

**COMMUNITY SHARES**  
**AUDITED CONSOLIDATED FINANCIAL STATEMENTS**  
**FOR THE YEARS ENDED JUNE 30, 2025 AND 2024**

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**INDEPENDENT AUDITOR'S REPORT**

To the Board of Trustees  
Community Shares  
Columbus, Ohio

**Opinion**

We have audited the accompanying consolidated financial statements of Community Shares of Mid-Ohio (a nonprofit organization) and its wholly owned affiliate (“In(form)ed”), which comprise the consolidated statements of financial position as of June 30, 2025 and 2024, and the related consolidated statements of activities, functional expenses, and cash flows for the years then ended, and the related notes to the consolidated financial statements.

In our opinion, the consolidated financial statements referred to above present fairly, in all material respects, the financial position of Community Shares and its wholly owned affiliate as of June 30, 2025 and 2024, and the changes in their net assets and their cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

**Basis of 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 Auditor’s Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of Community Shares and its wholly owned affiliate 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 consolidated 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 combined financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the consolidated financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about Community Shares’ ability and the ability of its affiliate to continue as a going concern within one year after the date that the consolidated financial statements are available to be issued.

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

Our objectives are to obtain reasonable assurance about whether the consolidated financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor’s report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards will always detect a material misstatement when it exists.

**INDEPENDENT AUDITOR'S REPORT  
(Continued)**

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 consolidated 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 consolidated 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 consolidated 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 Community Shares and its affiliate's internal controls. 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 consolidated financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about Community Shares ability or the ability of its affiliate 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.

*Wells, CPA*

Columbus, Ohio  
October 21, 2025

**COMMUNITY SHARES**  
**CONSOLIDATED STATEMENTS OF FINANCIAL POSITION**  
**AS OF JUNE 30, 2025 AND 2024**

	<b>2025</b>			<b>2024</b>		
	<b>Without Donor Restrictions</b>	<b>With Donor Restrictions</b>	<b>Total</b>	<b>Without Donor Restrictions</b>	<b>With Donor Restrictions</b>	<b>Total</b>
<b>ASSETS</b>						
<b>Current Assets</b>						
Cash and Cash Equivalents	\$ 63,769	\$ 211,623	\$ 275,392	\$ 48,756	\$ 239,841	\$ 288,597
Grants Receivable	-	-	-	-	57,621	57,621
Investments	43,414	-	43,414	40,088	-	40,088
Prepaid Expenses	-	-	-	764	-	764
<b>Total Current Assets</b>	<b>107,183</b>	<b>211,623</b>	<b>318,806</b>	<b>89,608</b>	<b>297,462</b>	<b>387,070</b>
<b>Non-Current Assets</b>						
Equipment	1,721	-	1,721	1,721	-	1,721
Less: Accumulated Amortization	(688)	-	(688)	(516)	-	(516)
Equipment, Net	1,033	-	1,033	1,205	-	1,205
Capitalized Software	149,582	-	149,582	149,582	-	149,582
Less: Accumulated Depreciation	(149,582)	-	(149,582)	(149,582)	-	(149,582)
Capitalized Software, Net	-	-	-	-	-	-
<b>Total Non-Current Assets</b>	<b>1,033</b>	<b>-</b>	<b>1,033</b>	<b>1,205</b>	<b>-</b>	<b>1,205</b>
<b>TOTAL ASSETS</b>	<b>\$ 108,216</b>	<b>\$ 211,623</b>	<b>\$ 319,839</b>	<b>\$ 90,813</b>	<b>\$ 297,462</b>	<b>\$ 388,275</b>
<b>LIABILITIES AND NET ASSETS</b>						
<b>Current Liabilities</b>						
Accrued Payroll Liabilities	\$ 22,332	\$ -	\$ 22,332	\$ 23,764	\$ -	\$ 23,764
Accrued Interest	1,514	-	1,514	4,987	-	4,987
Allocations Payable	100,612	-	100,612	107,147	-	107,147
Note Payable - Current	2,056	-	2,056	-	-	-
<b>Total Current Liabilities</b>	<b>126,514</b>	<b>-</b>	<b>126,514</b>	<b>135,898</b>	<b>-</b>	<b>135,898</b>
<b>Long-Term Liabilities</b>						
Notes Payable - Long-term	147,944	-	147,944	150,000	-	150,000
<b>Total Liabilities</b>	<b>274,458</b>	<b>-</b>	<b>274,458</b>	<b>285,898</b>	<b>-</b>	<b>285,898</b>
<b>Net Assets</b>	<b>(166,242)</b>	<b>211,623</b>	<b>45,381</b>	<b>(195,085)</b>	<b>297,462</b>	<b>102,377</b>
<b>TOTAL LIABILITIES AND NET ASSETS</b>	<b>\$ 108,216</b>	<b>\$ 211,623</b>	<b>\$ 319,839</b>	<b>\$ 90,813</b>	<b>\$ 297,462</b>	<b>\$ 388,275</b>

See Accompanying Notes to the Consolidated Financial Statements

**COMMUNITY SHARES**  
**CONSOLIDATED STATEMENTS OF ACTIVITIES**  
**FOR THE YEARS ENDED JUNE 30, 2025 AND 2024**

	<b>2025</b>			<b>2024</b>		
	<b>Without Donor Restrictions</b>	<b>With Donor Restrictions</b>	<b>Total</b>	<b>Without Donor Restrictions</b>	<b>With Donor Restrictions</b>	<b>Total</b>
<b>Operating Revenue and Support:</b>						
Membership Fees	\$ 134,678	\$ -	\$ 134,678	\$ 141,224	\$ -	\$ 141,224
Contributions	56,764	111,333	168,097	80,661	118,179	198,840
Annual Fees	1,595	-	1,595	1,135	-	1,135
Annual Dues	16,125	-	16,125	17,875	-	17,875
Application Fees	1,375	-	1,375	825	-	825
Program Income	69,319	-	69,319	122,075	-	122,075
Grant Income	-	100,470	100,470	272,050	-	272,050
Donated Facilities	18,000	-	18,000	18,000	-	18,000
Employee Retention Credit	557	-	557	40	-	40
Net Assets Released	297,642	(297,642)	-	-	-	-
<b>Total Operating Revenue and Support</b>	<b>596,055</b>	<b>(85,839)</b>	<b>510,216</b>	<b>653,885</b>	<b>118,179</b>	<b>772,064</b>
<b>Operating Expenses:</b>						
Program Services	542,851	-	542,851	690,835	-	690,835
Management and General	30,797	-	30,797	53,314	-	53,314
Fundraising	1,914	-	1,914	10,825	-	10,825
<b>Total Operating Expenses</b>	<b>575,562</b>	<b>-</b>	<b>575,562</b>	<b>754,974</b>	<b>-</b>	<b>754,974</b>
<b>CHANGES IN NET ASSETS FROM OPERATIONS</b>	<b>20,493</b>	<b>(85,839)</b>	<b>(65,346)</b>	<b>(101,089)</b>	<b>118,179</b>	<b>17,090</b>
<b>Other Changes in Net Assets:</b>						
Interest and Dividend Income	9,746	-	9,746	5,479	-	5,479
Unrealized (Loss) Gain from Investments	(2,166)	-	(2,166)	2,821	-	2,821
Workplace Contributions	451,117	-	451,117	473,052	-	473,052
Distributions to Agencies	(450,347)	-	(450,347)	(473,052)	-	(473,052)
<b>Total Other Changes in Net Assets</b>	<b>8,350</b>	<b>-</b>	<b>8,350</b>	<b>8,300</b>	<b>-</b>	<b>8,300</b>
<b>TOTAL CHANGES IN NET ASSETS</b>	<b>28,843</b>	<b>(85,839)</b>	<b>(56,996)</b>	<b>(92,789)</b>	<b>118,179</b>	<b>25,390</b>
<b>Net Assets at Beginning of Year</b>	<b>(195,085)</b>	<b>297,462</b>	<b>102,377</b>	<b>(102,296)</b>	<b>179,283</b>	<b>76,987</b>
<b>Net Assets at End of Year</b>	<b>\$ (166,242)</b>	<b>\$ 211,623</b>	<b>\$ 45,381</b>	<b>\$ (195,085)</b>	<b>\$ 297,462</b>	<b>\$ 102,377</b>

See Accompanying Notes to the Consolidated Financial Statements

**COMMUNITY SHARES**  
**CONSOLIDATED STATEMENT OF FUNCTIONAL EXPENSES**  
**FOR THE YEAR ENDED JUNE 30, 2025**

	<u>Program Services</u>	<u>Management and General</u>	<u>Fundraising</u>	<u>Total</u>
Salaries and Wages	\$ 171,903	\$ 18,312	\$ 1,320	\$ 191,535
Payroll Taxes	15,950	1,699	122	17,771
Employee Benefits	22,667	2,415	174	25,256
Insurance	6,789	723	52	7,564
Rent	19,814	-	-	19,814
Rent - In-Kind	16,155	1,721	124	18,000
Telephone and Internet	7,878	839	60	8,777
Professional Fees	117,140	-	-	117,140
Donation to Other Agencies	107,879	-	-	107,879
Travel and Meetings	315	-	-	315
Campaign Expense	1,412	-	-	1,412
Events	2,149	-	-	2,149
Dues and Subscriptions	1,842	196	14	2,052
Licenses and Permits	1,256	-	-	1,256
Office Supplies	5,759	614	44	6,417
Program Supplies	39,998	-	-	39,998
Interest Expense	-	4,219	-	4,219
Bank Service Charges	3,220	-	-	3,220
Postage and Printing	553	59	4	616
Depreciation	172	-	-	172
<b>TOTAL FUNCTIONAL EXPENSES</b>	<u>\$ 542,851</u>	<u>\$ 30,797</u>	<u>\$ 1,914</u>	<u>\$ 575,562</u>

See Accompanying Notes to the Consolidated Financial Statements

**COMMUNITY SHARES**  
**CONSOLIDATED STATEMENT OF FUNCTIONAL EXPENSES**  
**FOR THE YEAR ENDED JUNE 30, 2024**

	<b>Program Services</b>	<b>Management and General</b>	<b>Fundraising</b>	<b>Total</b>
Salaries and Wages	\$ 216,608	\$ 30,041	\$ 7,288	\$ 253,937
Payroll Taxes	16,859	2,338	567	19,764
Employee Benefits	21,323	2,957	717	24,997
Insurance	4,523	627	152	5,302
Rent	12,198	1,692	410	14,300
Rent - In-Kind	15,354	2,129	517	18,000
Telephone and Internet	16,422	2,278	553	19,253
Professional Fees	191,574	-	-	191,574
Donation to Other Agencies	49,703	-	-	49,703
Travel and Meetings	1,278	-	-	1,278
Campaign Expense	3,229	-	-	3,229
Events	4,375	-	-	4,375
Training	4,652	645	157	5,454
Dues and Subscriptions	2,373	329	80	2,782
Licenses and Permits	930	-	-	930
Office Supplies	4,041	560	136	4,737
Program Supplies	115,492	-	-	115,492
Interest Expense	-	8,695	-	8,695
Bank Service Charges	2,353	-	-	2,353
Postage and Printing	7,376	1,023	248	8,647
Depreciation	172	-	-	172
<b>TOTAL FUNCTIONAL EXPENSES</b>	<b>\$ 690,835</b>	<b>\$ 53,314</b>	<b>\$ 10,825</b>	<b>\$ 754,974</b>

See Accompanying Notes to the Consolidated Financial Statements

**COMMUNITY SHARES**  
**CONSOLIDATED STATEMENTS OF CASH FLOWS**  
**FOR THE YEARS ENDED JUNE 30, 2025 AND 2024**

	<b>2025</b>	<b>2024</b>
<b>Cash Flows from Operating Activities</b>		
Change in Net Assets	\$ (56,996)	\$ 25,390
Adjustments to Reconcile Change in Net Assets to Net Cash		
Provided by (Used in) Operating Activities:		
Depreciation	172	172
Unrealized Gain (Loss) on Investments	2,166	(2,821)
(Increase) Decrease in Operating Assets:		
Grants Receivable	57,621	(27,748)
Prepaid Expenses	764	-
Increase (Decrease) in Operating Liabilities:		
Accrued Payroll Liabilities	(1,432)	-
Accrued Interest	(3,473)	(3,484)
Allocations Payable	(6,535)	33,371
<b>Net Cash (Used in) Provided by Operating Activities</b>	<b>(7,713)</b>	<b>24,880</b>
 <b>Cash Flows from Investing Activities</b>		
Purchase of Marketable Securities	(5,492)	(775)
<b>Net Cash Used in Investing Activities</b>	<b>(5,492)</b>	<b>(775)</b>
 <b>Cash Flows from Financing Activities</b>		
Proceeds from Note Payable	-	5,128
<b>Net Cash Provided by Financing Activities</b>	<b>-</b>	<b>5,128</b>
 Net Change in Cash and Cash Equivalents	(13,205)	29,233
 Cash and Cash Equivalents With and Without Donor Restrictions at Beginning of Year	288,597	259,364
 <b>Cash and Cash Equivalents With and Without Donor Restrictions at End of Year</b>	<b>\$ 275,392</b>	<b>\$ 288,597</b>
 <b>Supplemental Cash Flow Information</b>		
Interest Paid	\$ 4,219	\$ 3,567

See Accompanying Notes to the Consolidated Financial Statements

**COMMUNITY SHARES  
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS  
FOR THE YEARS ENDED JUNE 30, 2025 AND 2024**

**NOTE 1 – NATURE OF ACTIVITIES**

Community Shares of Mid-Ohio, a nonprofit corporation, is a collective of locally based public charities established to collaboratively raise funds for the benefit of its members. Community Shares of Mid-Ohio, which consists of nearly 70 charities, builds mutually beneficial relationships and secures resources to empower member nonprofits in Central Ohio.

Community Shares of Mid-Ohio receives much of its support from membership fees, which are generated from a percentage of funds obtained through worksite campaigns. These funds are shown separately on the Statements of Activities as Workplace Contributions and Distributions to Agencies.

In(form)ed, a wholly owned affiliate of Community Shares of Mid-Ohio, seeks to eliminate the risk of late or missed deadlines for nonprofit organizations that purchase the services while ensuring continuity of operations and protecting organization leadership.

In(form)ed receives much of its revenue through payment for the services provided. The consolidated entity is referred to as Community Shares.

**NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

**Principles of Consolidation**

The accompanying consolidated financial statements include the accounts of Community Shares of Mid-Ohio and its fully owned subsidiary, In(form)ed. All significant interorganizational transactions and balances have been eliminated in consolidation. The consolidated entity is referred to as Community Shares.

**Basis of Presentation**

The consolidated financial statements of Community Shares have been prepared on the accrual basis of accounting in accordance with accounting principles generally accepted in the United States of America, which require Community Shares to report information regarding its financial position and activities according to the following net asset classifications:

**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 Community Shares' management and the Board of Trustees.

**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 Community Shares or by the passage of time. Other donor restrictions are perpetual in nature, whereby the donor has stipulated the funds to be maintained in perpetuity.

Donor-restricted net assets consisted of the following as of June 30:

**COMMUNITY SHARES**  
**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS**  
**FOR THE YEARS ENDED JUNE 30, 2025 AND 2024**

<b>NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)</b>
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	<b>2025</b>	<b>2024</b>
Fiscally Sponsored Program Funds	\$ 211,623	\$ 297,462
Total Donor-Restricted Net Assets	\$ 211,623	\$ 297,462

**Revenue Recognition**

Community Shares primary sources of revenue consist of the following:

**Membership Fees and Annual Dues**

Revenue from membership fees is recognized when it is earned and realizable, usually when received. Revenue from annual dues is recognized when invoiced to member agencies.

**Contributions and Grant Income**

All contributions and grants are considered available for Community Shares’ general programs unless specifically restricted by the donor. Donor-restricted contributions and grants are reported as increases in net assets with donor restrictions. When a restriction expires, net assets are reclassified from net assets with donor restrictions to net assets without donor restrictions in the Consolidated Statements of Activities. If donor restrictions are met in the reporting period in which the income is recognized, they are recognized as increases to net assets without donor restrictions.

**Program Income**

Revenue from contracts with customers is recorded on the accrual basis of accounting and is derived from fees for fiscally sponsored projects. All of Community Shares’ revenue from contracts with customers is from performance obligations satisfied over time and is derived from contracts with an initial expected duration of one year or less. Prices are specific to distinct performance obligations and do not consist of multiple transactions.

**Donated Facilities**

Contributions of noncash assets are recorded at their fair values at the dates of donation. Facilities that are donated are recognized as revenue and expense and discussed in detail in Note 13.

**Workplace Contributions**

Worksite campaign contributions are allocated when received between pass-through funds to member agencies and membership fees that allow Community Shares’ to fund its ongoing operations. Pass-through funds to member agencies are recorded as Allocations Payable in the Consolidated Statements of Financial Position. Payments to agencies are compiled quarterly and usually distributed to member agencies no later than 30 days after the end of each quarter. These funds are allocated to member agencies according to the proportion of total designated pledges each agency receives in each worksite campaign.

**Use of Estimates**

The preparation of consolidated financial statements in conformity with generally accepted

**COMMUNITY SHARES**  
**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS**  
**FOR THE YEARS ENDED JUNE 30, 2025 AND 2024**

**NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

accounting principles requires management to make estimates and assumptions that affect the amounts reported in the consolidated financial statements and the accompanying notes. Actual results could differ from those estimates.

**Cash and Cash Equivalents**

Cash and cash equivalents consist of cash and money-market funds. Community Shares considers investments available for current use with an initial maturity of three months or less to be cash equivalents.

**Grants Receivable**

Receivables consist of amounts from grantors. Grants are recognized when the conditions on which they depend are substantially met. Grants that are expected to be collected within one year are recorded at net realizable value upon receipt of the promise. Community Shares considers contributions receivable to be fully collectible; accordingly, no allowance for doubtful accounts is required.

**Investments**

Community Shares carries its investments at their fair values based on quoted prices in active markets (all Level 1 measurements) and classifies them as Current Assets in the Consolidated Statements of Financial Position. Net unrealized gains and losses are reported as increases or decreases in net assets without donor restrictions unless their use is restricted by donor stipulation. If donor restrictions are met in the reporting period in which the income and gains are recognized, they are recognized as increases to net assets without donor restrictions.

**Equipment and Capitalized Software**

Equipment is recorded at cost if acquired or at estimated fair value if donated. Depreciation is computed under the straight-line method over the estimated useful life of five years. Amounts over \$600 are capitalized and depreciated.

Internally developed software costs are amortized using the straight-line method over the estimated useful life of five years.

**Accrued Payroll Liabilities**

Accrued payroll liabilities consist of vacation leave and wages. Community Shares accrues unused vacation leave in accordance with their personnel policy. The liability has been charged to salaries and wages expense for purposes of cost allocation.

**Expense Allocation**

The consolidated financial statements report certain categories of expenses that are attributable to more than one program or supporting function. Therefore, these expenses require allocation on a reasonable basis that is consistently applied. Salaries and Wages, Payroll Taxes, Employee Benefits, Insurance, Rent, Telephone and Internet, Training, Dues and Subscriptions, Office Supplies, and Postage and Printing are allocated based on time studies.

**COMMUNITY SHARES**  
**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS**  
**FOR THE YEARS ENDED JUNE 30, 2025 AND 2024**

**NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**Advertising Expense**

Community Shares uses advertising to promote its programs among the audiences it serves. Advertising costs are expensed as incurred. Advertising expenses for the years ended June 30, 2025 and 2024, totaled \$0 and \$1,500, respectively, and is included as part of Campaign Expense in the Consolidated Statements of Functional Expenses.

**Income Tax Status**

Community Shares is exempt from Federal income taxes under Section 501(c)(3) of the Internal Revenue Code. Consequently, no provisions for income taxes have been made in the accompanying consolidated financial statements. Additionally, Community Shares has not been classified as a private foundation because it is an organization of the type described in Sections 509(a)(1) and 170 (b)(A)(vi) of the Internal Revenue Code.

Community Shares follows FASB guidance on accounting for uncertainty in income taxes, which addresses the determination of whether tax benefits claimed or expected to be claimed on a tax return should be recorded in the consolidated financial statements. Under this guidance, Community Shares may recognize the tax benefit from an uncertain tax position only if it is more likely than not that the tax position will be sustained on examination by taxing authorities, based on the technical merits of the position. Examples of tax positions include the tax-exempt status of Community Shares, and various positions related to the potential sources of unrelated business taxable income (UBIT). The tax benefits recognized in the consolidated financial statements from such a position are measured based on the largest benefit that has a greater than 50 percent likelihood of being realized upon ultimate settlement. The guidance on accounting for uncertainty in income taxes also addresses de-recognition, classification, interest and penalties on income taxes, and accounting in interim periods. On June 30, 2025, there were no material unrecognized tax benefits identified or recorded as liabilities.

Community Shares files Form 990 in the U.S. federal jurisdiction and the state of Ohio. Community Shares federal exempt organization tax returns are subject to examination by the Internal Revenue Service, generally for three years after they are filed. All tax returns for years ending after June 30, 2022, are open for examination.

**Non-Financial Contributed Assets**

A substantial number of volunteers have donated their time to Community Shares. The majority of this time is through volunteer support at Community Shares events. These donated services are not reflected in the consolidated financial statements since these services do not meet the criteria for recognition as contributed services.

**Subsequent Events**

Generally accepted accounting principles define subsequent events as events or transactions that occur after the Consolidated Statement of Financial Position date, but before the consolidated financial statements are issued or are available to be issued. Management has evaluated subsequent events through October 21, 2025, the date on which the consolidated financial statements were available to be issued.

**COMMUNITY SHARES**  
**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS**  
**FOR THE YEARS ENDED JUNE 30, 2025 AND 2024**

**NOTE 3 – CONCENTRATIONS OF CREDIT RISK**

Community Shares maintains its operating cash accounts at two financial institutions in Central Ohio. All funds are kept in interest-bearing accounts and are insured by the Federal Deposit Insurance Corporation (“FDIC”) up to \$250,000 at each institution. At various times, Community Shares will have balances that exceed the FDIC limit.

Community Shares’ market is concentrated in one geographical area and the credit risk for grants receivable is concentrated as well because substantially all the balances are receivable from individuals located within the same geographic region.

**NOTE 4 – CASH AND CASH EQUIVALENTS**

Cash and cash equivalents as of June 30, 2025 and 2024, consist of the following:

	<u>2025</u>	<u>2024</u>
Operating Account	\$ 32,153	\$ 90,880
Savings Account	-	4,404
Money Market	5,142	-
Morgan Stanley Account	109,232	105,120
Total Cash and Cash Equivalents	<u>\$146,527</u>	<u>\$200,404</u>

**NOTE 5 – FISCAL SPONSOR FUNDS**

Fiscal sponsor funds are held by Community Shares on behalf of other entities and are disbursed only upon instruction from such entities. The amounts of fiscal sponsor funds held for other parties, totaled \$211,623 and \$297,462 as of June 30, 2025 and 2024, respectively. These funds are reflected as Net Assets With Donor Restrictions.

**NOTE 6 – GRANTS RECEIVABLE**

Receivables as of June 30, 2025 and 2024, consist of the following:

	<u>2025</u>	<u>2024</u>
Grants Receivable	\$ -	\$ 57,621
Total Grants Receivable	<u>\$ -</u>	<u>\$ 57,621</u>

**NOTE 7 – INVESTMENTS**

Investments consist of mutual funds and are reported at fair market value. Market risk could occur and is dependent on the future changes in market prices of the various investments held. An analysis of the investments not classified as cash equivalents and held at June 30, 2025 and 2024, is as follows:

	<u>2025</u>	<u>2024</u>
Mutual Funds	<u>\$ 43,414</u>	<u>\$ 40,088</u>

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**NOTE 8 – EQUIPMENT AND CAPITALIZED SOFTWARE**

During 2022, Community Shares acquired a laptop. Depreciation for the laptop amounted to \$172 for the years ended June 30, 2025 and 2024.

During 2018, Community Shares internally developed software. Amortization expense for the years ended June 30, 2025 and 2024 was \$0. The intangible asset had been completely amortized as of the year ended June 30, 2023.

**NOTE 9 – ACCRUED PAYROLL LIABILITIES**

Accrued payroll liabilities as of June 30, 2025 and 2024, consist of the following:

	<b>2025</b>	<b>2024</b>
Accrued Wages Payable	\$ 1,119	\$ 1,119
Accrued Vacation Payable	21,213	22,645
Total Accrued Payroll Liabilities	\$ 22,332	\$ 23,764

**NOTE 10 – FAIR VALUE OF FINANCIAL INSTRUMENTS**

Generally accepted accounting principles establish 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 as follows:

- 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 or liability's fair value measurement level within the fair value hierarchy is based on the

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**NOTE 10 – FAIR VALUE OF FINANCIAL INSTRUMENTS (Continued)**

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.

The following methods and assumptions were used by Community Shares in estimating the fair value of its financial instruments:

**Cash and Cash Equivalents and Fiscal Sponsor Funds** – The carrying amount reported in the Consolidated Statements of Financial Position approximates fair value because of the short maturity of those instruments.

**Mutual Funds** – The fair value of mutual funds, which invests in marketable equity and debt securities, is based on quoted market prices.

The fair values of assets measured at June 30, 2025, are as follows:

Description	Fair Value	Quoted Prices in Active Markets for Identical Assets (Level 1)
Cash and Cash Equivalents	\$ 146,527	\$ 146,527
Fiscal Sponsor Funds	128,865	128,865
Mutual Funds	43,414	43,414
	\$ 318,806	\$ 318,806

The fair values of assets measured at June 30, 2024, are as follows:

Description	Fair Value	Quoted Prices in Active Markets for Identical Assets (Level 1)
Cash and Cash Equivalents	\$ 200,404	\$ 200,404
Fiscal Sponsor Funds	88,193	88,193
Mutual Funds	40,088	40,088
	\$ 328,685	\$ 328,685

Community Shares recognizes transfers of assets into and out of levels as of the date an event or change in circumstances causes the transfer. There were no transfers between levels in the years ended June 30, 2025 and 2024.

**NOTE 11 – NOTE PAYABLE**

Under the Economic Injury Disaster Loan (“EIDL”), a pre-existing Small Business Administration (“SBA”) loan program, Community Shares received a \$150,000 loan on June 15, 2020. The funds were provided by the SBA loan program in response to the economic disruption due to the outbreak

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**NOTE 11 – NOTE PAYABLE (Continued)**

of COVID-19. EIDL funds can be used to pay business expenses such as payroll, benefits, rent, mortgage, and general overhead but cannot be used for expenses that are compensated by other sources. The loan is payable over 30 years with an interest rate of 2.75% and monthly payments of \$641. The first payment was due December 15, 2022. The loan is collateralized by property Community Shares now owns or acquires and shall not transfer any collateral without the prior written consent of the SBA. Accrued interest on the loan was \$1,514 and \$4,987 for the years ended June 30, 2025 and 2024, respectively.

Future scheduled maturities of long-term debt for years ending June 30 are as follows:

2026	\$	2,056
2027		3,670
2028		3,772
2029		3,877
2030		3,985
Thereafter		132,640
		<u>\$ 150,000</u>

**NOTE 12 – LINE OF CREDIT**

Community Shares of Md-Ohio secured a \$75,000 line of credit (LOC) with WesBanco Bank, Inc. on May 5, 2021, for general business purposes. Draws on the LOC bear interest at prime rate (currently 7.5%) plus a margin of 2.25 percentage points. Community Shares may pay all or a portion of the amount owed earlier than it is due. The lien of credit is unsecured. No funds were drawn on the LOC as of June 30, 2025 and 2024.

**NOTE 13 – DONATED FACILITIES, GOODS, AND SERVICES**

Community Shares occupies office space provided by LifeCare Alliance at 1699 W. Mound St., Columbus, Ohio 43223. Community Shares is not charged for use of these facilities. The fair value of this office space was \$18,000 for each of the years ended June 30, 2025 and 2024, respectively, and is recorded in Donated Facilities, and Rent - In-Kind Expense in the Consolidated Statements of Activities and Consolidated Statements of Functional Expenses. The agreement for the office space is in effect through December 31, 2024, and is then subject to negotiation for a further period.

**NOTE 14 – RETIREMENT PLAN**

Community Shares has a defined contribution plan covering all employees who meet the eligibility requirements. Community Shares' contributions to the plan have been determined by the Board of Trustees. Contributions to the plan, included in Employee Benefits in the Consolidated Statements of Functional Expenses, were \$7,256 and \$6,998 for the years ended June 30, 2025 and 2024, respectively.

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**NOTE 15 – LIQUIDITY AND AVAILABILITY OF FINANCIAL ASSETS**

Community Shares has financial assets available for use within one year from the Consolidated Statement of Financial Position dates and are as follows:

	<b>2025</b>	<b>2024</b>
<b>Financial Assets at Year-End:</b>		
Total Current Assets	\$ 318,806	\$ 387,070
<b>Less:</b>		
Prepaid Expenses	-	(764)
Donor-Restricted Current Assets	(211,623)	(297,462)
<b>Total Financial Assets Available for Use Within One Year</b>	<b>\$ 107,183</b>	<b>\$ 88,844</b>

Generally, the goal of Community Shares is to maintain financial assets to be able to meet its general operating expenditures. Currently, operating expenditures for a 90-day period amount to approximately \$139,000 and \$186,000 for the years ended June 30, 2025 and 2024, respectively.

**NOTE 16 – GOING CONCERN**

Community Shares' total restricted net assets were \$211,623 for the year ended June 30, 2025. After accounting for restricted assets, Community Shares has \$107,183 of liquid assets to cover operating costs. After adjusting the average monthly expenses for in-kind rent and donations to other agencies, the monthly expenses are approximately \$47,000. Therefore, with no additional funding and without making use of the line of credit, Community Shares has approximately 70 days of liquid assets to fund the ongoing activities.

It is management's assertion that this short fall is a temporary instance. Management asserts that reducing expenses, changing the fee structure that is charged to the fiscal sponsors from 5% to 7%, and the collection of new membership dues will change the financial outlook as soon as and will increase the cash available to fund ongoing activities. The change will be in full effect in the 2026 consolidated financial statements.