are recorded as contributions at their estimated fair value at the date of donation.

Methods Used For Allocation Of Expenses From Management And General Activities

The financial statements report certain categories of expenses that are attributable to one or more program or supporting functions of the Organization. Therefore, these expenses require allocation on a reasonable basis that is consistently applied. Such expenses include salaries and benefits, depreciation and amortization, food and office supplies, membership dues, travel and staff expense, and insurance and taxes. These expenses are allocated on the basis of estimates of time and effort.

Subsequent Events

The Organization has performed an evaluation of subsequent events through April 9, 2026, which is the date the financial statements were available to be issued, and has considered any relevant matters in the preparation of the financial statements and footnotes. Subsequent to year end, the Organization changed it's name to Ember Center.

(3) Income Taxes

The Organization has previously received notice from the Internal Revenue Service of exemption from income tax under Section 501(c)(3) of the Internal Revenue Code. In addition, the Organization qualifies for the charitable contribution deduction under Section 170(b)(1)(A). Accordingly, the accompanying financial statements contain no provision for income taxes.

Management believes that the Organization has appropriate support for any tax positions taken affecting its annual filing requirements, and as such, does not have any uncertain tax positions that are material to the financial statements. The Organization would recognize future accrued interest and penalties related to unrecognized tax benefits and liabilities in income tax expense if such interest and penalties are incurred.

The Organization is no longer subject to U.S. federal tax audits on its Form 990 by taxing authorities for years ending prior to December 31, 2022. The years subsequent to this year contain matters that could be subject to differing interpretations of applicable tax laws and regulations. Although the outcome of tax audits is uncertain, the Organization believes no material issues would arise.

(4) **Contingencies And Concentration Of Credit Risk**

Financial instruments that potentially subject the Organization to credit risk include cash deposits in excess of federally insured limits of \$250,000. As of December 31, 2025, deposits exceeded the covered by FDIC Insurance limit by approximately \$978,000.

Amounts received or receivable from grantor agencies are subject to audit and adjustment by such grantor agencies, principally the federal government. Any disallowed claims, including amounts already collected, may constitute a liability of the applicable funds. In that event, the Organization may be required to refund amounts to the federal government.

As of December 31, 2025, 89% of government grants receivable is from the State of Colorado. Additionally, as of December 31, 2025, 23% of support and revenue was from one government grantor and 30% from one donor.

(5) **Investments**

As of December 31, 2025, the Organization only had investments (certificates of deposit) using Level 1 inputs.

(6) **Leases**

The Organization evaluated current contracts to determine which met the criteria of a lease. The ROU asset represents the Organization's right to use the underlying asset for the lease term, and the lease liability represents the Organization's obligation to make lease payments arising from the lease. The ROU asset and lease liability were calculated based on the present value of the future minimum lease payments over the lease term. The Organization made an accounting policy election to use a risk-free rate in lieu of its current incremental borrowing rate to discount future lease payments.

The Organization's operating lease is a noncancellable lease for office space commencing May 1, 2025 through December 31, 2032. The Organization's finance lease consists of a copier commencing June 16, 2025 through June 15, 2030.

The following is for the year ended and as of December 31, 2025:

Components of lease cost:	
Operating lease cost	\$ 53,241
Finance lease cost:	
Amortization of right-of-use assets	2,715
Interest on lease liabilities	516
Total finance lease cost	3,231
Total lease cost	<u>\$ 56,472</u>

Supplemental statement of financial position information related to leases:	<u>Operating</u>	<u>Finance</u>
Weighted average remaining lease term:	7.00 years	4.46 years
Weighted average discount rate:	3.97%	4.04%

Future maturities of the lease liabilities are as follows:

2026	\$ 76,102	\$ 5,524
2027	84,503	5,524
2028	85,985	5,524
2029	87,468	5,524
2030	88,950	2,301
Thereafter	182,347	
Total lease payments	605,355	24,397
Less present value discount	(78,151)	(2,084)
Total lease obligation	<u>\$ 527,204</u>	<u>\$ 22,313</u>

(7) **Net Assets With Donor Restrictions**

As of December 31, 2025, net assets with donor restrictions consisted of the following:

<u>Subject to Expenditure for Specified Purpose:</u>	
Client emergency fund	\$ 16,364
<u>Subject to Passage of Time:</u>	
Time restriction	12,250
Total	<u>\$ 28,614</u>

(8) **Liquidity And Availability Of Financial Assets**

The following represents the Organization’s financial assets as of December 31, 2025:

Financial assets, as of year-end	
Cash and cash equivalents	\$ 1,652,162
Accounts receivable	2,537
Government grants receivable	160,736
Promises to give	12,250
Investment	627,753
Total financial assets	<u>2,455,438</u>
Less: amounts not expected to be used within one year	
Board designated reserves	<u>2,108,426</u>
 Financial assets available to meet cash needs for general expenditures within one year	 <u>\$ 347,012</u>

As part of its liquidity plan, the Organization has a board designated reserve policy that states it will hold a 90 day operating reserve by setting aside excess cash in short-term investments, including a money market account.

(9) **Grants**

Grants received from government agencies consisted of the following for the year ended December 31, 2025:

Domestic Violence Program (DVP)	\$ 165,341
Colorado Department of Local Affairs - Division of Housing	20,306
Douglas County	71,018
Victim Assistance and Law Enforcement Board (VALE)	131,362
Victims of Crimes Act (VOCA)	387,312
Other Government grants	10,790
	<u>\$ 786,129</u>

CRISIS CENTER

Notes To Financial Statements (Continued)

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(10) **Expenses**

Total expenses incurred during the year ended December 31, 2025, are as follows:

Total expenses reported by function	\$ 1,711,208
Cost of direct benefit to donors	<u>47,935</u>
Total expenses	<u>\$ 1,759,143</u>