



**TheraYouth Foundation
Independent Accountants' Review Report
Financial Statements
December 31, 2025 and 2024**

Resolute Accounting & Finance Solutions
Bridgewater, NJ 08807
732-648-8466
www.resolute.business

**TheraYouth Foundation
Financial Statements
December 31, 2025 and 2024**

CONTENTS

Independent Accountants' Review Report.....1

FINANCIAL STATEMENTS

Statement of Financial Position.....3

Statement of Activities and Changes in Net Assets.....4-5

Statement of Cash Flows.....6

Statement of Functional Expenses.....7-8

Notes to Financial Statements.....9-15



Independent Accountants' Review Report

The Board of Directors
TheraYouth Foundation
Basking Ridge, NJ

We have reviewed the accompanying financial statements of TheraYouth Foundation (a nonprofit organization), which comprise the statements of financial position as of December 31, 2025 and 2024, and the related statements of activities and changes in net assets, cash flows, and functional expenses for the year 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 the 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.

Accountants' Responsibility

Our responsibility is to conduct the review engagement 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 TheraYouth Foundation and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements related to our review.

Accountants' Conclusion

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

A handwritten signature in black ink, consisting of a large initial 'R' followed by a series of connected loops and a final upward stroke.

Resolute Accounting & Finance Solutions

Bridgewater, New Jersey

February 25, 2026

TheraYouth Foundation
Statements of Financial Position
For the year ended December 31, 2025 and December 31, 2024

	<u>2025</u>	<u>2024</u>
ASSETS		
Current Assets		
Cash	\$ 123,812	\$ 53,627
Accounts Receivable	-	3,355
Total Current Assets	<u>123,812</u>	<u>56,982</u>
Property and equipment, net	-	-
Other Assets		
Prepaid Rent	-	3,841
Right-of-Use Asset	312,072	-
Security Deposits	10,239	10,239
Total Current Assets	<u>322,311</u>	<u>14,080</u>
Total Assets	<u>\$ 446,123</u>	<u>\$ 71,062</u>
LIABILITIES AND NET ASSETS		
Liabilities		
Current Liabilities		
Accounts Payable	\$ 4,591	\$ 246
Credit Card Payable	1,109	791
Current Lease Liability	43,209	-
Loans	5,432	-
Total Current Liabilities	<u>54,341</u>	<u>1,037</u>
Long-Term Liabilities		
Non-Current Lease Liability	\$ 274,013	\$ -
Total Long-Term Liabilities	<u>274,013</u>	<u>-</u>
Total Liabilities	<u>328,354</u>	<u>1,037</u>
Net Assets		
Without donor restrictions	107,770	59,025
With donor restrictions	10,000	11,000
Total Net Assets	<u>117,770</u>	<u>70,025</u>
Total liabilities and net assets	<u>\$ 446,123</u>	<u>\$ 71,062</u>

TheraYouth Foundation
Statement of Activities and Changes in Net Assets
For the year ended December 31, 2025

	Without Donor Restrictions	With Donor Restrictions	Total
Operating Revenue, Gains and Support			
Medical Service Income	\$ 29,723	\$ -	\$ 29,723
Fundraising	40,609	-	40,609
Contribution	137,676	-	137,676
Grants	119,000	20,000	139,000
Reimbursements	(3,355)	-	(3,355)
Other Misc Income	1,051	-	1,051
Total Operating Revenue, Gains and Support	<u>324,705</u>	<u>20,000</u>	<u>344,705</u>
Operating Expenses:			
Program Services	223,461	-	223,461
Management & General	28,181	-	28,181
Fundraising	41,732	-	41,732
Total Operating Expense	<u>293,375</u>	<u>-</u>	<u>293,375</u>
Operating income	<u>31,330</u>	<u>20,000</u>	<u>51,330</u>
Other income			
Interest Income	9	-	9
Excess of revenue, gains, and support over expenses	31,340	20,000	51,340
Change in net assets	31,340	20,000	51,340
Net assets beginning of year	<u>55,430</u>	<u>11,000</u>	<u>66,430</u>
Net assets end of year	<u>\$ 86,770</u>	<u>\$ 31,000</u>	<u>\$ 117,770</u>

TheraYouth Foundation
Statement of Activities and Changes in Net Assets
For the year ended December 31, 2024

	Without Donor Restrictions	With Donor Restrictions	Total
Operating Revenue, Gains and Support			
Medical Service Income	\$ 27,362	\$ -	\$ 27,362
Fundraising	27,085	-	27,085
Contribution	138,320	-	138,320
Grants	66,750	11,000	77,750
Reimbursements	10,945	-	10,945
Total Operating Revenue, Gains and Support	<u>270,461</u>	<u>11,000</u>	<u>281,461</u>
Operating Expenses:			
Program Services	214,743	-	214,743
Management & General	4,967	-	4,967
Fundraising	18,125	-	18,125
Total Operating Expense	<u>237,835</u>	<u>-</u>	<u>237,835</u>
Operating income	<u>32,627</u>	<u>11,000</u>	<u>43,627</u>
Other income			
Interest Income	<u>2</u>	<u>-</u>	<u>2</u>
Excess of revenue, gains, and support over expenses	32,629	11,000	43,629
Change in net assets	32,629	11,000	43,629
Net assets beginning of year	<u>26,396</u>	<u>-</u>	<u>26,396</u>
Net assets end of year	<u>\$ 59,025</u>	<u>\$ 11,000</u>	<u>\$ 70,025</u>

TheraYouth Foundation
Statements of Cash Flows
For the year ended December 31, 2025 and 2024

	<u>2025</u>	<u>2024</u>
Cash flows from Operating Activities:		
Change in net assets	\$ 47,745	\$ 43,629
Adjustments to reconcile changes in net assets to net cash provided by operations:		
Accounts Receivable	3,355	(3,355)
Accounts Payable	4,345	3,985
Chase Visa *1604	318	94
Prepaid Rent	3,841	(3,841)
Unrestricted Net Assets	-	(1,778)
Operating lease right-of-use	(312,072)	-
Operating lease liability	317,222	-
Net cash flows from Operating Activities	<u>64,753</u>	<u>38,734</u>
Cash flows from Investing Activities:		
Security Deposits Asset	-	-
Net cash flows from Investing Activities	<u>-</u>	<u>-</u>
Cash flows from Financing Activities:		
Central PT Loan	5,432	(897)
Officer Loan	-	(366)
Net cash flows from Financing Activities	<u>5,432</u>	<u>(1,264)</u>
Net change in cash	70,185	37,470
Cash at beginning of period	53,627	16,157
Cash at end of period	<u>\$ 123,812</u>	<u>\$ 53,627</u>

TheraYouth Foundation
Statement of Functional Expenses
For the year ended December 31, 2025

	<u>Fundraising</u>	<u>General & Administrative</u>	<u>Program Services</u>	<u>Total</u>
Expense				
Advertising and Promotion	-	1,270	-	1,270
Automobile Expense	-	14	-	14
Bank Service Charges	575	575	1,726	2,876
Business Licenses and Perm	-	38	340	378
Computer and Internet Expen:	-	567	2,268	2,835
Dues and Subscriptions	-	26	233	259
Fax Expense	-	-	210	210
Fundraisings	41,157	75	-	41,232
Gifts	-	-	30	30
Grant Research and File	-	-	38,746	38,746
Insurance Expense	-	1,140	4,562	5,702
Janitorial Expense	-	-	228	228
Lease Expense	-	-	44,119	44,119
Marketing	-	645	-	645
Meals and Entertainment	-	1,443	19	1,462
Office Electronics	-	646	2,582	3,228
Office Furniture	-	-	624	624
Office Supplies	-	-	811	811
Payroll Expenses	-	-	102,725	102,725
Payroll Taxes	-	-	11,156	11,156
Postage & Delivery	-	346	18	364
Printing and Reproduction	-	-	95	95
Professional Fees	-	20,684	-	20,684
Repairs and Maintenance	-	-	6,331	6,331
Small Medical Equipment	-	-	2,461	2,461
Software	-	99	-	99
Sponsorships-Donations	-	464	-	464
Tips	-	150	-	150
Treatment Supplies	-	-	265	265
Utilities	-	-	3,913	3,913
Total Expense	<u>41,732</u>	<u>28,181</u>	<u>223,461</u>	<u>293,375</u>

TheraYouth Foundation
Statement of Functional Expenses
For the year ended December 31, 2024

	<u>Program Services</u>	<u>Fundraising</u>	<u>General and Administrative</u>	<u>Total</u>
Advertising and Promotion	55	220	-	275
Automobile	9	21	-	30
Bank Service Charges	-	-	646	646
Business Licenses and Permits	-	157	-	157
Computer and Internet	1,438	381	272	2,091
Dues and Subscriptions	257	-	-	257
Fundraisings	-	15,274	-	15,274
Grant Research and File	28,081	-	-	28,081
Insurance	3,816	-	-	3,816
Meals and Entertainment	-	-	1,588	1,588
Office Expenses, rent and supplies	54,391	79	20	54,489
Personnel	120,583	-	-	120,583
Postage & Delivery	415	78	26	519
Professional Fees	3,238	1,915	1,915	7,069
Small Medical Equipment	2,180	-	115	2,295
Software	279	-	-	279
Taxes	-	-	47	47
Treatment Supplies			339	339
Total Expenses	<u>214,743</u>	<u>18,125</u>	<u>4,967</u>	<u>237,835</u>

TheraYouth Foundation
Notes to Financial Statements
December 31, 2025

Note 1. Nature of Operations

Operations and Tax-Exempt Status

TheraYouth Foundation is a 501(c)(3) nonprofit organization based in New Jersey. Founded in February 2021, it runs outpatient therapy programs dedicated to addressing the healthcare-accessibility gap in high-need neighborhoods. Its mission focuses on helping children overcome physical and developmental barriers through affordable occupational, physical, and speech therapy, creating healthier futures.

Recognized by the IRS as a public charity (not a private foundation), TheraYouth Foundation is exempt from federal and state income taxes. Contributions to the Organization are tax-deductible for donors, in accordance with IRS guidelines.

Note 2. Summary of Significant Accounting Policies

Basis of Presentation

The Organization prepares its financial statements in accordance with accounting principles generally accepted in the United States of America (“U.S. GAAP”) established by the Financial Accounting Standards Board (“FASB”). The financial statements report information regarding financial position and activities classified based on the existence of donor-imposed restrictions. Accordingly, net assets of the Organization and changes therein, are classified and reported as follows:

Note 2. Summary of Significant Accounting Policies (Continued)

Net assets without donor restrictions – Net assets that are not subject to donor-imposed restrictions and may be expended for any purpose in performing the primary objectives of the Organization. These net assets may be used at the discretion of the Organization’s management and the board of directors.

Net assets with donor restrictions – Net assets subject to stipulations imposed by donors and grantors. Some donor restrictions are temporary in nature; those restrictions will be met by actions of the Organization or by the passage of time. Other donor restrictions are perpetual in nature, whereby the donor has stipulated the funds be maintained in perpetuity.

Revenue Recognition

Grants may be considered an exchange transaction or a conditional / unconditional promise to give. The Organization recognizes grants as a transfer of assets that are unconditional, voluntary, and nonreciprocal. Grants considered to be unconditional promises to give are recognized when awarded. Grants considered to be conditional promises to give are recognized when the condition is met.

Grants require the fulfillment of certain conditions as set forth in the instrument of the grant. Failure to fulfill the conditions could result in the return of funds to the grantor. The Organization has not been informed by any agencies of any funds which are required to be returned.

The Organization reports unconditional promises to give as revenue when the promise is received. Conditional promises to give are recognized as revenue when the condition is met. Contributions received are recorded as with or without donor restrictions depending on the existence and/or nature of any 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 restriction and reported

in the consolidated statement of activities as net assets released from restrictions.

Contributions of assets other than cash are recorded at their estimated fair value. Contributions of services are recognized if the services received (a) create or enhance non-financial assets or (b) require specialized skills, are provided by individuals possessing those skills, and would typically need to be purchased if not provided by donation.

Fundraising events are coordinated and staffed by Organization personnel rather than a third-party support group or organization. It is designed to attract people for the purpose of raising mission awareness, for increasing funding from existing donors, and the cultivation of future donors.

Program service fees consist of revenues from patient's families typically provided as an insurance co-pay, the purpose of which is to provide partial compensation for treatment. Program service fees are recognized in accordance with ASC 606. Revenue is recognized when services transfers to the customer, in an amount that reflects the consideration to which the Organization expects to be entitled.

Event fees consist of revenues from Organization event attendees from event admission or other Organization benefit provided to supporters, the purpose of which is to raise mission awareness. Event revenue is recognized at the point in time when the event related transaction occurs.

Estimates

The preparation of financial statements in accordance with U.S. GAAP requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements. Estimates also affect the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

Note 2. Summary of Significant Accounting Policies (Continued)

Accounts Receivable, Trade

The Organization records accounts receivable at the invoiced amount, net of an allowance for uncollectible amounts. The accounts receivable balance is \$0 and \$3,355 for the years ended December 31, 2025, and December 31, 2024, respectively.

Property and Equipment

Property and equipment are stated at cost. Additions and improvements that extend the lives of the assets are capitalized, while expenditures for repairs and maintenance are expensed as incurred. Depreciation is calculated on a straight-line basis over the estimated useful lives of the assets ranging from five to ten years.

Upon retirement or disposal of property and equipment, the costs and related accumulated depreciation or amortization are eliminated from the accounts and the resulting gain or loss is recognized in earnings.

Functional Expenses

The costs of providing program and other activities have been summarized on a functional basis in the statements of activities. Accordingly, certain costs have been allocated among program services and supporting services benefited. Such allocations are determined by management on an equitable basis. Expenses related directly to a program are distributed to that program, while other expenses are allocated based upon management's estimate of the percentage attributable to each program.

Note 3. Concentrations and Credit Risk

The Organization maintains its cash in bank deposit accounts (checking) that at times exceed federally insured limits. All noninterest bearing cash balances are insured up to \$250,000 per depositor at each financial institution. Approximately \$123,812 and \$53,627 is subject to credit risk at December 31, 2025, and December 31, 2024, respectively. However, these cash balances are maintained at credit worthy institutions. The Organization has not experienced any losses in such accounts and management believes it is not exposed to any significant credit risk.

Note 4. Related Party Transactions

There are no related party transactions.

Note 5. Debt

The Organization maintains an uncollateralized credit card account with Chase Bank with a total credit line of \$18,000. There is a credit card balance of \$1,109 and \$791 as of December 31, 2025, and December 31, 2024, respectively, bearing interest at 17.5%. The balance is payable on demand and classified as a current liability.

The Organization maintains an uncollateralized line of credit account with Northfield Bank with a total credit line of \$100,000. There is a line of credit balance of \$0 as of December 31, 2025, and December 31, 2024, respectively, bearing interest at 6%. Any balance is payable on demand through automatic debits and classified as a current liability.

There is an outstanding loan from Central PT with a balance of \$5,000 as of December 31, 2025. The loan is payable in full on December 31, 2026.

Note 6. Leases

The Organization leases an office under an operating lease agreement. The lease period is 123 months and commenced on June 20, 2023. Operating leases are included in operating right-of-use assets, other current liabilities, and operating lease liability on the balance sheet.

The components of the Organization's lease costs are included in the accompanying statements of operations and changes in net assets as follows:

Program Expense: Operating lease cost \$44,119

Note 7. Net Assets with Donor Restrictions

Net assets with donor restrictions are available for the following purposes or periods as of December 31:

	<u>2025</u>	<u>2024</u>
Purchase of furniture, fixtures, equipment, repair, or renovations	\$ 20,000	\$ 11,000
Total net assets with donor restrictions	<u>\$ 20,000</u>	<u>\$ 11,000</u>

Note 8. Liquidity

As of December 31, 2025, the Organization had cash and cash equivalents of \$123,812 and current assets totaling \$123,812 compared to current liabilities of 54,341, resulting in a current ratio of 78.8.

The Organization's primary sources of liquidity include:

- Cash
- Line of credit
- Operating cash flows from primary revenue sources, including medical services income, grants, and contributions.

Note 9. Subsequent Events

There were no subsequent events as of the February 25, 2026 report issuance date.