

SQUASH HAVEN, INC.

FINANCIAL STATEMENTS

Years Ended June 30, 2025 and 2024

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INDEPENDENT AUDITORS' REPORT

Board of Directors
Squash Haven, Inc.
New Haven, Connecticut

Opinion

We have audited the accompanying financial statements of Squash Haven, Inc. (a nonprofit organization), which comprise the statements of financial position as of June 30, 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.

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

Basis for 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 Squash Haven, Inc. 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 the 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.

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 Squash Haven Inc.'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 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. 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 Squash Haven Inc.'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.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about Squash Haven Inc.'s ability 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.

Bailey Scarano, LLC

Branford, Connecticut

November 13, 2025

SQUASH HAVEN, INC.
STATEMENTS OF FINANCIAL POSITION
June 30, 2025 and 2024

	2025	2024
<u>ASSETS</u>		
CURRENT ASSETS		
Cash	\$ 695,160	\$ 774,125
Pledges receivable	573,833	10,000
Prepaid expenses	12,519	4,703
Security deposit	-	2,000
Total	1,281,512	790,828
FIXED ASSETS, NET	78,583	35,620
OTHER ASSET		
Investments - endowment funds	5,667,745	4,492,179
Pledges receivable	356,885	-
Right-of-use asset, net	268,017	-
Total	6,292,647	4,492,179
Total	\$ 7,652,742	\$ 5,318,627
<u>LIABILITIES AND NET ASSETS</u>		
CURRENT LIABILITIES		
Accounts payable	\$ 11,095	\$ 8,700
Accrued expenses	42,220	42,535
Operating lease liability	61,855	-
Deferred revenue	23,000	32,500
Total	138,170	83,735
LONG-TERM LIABILITY		
Operating lease liability	212,561	-
NET ASSETS		
Without donor restrictions		
Undesignated	1,634,266	742,713
Board designated	5,667,745	4,492,179
Total	7,302,011	5,234,892
Total	\$ 7,652,742	\$ 5,318,627

See accompanying notes and independent auditors' report.

SQUASH HAVEN, INC.
STATEMENTS OF ACTIVITIES
Years ended June 30, 2025 and 2024

	2025	2024
CHANGES IN NET ASSETS WITHOUT DONOR RESTRICTIONS:		
Revenue and other support		
Individual and board contributions	\$ 2,002,002	\$ 524,000
Fundraising events	416,733	403,945
Grants	291,374	254,702
Investment income, net	522,121	240,816
Contributed goods and services	22,056	22,056
Matching gifts	15,416	6,241
Total	3,269,702	1,451,760
Expenses		
Program services	1,090,296	948,336
Management and general	59,294	65,311
Fundraising	52,993	62,018
Total	1,202,583	1,075,665
INCREASE IN NET ASSETS WITHOUT DONOR RESTRICTIONS	2,067,119	376,095
NET ASSETS - BEGINNING OF YEAR	5,234,892	4,858,797
NET ASSETS - END OF YEAR	\$ 7,302,011	\$ 5,234,892

See accompanying notes and independent auditors' report.

SQUASH HAVEN, INC.
STATEMENTS OF FUNCTIONAL EXPENSES
Years ended June 30, 2025 and 2024

	Program Services	Management and General	Fundraising	Total	2024
Payroll	\$ 610,667	\$ -	\$ -	\$ 610,667	\$ 577,437
Employee benefits	79,759	-	-	79,759	69,654
Rent	66,509	9,600	-	76,109	46,356
Travel	52,208	854	-	53,062	47,374
Payroll taxes and burden	47,742	-	-	47,742	45,241
Functions and outings	31,599	-	-	31,599	14,312
Event expenses	-	-	31,286	31,286	33,706
Insurance	31,029	-	-	31,029	27,282
Tournament entry fees	30,434	-	-	30,434	21,732
Miscellaneous	26,200	3,434	-	29,634	24,707
Equipment	23,056	-	-	23,056	17,085
Depreciation	22,326	-	-	22,326	15,331
Consulting	400	-	21,000	21,400	37,492
Professional fees	-	17,778	-	17,778	16,418
Meals and entertainment	17,210	-	-	17,210	12,961
Retirement plan	16,767	-	-	16,767	14,542
Office	-	16,421	-	16,421	6,206
Financial aid at schools	15,624	-	-	15,624	17,294
Supplies	10,943	-	-	10,943	12,215
Website design and maintenance	7,290	307	-	7,597	367
Telephone	160	4,096	-	4,256	10,661
Printing	74	3,199	-	3,273	3,746
Payroll services	-	1,231	-	1,231	1,278
Utilities	-	1,200	-	1,200	1,200
Dues and subscriptions	-	1,174	-	1,174	949
Promotions	-	-	707	707	-
Repairs and maintenance	299	-	-	299	119
Total expenses, year ended June 30, 2025	<u>\$1,090,296</u>	<u>\$ 59,294</u>	<u>\$ 52,993</u>	<u>\$1,202,583</u>	
Total expenses, year ended June 30, 2024	<u>\$ 948,336</u>	<u>\$ 65,311</u>	<u>\$ 62,018</u>		<u>\$1,075,665</u>

See accompanying notes and independent auditors' report.

SQUASH HAVEN, INC.
STATEMENT OF FUNCTIONAL EXPENSES
Year ended June 30, 2024

	Program Services	Management and General	Fundraising	Total
Payroll	\$ 577,437	\$ -	\$ -	\$ 577,437
Employee benefits	69,654	-	-	69,654
Travel	47,374	-	-	47,374
Rent	18,756	27,600	-	46,356
Payroll taxes and burden	45,241	-	-	45,241
Consulting	9,180	-	28,312	37,492
Event expenses	-	-	33,706	33,706
Insurance	27,282	-	-	27,282
Miscellaneous	20,932	3,775	-	24,707
Tournament entry fees	21,732	-	-	21,732
Financial aid at schools	17,294	-	-	17,294
Equipment	17,085	-	-	17,085
Professional fees	-	16,418	-	16,418
Depreciation	15,331	-	-	15,331
Retirement plan	14,542	-	-	14,542
Functions and outings	14,312	-	-	14,312
Meals and entertainment	12,961	-	-	12,961
Supplies	12,215	-	-	12,215
Telephone	6,889	3,772	-	10,661
Office	-	6,206	-	6,206
Printing	-	3,746	-	3,746
Payroll services	-	1,278	-	1,278
Utilities	-	1,200	-	1,200
Dues and subscriptions	-	949	-	949
Website design and maintenance	-	367	-	367
Repairs and Maintenance	119	-	-	119
Totals	<u>\$ 948,336</u>	<u>\$ 65,311</u>	<u>\$ 62,018</u>	<u>\$1,075,665</u>

See accompanying notes and independent auditors' report.

SQUASH HAVEN, INC.
STATEMENTS OF CASH FLOWS
Years ended June 30, 2025 and 2024

	2025	2024
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase in net assets	\$ 2,067,119	\$ 376,095
Adjustments to reconcile increase in net assets to net cash provided by operating activities:		
Depreciation	22,326	15,331
Unrealized gains on investments	(293,349)	(38,810)
Unexpended endowment income	(228,428)	(201,863)
Amortization of operating lease right-of-use assets	50,253	-
Changes in operating assets and liabilities:		
(Increase) decrease in:		
Pledges receivable	(920,718)	(5,392)
Prepaid expenses	(7,816)	(2,947)
Security deposit	2,000	(2,000)
Increase (decrease) in:		
Accounts payable	2,395	234
Accrued expenses	(315)	5,351
Operating lease liability	(43,854)	-
Deferred revenue	(9,500)	(2,750)
Total adjustments	(1,427,006)	(232,846)
NET CASH PROVIDED BY OPERATING ACTIVITIES	640,113	143,249
CASH FLOWS FROM INVESTING ACTIVITIES		
Net transfers (to) from investments - endowment funds	(653,789)	10,617
Purchase of equipment	(65,289)	-
NET CASH (USED IN) PROVIDED BY INVESTING ACTIVITIES	(719,078)	10,617
NET (DECREASE) INCREASE IN CASH	(78,965)	153,866
CASH - BEGINNING OF YEAR	774,125	620,259
CASH - END OF YEAR	\$ 695,160	\$ 774,125
SUPPLEMENTAL DISCLOSURES OF CASH FLOWS INFORMATION:		
Cash paid during the period for:		
Interest	\$ 7,868	\$ -
Operating lease right-of-use assets obtained in exchange for new operating lease liability	\$ 318,270	\$ -

See accompanying notes and independent auditors' report.

SQUASH HAVEN, INC.
NOTES TO FINANCIAL STATEMENTS
June 30, 2025 and 2024

NOTE #1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Nature of Operations

Squash Haven, Inc. (the Organization) is an after-school enrichment organization for New Haven youth formed in the spring of 2006. The “Organization” was formed to promote academic, athletic, and personal growth through a program of squash instruction, individual academic support, health and fitness instruction, and community service. Squash Haven empowers New Haven youth to strive for and maintain school success and physical wellness, and to forge a path through higher education to engaged citizenship.

Basis of Presentation

The financial statements of the Organization have been prepared in accordance with accounting principles generally accepted in the United States of America. 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 net assets with donor restrictions.

Net assets without donor restrictions are resources available to support operations and not subject to donor restrictions. The only limits on the use of net assets without donor restrictions are the broad limits resulting from the nature of the Organization, the environment in which it operates, the purposes specified in its corporate documents and its application for tax-exempt status, and any limits resulting from contractual agreements with creditors and others that are entered into in the course of its operations. The governing board has designated, from net assets without donor restrictions, net assets for a board-designated fund.

Net assets with donor restrictions are 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, such as those that the donor stipulates that resources be maintained in perpetuity.

When a donor's restriction is satisfied, either by using the resources in the manner specified by the donor or by the passage of time, the expiration of the restriction is reported in the financial statements by reclassifying the net assets from net assets with donor restrictions to net assets without donor restrictions.

Use of Estimates

The preparation of the financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions in preparing financial statements. Those estimates and assumptions affect the reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities, and the reported revenues and expenses. Actual results could differ from those estimates.

SQUASH HAVEN, INC.
NOTES TO FINANCIAL STATEMENTS
June 30, 2025 and 2024

NOTE #1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Contributions

The Organization obtains revenues through donations received from the Board members, individuals, grants, and fundraising events. Contributions received are recorded as without donor restrictions or with donor restrictions depending on the existence and/or nature of any donor restrictions. Contributions with donor restrictions whose restrictions are met in the same reporting period are recorded as contributions without donor restrictions. Sources of income vary from year to year and income in general is classified in sources by management in accordance with GAAP.

Contributed – Goods and Services

The Organization receives contributions of goods and facilities provided by individuals and businesses in the community (See Note #5). The Organization in the past has also received donations of equipment. Such donations are reported as increases in net assets without donor restrictions unless the donor has restricted the donated asset to a specific purpose. The Organization recognized \$22,056 and \$22,056 of contributed goods and services for the years ended June 30, 2025 and 2024 respectively, as the fair value of the contributions in the accompanying statements of activities. The amounts reflected in the financial statements as contributions in-kind are offset by like amounts in the statement of functional expenses.

Contributed goods and services consist of the following at June 30:

	<u>2025</u>	<u>2024</u>
Lease	\$ 20,856	\$ 20,856
Utilities	<u>1,200</u>	<u>1,200</u>
Total	<u>\$ 22,056</u>	<u>\$ 22,056</u>

Pledges Receivable

Contributions are recognized when the donor makes a promise to give to the Organization that is, in substance, unconditional. Contributions that are restricted by the donor are reported as increases in net assets without restrictions if the restrictions expire in the fiscal year in which the contributions are recognized. 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. No allowance for uncollectible promises to give was deemed necessary at June 30, 2025 and 2024.

Cash Flows

For the purposes of the statements of cash flows, the Organization considers all highly liquid debt instruments with an original maturity of three months or less to be cash equivalents.

SQUASH HAVEN, INC.
NOTES TO FINANCIAL STATEMENTS
June 30, 2025 and 2024

NOTE #1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Investments – Endowment Funds

During the year ended June 30, 2015, the Organization created a board designated endowment fund. The fund is designed to reduce pressure on annual fund-raising. Since the fund resulted from an internal designation and is not donor-restricted, it is classified and reported as net assets without donor restrictions. The board has approved the funds be maintained by Yale University. The board plans to use the funds to support growth of its program consistent with its mission and annual operating expenses if deemed necessary. The board approved of transferring excess funds greater than the projected six months of cash expenses to the endowment fund. During the year ended June 30, 2016, the funds were invested into Yale University’s pooled endowment funds and subject to Yale Investment Office’s investment policies. The funds invested are valued using unit values based on Yale University’s total endowment fund. During the year ended June 30, 2025 the board appropriated \$665,000 of prior year’s earnings into the endowment fund. During the year ended June 30, 2024, the board did not appropriate any prior year’s earnings into the endowment fund.

During the year ended June 30, 2018, the Organization created another board designated endowment fund. The fund is designed to support college students’ needs that fall outside of the traditional programming budget. Since the fund resulted from an internal designation and is not donor-restricted, it is classified and reported as unrestricted net assets. The board has approved the funds be maintained by Yale University. The board approved the right to transfer excess funds annually to support relevant higher education needs.

During the year ended June 30, 2025, the Organization started a third board designated endowment fund. The fund will be utilized to offset the annual operating costs of the new office space at 254 Elm St.

The following reconciliation shows the activity and balance of the endowment funds, all of which is included in unrestricted net assets as of June 30:

	<u>2025</u>	<u>2024</u>
Beginning balance	\$ 4,492,179	\$ 4,262,123
Prior earnings appropriated by board	665,000	-
Transfers to operating account	(11,211)	(10,617)
Unexpended endowment income	228,428	201,863
Unrealized gains (losses)	<u>293,349</u>	<u>38,810</u>
Ending balance	<u>\$ 5,667,745</u>	<u>\$ 4,492,179</u>

Fixed Assets

Fixed assets are stated at cost. Depreciation is computed using the straight-line or accelerated methods to absorb the cost of the assets over their estimated useful lives as follows:

Vehicle	5 years
Furniture	7 years
Equipment	5 years

The Organization has adopted a capitalization policy where items above \$2,500 are capitalized and depreciated. Maintenance and repairs are charged to expense as incurred.

SQUASH HAVEN, INC.
NOTES TO FINANCIAL STATEMENTS
June 30, 2025 and 2024

NOTE #1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Income Taxes

Squash Haven, Inc. is exempt from federal income taxes under Section 501(c)(3) of the Internal Revenue Code. However, income from certain activities not directly related to the Organization's tax-exempt purpose is subject to taxation as unrelated business income. The Organization has not engaged in any such unrelated business activities and believes that it has appropriate support for any tax positions taken, and as such, does not have any uncertain tax positions that are material to the financial statements.

The Organization's federal Return of Organization Exempt From Income Tax (Forms 990) are no longer subject to examination by the IRS, for the years before June 30, 2022.

Statement of Functional Expenses

The costs of providing various programs and other activities have been summarized on a functional basis in the Statement of Activities. The Statement of Functional Expenses presents the natural classification of expenses by function. Accordingly, certain costs have been allocated among the programs and supporting services benefited. The Organization's functional expenses are being presented with summarized totals for the year ended June 30, 2024 .

Leases

We evaluate our contracts at inception to determine if an arrangement is or contains a lease. Operating leases would be included in operating lease right-of-use (ROU) assets and operating lease liabilities in our statements of financial position. The Organization has no finance leases. Short-term leases (i.e. leases with an initial term of twelve months or less that do not contain a purchase option that is likely to be exercised) are not recorded on the statements of financial position. Operating lease ROU assets represent our right to use an underlying asset for the lease term, and operating lease liabilities represent our obligation to make lease payments arising from the lease. Operating lease ROU assets and liabilities would be recognized at commencement date based on the present value of the future lease payments over the lease term. If leases do not provide an implicit rate, we would use our incremental borrowing rate based on the information available at commencement date in determining the present value of lease payments. The incremental borrowing rate would be reevaluated upon lease modification. The operating lease ROU asset would include initial direct costs and prepaid lease payments made, if any, less lease incentives, if any. Lease terms may include options to extend or terminate the lease when it is reasonably certain that we will exercise that option.

Date of Management Evaluation

Management has evaluated subsequent events through November 13, 2025, the date on which the financial statements were available to be issued.

SQUASH HAVEN, INC.
NOTES TO FINANCIAL STATEMENTS
June 30, 2025 and 2024

NOTE #1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Revenue Recognition

The organization has analyzed the provisions of the FASB ASC Topic 606 *Revenue from Contracts with Customers*, and have concluded that no change is necessary to conform with the new standard. All grants and contributions contain a single delivery element and the revenue is recognized at the single point in time the funds are received.

NOTE #2 – PLEDGES RECEIVABLE

Pledges receivable consists of unconditional promises to give to the organization. Pledges that are expected to be collected within one year are recorded at net realizable value. Pledges that are expected to be collected in more than one year are recorded at fair value, which is measured as the present value of their future cash flows. The discounts on those amounts are computed using risk-adjusted interest rates applicable to the years in which the pledges are received. Amortization of the discounts is included in individual and board contributions.

Pledges receivable as of June 30, 2025 and 2024 are as follows:

	<u>2025</u>	<u>2024</u>
Pledges receivable in less than one year	\$573,833	\$10,000
Pledges receivable in one to five years	<u>362,167</u>	<u>-</u>
Total pledges receivable	936,000	10,000
Less discounts to NPV	<u>5,282</u>	<u>-</u>
Total	<u>\$930,718</u>	<u>\$10,000</u>

The discount rate used to calculate the present value as of June 30, 2025, was 1.48%.

NOTE #3 – FIXED ASSETS

Fixed assets consist of the following at June 30:

	<u>2025</u>	<u>2024</u>
Furniture	\$100,156	\$ 34,867
Vehicle	39,743	39,743
Equipment	<u>22,669</u>	<u>22,669</u>
Total	162,568	97,279
Less: Accumulated depreciation	<u>83,985</u>	<u>61,659</u>
Fixed assets, net	<u>\$ 78,583</u>	<u>\$ 35,620</u>

Depreciation expense for the years ended June 30, 2025 and 2024 was \$22,326 and \$15,331, respectively.

SQUASH HAVEN, INC.
NOTES TO FINANCIAL STATEMENTS
June 30, 2025 and 2024

NOTE #4 - RETIREMENT PLAN

On July 9, 2018, the Organization adopted a Simple IRA plan that covers all employees working for the Organization regardless of age or hours of service. The Organization has elected to make matching contributions up to 3% of participant compensation, to the plan. The expense related to these matching contributions was \$16,767 and \$14,542 for the years ended June 30, 2025 and 2024, respectively.

NOTE #5 - RELATED PARTY TRANSACTION

Contributions - Related Party

Board contributions for the years ending June 30, 2025 and 2024 were \$626,023 and \$184,552, respectively.

NOTE #6 – LEASES

On November 1, 2017, Yale University granted the Organization a non-exclusive license to use office and classroom space on 78 Ashmun Street, in New Haven. The lease for the office space renews annually, and either party may terminate this agreement upon thirty days written notice to the other party. The total value of the aforementioned donated spaces and related utilities which was recognized as revenue and expense for the years ended June 30, 2025 and 2024 was \$22,056 and \$22,056, respectively, and is included in contributed good and services on the Statements of Activities.

On May 19, 2024, the Organization signed a lease with Yale University for court space at the Brady Squash Center. The courts were used for the Squash Haven 2024-2025 academic year. The lease commenced on June 1, 2024 and expired on May 31, 2025. Rent expense payments for the aforementioned lease is \$5,000 for the year ended June 30, 2025.

On May 19, 2023, the Organization signed a lease with Yale University for court space at the Brady Squash Center. The courts were used for the Squash Haven 2023-2024 academic year. The lease commenced on June 1, 2023 and expired on May 31, 2024. Rent expense payments for the aforementioned lease is \$7,500 for the year ended June 30, 2024.

On September 19, 2023, the Organization signed a lease with The Farnam Realty Group for education training and classroom space at Lower Level – 107 Whitney Avenue, in New Haven. The lease commenced on September 19, 2023 and expired on June 19, 2024. Rent expense payments for the aforementioned lease is \$18,000 for the year ended June 30, 2024.

In September 2024, the Organization began leasing classroom space from Yale University on a 5 year lease.

The statements of financial position present an operating lease right-of-use asset net of amortization of \$268,017 as of June 30, 2025. The statements also present operating lease liabilities of \$274,416 as of June 30, 2025.

SQUASH HAVEN, INC.
NOTES TO FINANCIAL STATEMENTS
June 30, 2025 and 2024

NOTE #6 – LEASES (CONTINUED)

Operating lease costs are recognized on a straight-line basis over the lease term and are included in program, management and general expenses. Operating lease costs were \$50,253 for the year ended June 30, 2025.

As of June 30, 2025, the remaining weighted-average lease term was 4 years, and the weighted-average discount rate was 3.51% for the operating lease recognized in the financial statements.

The future minimum lease payments under the noncancelable operating lease with initial lease terms in excess of one year consisted of the following at June 30, 2025:

Year-ending June 30:	
2026	\$ 70,505
2027	72,612
2028	74,789
2029	<u>77,035</u>
Total minimum lease payments	294,941
Less imputed interest	<u>20,525</u>
Total minimum lease payments	<u>\$ 274,416</u>

NOTE #7 – GRANT REVENUE

Grant revenue consists of amounts received by Squash Haven, Inc. under various grants totaling \$291,374 and \$254,702 for the years ended of June 30, 2025 and 2024, respectively.

NOTE #8 - LIQUIDITY AND AVAILABILITY OF RESOURCES

The Organization's financial assets that are readily available within one year of June 30, 2025 and 2024, to meet general expenditures include:

	<u>2025</u>	<u>2024</u>
Cash	\$ 695,160	\$ 774,125
Investments – endowment funds	5,667,745	4,492,179
Pledges receivable	573,833	10,000
Security deposit	<u>-</u>	<u>2,000</u>
Financial assets, at year end	<u>\$ 6,936,738</u>	<u>\$ 5,278,304</u>

As part of the Organization's liquidity management, it invests cash in excess of daily requirements in cash accounts at various financial institutions. In addition, the Organization has two endowment funds included in investments maintained by Yale University. (See Note #1)

NOTE #9 – CONCENTRATION OF CREDIT RISK

Cash

The Organization maintains its cash accounts at several financial institutions. Accounts at each institution are insured by the Federal Deposit Insurance Corporation up to \$250,000. At various times during the fiscal year, the Organization's cash balances exceeded the federally insured limits.