THE SPLIT SECOND FOUNDATION, INC.
(A NONPROFIT ORGANIZATION)

FINANCIAL STATEMENTS

FOR THE YEARS ENDED
DECEMBER 31, 2025 AND 2024

THE SPLIT SECOND FOUNDATION, INC.

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BERNARD & FRANKS
A CORPORATION OF CERTIFIED PUBLIC ACCOUNTANTS

JOSEPH V. FRANKS II, C.P.A.

JAMES L. WHITE, C.P.A.

COMPILATION REPORT

To the Board of Directors of
The Split Second Foundation, Inc.
New Orleans, Louisiana

Management is responsible for the accompanying financial statements of The Split Second Foundation, Inc.(a nonprofit organization), which comprise the statements 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 accordance with accounting principles generally accepted in the United States of America. We have performed a compilation engagement in accordance with Statements on Standards for Accounting and Review Services promulgated by the Accounting and Review Services Committee of the AICPA. We did not audit or review the financial statements nor were we required to perform any procedures to verify the accuracy or completeness of the information provided by management. We do not express an opinion, a conclusion, nor provide any assurance on these financial statements.

The financial statements of The Split Second Foundation, Inc. as of and for the year ended December 31, 2024, were audited by us, and we expressed an unmodified opinion on those financial statements in our report dated June 20, 2025. We have not performed any auditing procedures on those financial statements since that date.

Bernard & Franks

Metairie, Louisiana
June 10, 2026

MEMBERS: AMERICAN INSTITUTE OF CERTIFIED PUBLIC ACCOUNTANTS; SOCIETY OF LOUISIANA CERTIFIED PUBLIC ACCOUNTANTS
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THE SPLIT SECOND FOUNDATION, INC.

STATEMENTS OF FINANCIAL POSITION
DECEMBER 31, 2025 AND 2024

ASSETS	Compiled 2025		Audited 2024	
CURRENT ASSETS				
Cash and cash equivalents	$	15,546	$	210,751
Accounts receivable		50,700		10,000
Promises to give		12,500		92,500
Investments		6,319		5,871
Total current assets	$	85,065	$	319,122
PROPERTY, PLANT AND EQUIPMENT	$	1,073,849	$	942,752
Less accumulated depreciation		(82,669)		(59,252)
Total property, plant and equipment	$	991,180	$	883,500
OTHER ASSETS				
Operating lease right-of-use asset	$	50,769	$	21,607
Deposit		3,391		3,391
Total other assets	$	54,160	$	24,998
TOTAL ASSETS	$	1,130,405	$	1,227,620

LIABILITIES AND NET ASSETS				
CURRENT LIABILITIES				
Accounts payable	$	140,425	$	27,266
Accrued payroll		5,120		24,923
Credit card payable		32,012		30,543
Due to related party		67,131		12,790
Operating lease liability, current portion		27,818		21,607
Small Business Administration loan, current portion		4,284		4,168
Total current liabilities	$	276,790	$	121,297
LONG-TERM LIABILITIES				
Operating lease liability	$	22,951	$	-
Small Business Administration loan		146,432		155,032
Total long-term liabilities	$	169,383	$	155,032
Total liabilities	$	446,173	$	276,329
NET ASSETS				
Without donor restriction	$	(328,268)	$	(141,209)
With donor restrictions		1,012,500		1,092,500
Total net assets	$	684,232	$	951,291
TOTAL LIABILITIES AND NET ASSETS	$	1,130,405	$	1,227,620

See independent accountants' compilation report and notes to the financial statements.

THE SPLIT SECOND FOUNDATION, INC.

STATEMENT OF ACTIVITIES
(COMPILED)
FOR THE YEAR ENDED DECEMBER 31, 2025

	Without Donor Restrictions	With Donor Restrictions	Total
REVENUE, GAINS AND OTHER SUPPORT			
Contributions	$ 352,402	$ 12,500	$ 364,902
Fund-raising	282,267	-	282,267
Fitness center	142,134	-	142,134
Merchandise	559	-	559
Investment income	9,163	-	9,163
Release of restrictions	92,500	(92,500)	-
Total revenues, gains and other support	$ 879,025	$ (80,000)	$ 799,025
EXPENSES			
Program service	$ 627,679	$ -	$ 627,679
Supporting services:			
Management and general	200,821	-	200,821
Fund-raising	237,584	-	237,584
Total expenses	$ 1,066,084	$ -	$ 1,066,084
Change in net assets	$ (187,059)	$ (80,000)	$ (267,059)
NET ASSETS AT BEGINNING OF YEAR	(141,209)	1,092,500	951,291
NET ASSETS AT END OF YEAR	$ (328,268)	$ 1,012,500	$ 684,232

See independent accountants' compilation report and notes to the financial statements.

THE SPLIT SECOND FOUNDATION, INC.

STATEMENT OF ACTIVITIES
(AUDITED)
FOR THE YEAR ENDED DECEMBER 31, 2024

	Without Donor Restrictions	With Donor Restrictions	Total
REVENUE, GAINS AND OTHER SUPPORT			
Contributions	$ 374,293	$ 1,202,500	$ 1,576,793
Fund-raising	283,549	-	283,549
Fitness center	123,242	-	123,242
Merchandise	974	-	974
Investment income	829	-	829
Release of restrictions	201,305	(201,305)	-
Total revenues, gains and other support	$ 984,192	$ 1,001,195	$ 1,985,387
EXPENSES			
Program service	$ 670,472	$ -	$ 670,472
Supporting services:			
Management and general	213,609	-	213,609
Fund-raising	195,761	-	195,761
Total expenses	$ 1,079,842	$ -	$ 1,079,842
Change in net assets	$ (95,650)	$ 1,001,195	$ 905,545
NET ASSETS AT BEGINNING OF YEAR	(45,559)	91,305	45,746
NET ASSETS AT END OF YEAR	$ (141,209)	$ 1,092,500	$ 951,291

See independent accountants' compilation report and notes to the financial statements.

THE SPLIT SECOND FOUNDATION, INC.

STATEMENT OF FUNCTIONAL EXPENSES
(COMPILED)
FOR THE YEAR ENDED DECEMBER 31, 2025

	Program Service	Supporting Services		
	Fitness Program	General and Administrative	Fund-raising	Total
Compensation and related expenses	$ 493,428	$ 106,051	$ 67,514	$ 666,993
Advertising and marketing	17,235	-	10,836	28,071
Computer related expenses	-	2,750	-	2,750
Depreciation expense	15,732	7,685	-	23,417
Dues and subscriptions	-	2,625	-	2,625
Event supplies and entertainment	-	-	47,546	47,546
Equipment repairs and rental	363	-	-	363
Fees	5,594	9,685	4,650	19,929
Insurance	4,475	5,736	3,286	13,497
Interest	-	6,973	-	6,973
Merchandise	276	-	7,009	7,285
Miscellaneous	6,760	1,444	18,733	26,937
Occupancy				
Cleaning	1,500	-	-	1,500
Rent	29,200	-	26,848	56,048
Utilities	9,132	-	-	9,132
Postage and mailings	-	341	-	341
Printing and reproduction	-	2,123	1,116	3,239
Professionals/contract services	41,813	45,173	27,488	114,473
Storage	1,856	-	-	1,856
Supplies	-	4,021	22,558	26,579
Telephone and communications	-	1,992	-	1,992
Travel	-	806	-	806
Van related expenses	316	868	-	1,184
Website	-	2,548	-	2,548
Total expenses	$ 627,680	$ 200,821	$ 237,584	$ 1,066,085

See independent accountants' compilation report and notes to the financial statements

THE SPLIT SECOND FOUNDATION, INC.

STATEMENT OF FUNCTIONAL EXPENSES
(AUDITED)
FOR THE YEAR ENDED DECEMBER 31, 2024

		Supporting Services		
	Program Service	General and Administrative	Fund-raising	Total
Compensation and related expenses	$ 515,441	$ 95,610	$ 69,388	$ 680,439
Advertising and marketing	12,244	-	7,019	19,263
Computer related expenses	-	1,101	-	1,101
Depreciation expense	15,732	6,649	-	22,381
Dues and subscriptions	-	5,803	-	5,803
Event supplies and entertainment	-	-	42,543	42,543
Equipment repairs and rental	4,210	-	-	4,210
Fees	6,763	3,980	2,035	12,778
Insurance	7,702	7,701	430	15,833
Interest	-	53,683	-	53,683
Merchandise	-	-	1,467	1,467
Miscellaneous	47	670	1,137	1,854
Occupancy				
Cleaning	1,500	-	-	1,500
Rent	29,028	-	20,372	49,400
Utilities	8,721	-	-	8,721
Postage and mailings	-	387	12	399
Printing and reproduction	-	14	1,318	1,332
Professionals/contract services	62,746	26,698	30,630	120,074
Storage	1,621	-	-	1,621
Supplies	3,740	502	19,410	23,652
Telephone and communications	228	7,230	-	7,458
Training	464	-	-	464
Travel	-	355	-	355
Van related expenses	285	1,417	-	1,702
Website	-	1,809	-	1,809
Total expenses	$ 670,472	$ 213,609	$ 195,761	$ 1,079,842

See independent accountants' compilation report and notes to the financial statements

THE SPLIT SECOND FOUNDATION, INC.

STATEMENTS OF CASH FLOWS
FOR THE YEAR ENDED DECEMBER 31, 2025 AND 2024

	Compiled 2025		Audited 2024	
Change in net assets	$	(267,059)	$	905,545
Adjustments to reconcile changes in net assets to net cash provided by operating activities:				
Depreciation		23,417		22,381
Unrealized (gain) loss on investments		(448)		(829)
(Increase) decrease in operating assets:				
Accounts receivable		(40,700)		-
Promises to give		80,000		(70,000)
Deposits		-		9,175
Due to board member		-		1,408
Increase (decrease) in operating liabilities:				
Accrued payroll		(19,803)		24,923
Accounts payable		113,159		16,766
Credit card payable		1,469		(2,474)
Due to related party		54,341		-
Net cash provided by (used in) operating activities	$	(55,624)	$	906,895
CASH FLOWS FROM FINANCING ACTIVITIES				
Payments for property and equipment	$	(131,097)	$	(781,369)
Payments on SBA loan		(8,484)		-
Net cash provided by (used in) financing activities	$	(139,581)	$	(781,369)
Net increase (decrease) in cash and cash equivalents	$	(195,205)	$	125,526
Beginning cash and cash equivalents		210,751		85,225
Ending cash and cash equivalents	$	15,546	$	210,751
Supplemental disclosures				
Cash paid for interest	$	6,973	$	53,683
Financing activities				
Right-of-use asset obtained in exchange for lease liability	$	50,769	$	-
Operating lease liability arising from right-of-use asset	$	50,769	$	-

See independent accountants' compilation report and notes to the financial statements

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Nature of the Organization

The Split Second Foundation, Inc. (the "Organization") is a 501(c)(3) non-profit organization incorporated in 2018. The Organization's mission is to break down physical, societal and research barriers for people living with physical disabilities. There are 20.6 million Americans that live with some form of ambulatory disability, requiring a mobility device. The Organization has dedicated its mission to helping people who may face an isolated world with few social interactions, health complications, a higher risk of suicide, a shorter life expectancy and few places to turn to due to their physical disability.

The Organization offers two comprehensive programs, Split Second Fitness and Split Second Cares, which work harmoniously to provide wrap-around services and enhance the overall quality of life for families impacted by disabilities. Split Second Fitness operates a fitness facility that is used to provide a safe environment for research-based, individualized exercise programs that are proven to be highly effective for improving health, function and quality of life. Split Second Fitness members are assessed by experienced staff to evaluate the members' strengths, weaknesses, and deficits. Following the assessment, the member will receive an individualized regimen using exercises and treatments developed through activity-based therapy programs. Some of the benefits members report are improved functionality, muscle development and reduction in pain and depression. Split Second Cares provides mental health and case management support services to individuals who have gone through tragic events. Services from this program include essential resources, trauma-informed mental health support, vocational training, and disability advocacy.

Basis of Accounting

The financial statements of the Organization are prepared on the accrual basis of accounting in accordance with U.S. GAAP as promulgated by the Financial Accounting Standards Board, including ASC Topic 958, Not-for-Profit Entities. Under this method, revenues, including unconditional promises to give, are recognized when earned or pledged and realizable, and expenses are recorded when incurred.

Financial Statement Presentation

Under ASC 958, the Organization reports information regarding its net assets and changes in net assets according to the existence or absence of donor-imposed restrictions. Accordingly, net assets of the Organization and changes therein are classified and reported as follows:

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Financial Statement Presentation (continued)

Net assets without donor restrictions – Net assets that are not subject to donor-imposed restrictions and may be used for any purpose in performing the primary objectives of the Organization, at the discretion of management and the board of directors. Revenue from mission-related activities that is not restricted by donors is reported in this category.

Net assets with donor restrictions – Net assets subject to donor- or grantor-imposed stipulations that limit their use. Temporary restrictions are those that will be met by actions of the Organization or the passage of time. Perpetual restrictions are those that require the principal to be maintained in perpetuity. Contributions restricted for the construction of the new fitness facility are reported as net assets with donor restrictions and are released from restriction and reclassified to net assets without donor restrictions when the building is placed into service.

Estimates

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

Cash and Cash Equivalents

The Organization considers all highly liquid investments with an initial maturity of three months or less to be cash and cash equivalents.

Accounts Receivable

Accounts receivable consists primarily of unsecured amounts due from donors and other parties. Accounts receivables are stated at the amount management expects to collect from outstanding balances at year-end. Management monitors credit risk on a continuing basis, including reviewing historical collection experience, current relationships with donors and other counterparties, and current economic conditions. Based on this assessment, including its history of immaterial collection losses, management has concluded that an allowance for credit losses on accounts receivable at December 31, 2025 and 2024 is not necessary.

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Promises to Give

Unconditional promises to give are recognized as contribution revenue in the period in which the promise is made and are recorded at fair value. Unconditional promises expected to be collected in less than one year are measured at net realizable value because that amount results in a reasonable estimate of fair value. Unconditional promises expected to be collected in more than one year are recorded at the present value of estimated future cash flows using a risk-adjusted discount rate; amortization of the discount is included in contribution revenue. Conditional promises to give are not recognized until the conditions on which they depend are substantially met, at which time the promises become unconditional.

As of December 31, 2025 and 2024, the Organization had unconditional promises to give totaling $12,500 and $92,500, respectively, all of which are expected to be collected within one year. Because all outstanding unconditional promises are short term and management believes they are fully collectible based on historical collection experience and current information, no allowance for uncollectible promises has been recorded.

Investments

Investments in equity securities with readily determinable fair values are initially recorded at acquisition cost, if purchased, or at fair value, if received by contribution. Thereafter, investments are reported at fair value in the statement of financial position, and investment return, including interest, dividends, and realized and unrealized gains and losses, is reported in the statement of activities. Equity securities traded in active markets are valued using quoted market prices and are classified within Level 1 of the fair value hierarchy under ASC 820. Investment return is reported as an increase in net assets without donor restrictions unless its use is restricted by donor stipulations or law, in which case it is reported as an increase in net assets with donor restrictions.

Property and Equipment

All acquisitions of property and equipment in excess of $500 and all expenditures for repairs, maintenance, renewals, and betterments that materially prolong the useful lives of assets are capitalized. Property and equipment are carried at cost, or if donated, at approximate fair value at the date of donation. Depreciation is computed using the straight-line method over the useful life of five to seven years of the assets.

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Contributed Nonfinancial Assets and Services

Contributed nonfinancial assets are recognized as contributions at their estimated fair value at the date of receipt. These contributions are presented separately from cash and other financial contributions in the accompanying financial statements and are disaggregated by category in the related note or schedule.

Contributed services are recognized if they create or enhance a nonfinancial asset or require specialized skills, are provided by individuals possessing those skills, and would typically need to be purchased if not donated. The Organization receives a substantial amount of services from unpaid volunteers who assist in carrying out its mission. Because those services do not meet the criteria for recognition, no amounts have been recorded in the accompanying financial statements; however, those services are important to the Organization's programs and supporting activities.

Revenue Recognition

The Organization recognizes revenue when it is realized or realizable and earned.

Contributions are recognized when a donor makes a promise to give that is, in substance, unconditional. Donor-restricted contributions are reported as net assets with donor restrictions unless the restrictions are met in the same period the contribution is recognized, in which case they are reported as net assets without donor restrictions. When a donor restriction is satisfied, net assets with donor restrictions are reclassified to net assets without donor restrictions and reported as net assets released from restrictions in the statement of activities.

Grants with donor-imposed time or purpose restrictions are reported as net assets with donor restrictions. Amounts are reclassified to net assets without donor restrictions when the related restrictions are satisfied.

Membership revenue is recognized over time as member benefits are made available, generally over the membership period.

Revenue from treatment sessions is recognized at a point in time when the service is rendered. The performance obligation is satisfied upon completion of each session, and revenue is recognized in the amount charged for the session.

Revenue from special events and fundraising activities is recognized when the event occurs or when the Organization has fulfilled its related obligations.

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Expense Allocation

The Organization's financial statements report expenses by both natural and functional classification. Most expenses are directly attributable to a specific program or supporting function and are charged accordingly. Certain shared costs that benefit more than one function are allocated on a reasonable basis that is consistently applied. Occupancy and operating costs are allocated based on facility square footage, and salaries and wages, employee benefits, and payroll taxes are allocated based on estimates of time and effort.

Advertising and Marketing

The Organization expenses advertising and marketing costs as incurred. Advertising and marketing expenses for the years ended December 31, 2025 and 2024 was \$28,071 and \$19,263, respectively.

Right-of-Use Assets and Lease Liabilities

Right-of-use ("ROU") assets represent the Organization's right to use an underlying asset over the lease term, and lease liabilities represent the Organization's obligation to make lease payments arising from the lease. Lease liabilities are measured at the present value of fixed lease payments over the lease term, using the Organization's incremental borrowing rate at the lease commencement date. The lease term includes renewal options when the Organization is reasonably certain it will exercise those options.

Operating lease expense is recognized on a straight-line basis over the lease term. Finance lease expense is recognized as amortization of the ROU asset and interest expense on the lease liability. In accordance with the Organization's policy election permitted under ASC 842, leases with an initial term of twelve months or less ("short-term leases") are not recorded on the statements of financial position.

Income Tax Status

The Organization is a not-for-profit entity exempt from income taxes under Section 501(c)(3) of the Internal Revenue Code and classified by the Internal Revenue Service as other than a private foundation. The Organization's Form 990 for the years ended December 31, 2023, 2024, and 2025 remain subject to examination by the Internal Revenue Service, generally for three years after the date they are filed.

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Concentrations

The Organization's primary sources of revenue are contributions, fund-raising activities, and fees related to the fitness center, with other amounts from merchandise sales and investment income. For the years ended December 31, 2025 and 2024, contributions totaled $364,902 (46%) and $1,576,793 (79%), respectively; fund-raising revenue totaled $282,267 (35%) and $283,549 (14%), respectively; and fitness center fees totaled $142,134 (18%) and $123,242 (6%), respectively. The remaining 1% of revenue was from merchandise sales and investment income.

NOTE 2. CONCENTRATIONS OF CREDIT RISK

The Organization maintains cash balances at several banks in New Orleans, Louisiana. Cash deposits are insured by the Federal Deposit Insurance Corporation ("FDIC") up to $250,000 per depositor, per institution. As of December 31, 2025 and 2024, there was no uninsured portion of the Organization's cash balances.

NOTE 3. PROPERTY

Property and equipment consisted of the following:

	2025	2024	Useful Life
Land	$ 139,232	$ 139,232	
Construction in progress	760,828	643,321	
Furniture and equipment	143,789	130,199	5 to 7 years
Vehicle	30,000	30,000	5 years
	$ 1,073,849	$ 942,752	
Less: Accumulated depreciation	(82,669)	(59,252)	
Total	$ 991,180	$ 883,500	

Depreciation expense for the years ended December 31, 2025 and 2024 was $23,417 and $22,381, respectively.

NOTE 4. INVESTMENTS

During the year ended December 31, 2024, the Organization received a donation of stock, which was recorded at fair value on the date of donation. Investments consist of the following at December 31, 2025 and 2024:

December 31, 2025:	Cost	Market	Excess Market Over Cost
Common stocks	$ 5,042	$ 6,319	$ 1,277

December 31, 2024:	Cost	Market	Excess Market Over Cost
Common stocks	$ 5,042	$ 5,871	$ 829

The Organization recognized unrealized appreciation of $448 and $829 for the years ended December 31, 2025 and 2024, respectively.

NOTE 5. FAIR VALUE MEASUREMENTS

The framework for measuring fair value establishes 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) and the lowest priority to unobservable inputs (Level 3). The three levels of the fair value hierarchy under Financial Accounting Standards Board Accounting Standards Codification (ASC) Topic 820, Fair Value Measurements, 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; and 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.

NOTE 5. FAIR VALUE MEASUREMENTS (Continued)

The asset'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 to measure fair value maximize the use of relevant observable inputs and minimize the use of unobservable inputs.

Common stocks are valued at the closing price as reported on the active market on which the individual securities are traded.

The valuation methodologies 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 those of 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.

The following table sets forth, by level within the fair value hierarchy, the Organization's investments at fair value as of December 31, 2025:

	Based on			
Description	Quoted Prices in Active Markets (Level 1)	Other Observable Inputs (Level2)	Unobservable Inputs (Level 3)	Total
Common stocks	$ 6,319	$ -	$ -	$ 6,319

The following table sets forth by level within the fair value hierarchy, the Organization's investments at fair value as of December 31, 2024:

	Based on			
Description	Quoted Prices in Active Markets (Level 1)	Other Observable Inputs (Level 2)	Unobservable Inputs (Level 3)	Total
Common stocks	$ 5,871	$ -	$ -	$ 5,871

As of December 31, 2025 and 2024, there were no assets measured at fair value on a non-recurring basis.

NOTE 6. LEASING ARRANGEMENTS

The Organization has an operating lease for its fitness center. The lease renewed on October 7, 2025 with an expiration of October 6, 2027. The base rent is $1,835 with an additional $663 pro rata share of maintenance and utilities for a total of $2,498 monthly rent. The Organization's operating lease provides for increases in future minimum annual lease payments. The Organization has elected the option to use its incremental borrowing rate of 5.00%.

Reported under FASB ASC 842 for the year ended December 31, 2025 is as follows:

Year Ending December 31,		
2026	$	29,978
2027		22,951
Total minimum lease payments	$	52,929
Less imputed interest		(2,160)
Present value of lease liabilities	$	50,769

NOTE 7. NOTES PAYABLE

On August 19, 2020, the U.S. Small Business Administration (SBA) authorized a loan to the Organization in the amount of $65,300 with a 2.75% interest per annum. The SBA loaned an additional $93,500 to the Organization during the year ended December 31, 2022 to be paid with the terms of the original loan. The Organization received a hardship accommodation period and will begin regular monthly payments on October 22, 2024. The monthly principal and interest payments are $707. The loan is secured by the Organization's assets and solely used for working capital to alleviate the economic injury caused by the disaster occurring in the month of January 31, 2020 and continuing thereafter.

The principal and interest will be payable within thirty years from the date of the promissory note. Maturities of long-term debt for the next five years are as follows:

Year Ending December 31, 2025		Amount
2026	$	4,284
2027		4,403
2028		4,526
2029		4,652
Thereafter		128,567
	$	146,432

NOTE 8. NET ASSETS WITH DONOR RESTRICTIONS

Net assets with donor restrictions as of December 31, 2025 and 2024 consist of the following:

	2025	2024
Beginning net assets with donor restrictions	$ 1,092,500	$ 91,305
Subject to expenditure for specified purpose	-	1,000,000
Subject to the passage of time	12,500	202,500
Released from restrictions	(92,500)	(201,305)
Ending net assets with donor restrictions	$ 1,012,500	$ 1,092,500

The Organization received $1,000,000 from the City of New Orleans for the building project as stated in subsequent events. The $1,000,000 will remain restricted until the related building is placed in service.

NOTE 9. COMPENSATION

The Board of Directors serve the Organization without compensation.

NOTE 10. RELATED PARTY TRANSACTIONS

During the year ended December 31, 2025, Mark Raymond, Jr., Chief Executive Officer and President of the Organization, voluntarily deferred compensation totaling $69,308 to assist with the Organization's cash flow needs. During the year, the Organization repaid $19,826 toward outstanding deferred compensation balances. In addition, Mr. Raymond loaned the Organization $17,649 during 2025 to further support cash flow needs. As of December 31, 2025, the total amount payable to Mr. Raymond related to deferred compensation and loans was $67,131.

During the year ended December 31, 2024, Mr. Raymond voluntarily deferred compensation totaling $44,846 to assist with the Organization's cash flow needs. During the year, the Organization repaid $32,056 of the deferred compensation balance. As of December 31, 2024, the amount payable to Mr. Raymond totaled $12,790.

NOTE 11. LIQUIDITY AND AVAILABILITY OF RESOURCES

The Organization's primary sources of liquidity are cash and cash equivalents and cash flows from operating activities. The Organization regularly monitors liquidity and maintains liquid financial assets to meet its general expenditures, liabilities, and other obligations as they come due. The Organization's policy is to structure its financial assets to be available as its general expenditures, liabilities, and other obligations become due within one year.

NOTE 11. LIQUIDITY AND AVAILABILITY OF RESOURCES (Continued)

The following table reflects the Organization's financial assets as of December 31st, available to meet cash needs for general expenditures within one year. Financial assets available for general expenditures within one year may be affected by donor-imposed restrictions, contractual restrictions, or internal designations.

	2025	2024
Cash and cash equivalents	$ 15,546	$ 210,751
Accounts receivable	50,700	10,000
Promises to give	12,500	92,500
Investments	6,319	5,871
Total financial assets	$ 85,065	$ 319,122

The Organization is substantially supported by contributions and grants. As part of the Organization's liquidity management, it has a policy to structure its financial assets to be available as its general expenditures, liabilities, and other obligations come due.

NOTE 12. NEW BUILDING AND FEDERAL GRANT

The Organization received a federal grant from the Department of Commerce. The period of performance is from June 1, 2024 through June 1, 2029. The grant includes federal funds in the amount of $1,800,000 and has a shared cost of $450,000, for a total of $2,250,000. The proposed investment would be for the renovation of the purchased commercial building which is to be used as the headquarters for the Organization. The proposed project components would include a new HVAC system, a new elevator, construction of a second-floor mezzanine for office space, installation of a generator, roof repairs, electrical and plumbing upgrades, installation of building equipment as well as site work including outdoor water retention, solar panels, and associated appurtenances. The Organization utilized a $1,000,000 grant from the City of New Orleans to purchase the building for the new project and is in the process of getting bids for development.

NOTE 13. SUBSEQUENT EVENTS

Management has evaluated subsequent events through June 10, 2026, which is the date the financial statements were available to be issued. Management did not identify any subsequent events requiring recognition in the accompanying financial statements.

SUPPLEMENTARY INFORMATION

THE SPLIT SECOND FOUNDATION, INC.

SCHEDULE OF COMPENSATION, BENEFITS AND OTHER PAYMENTS TO THE CHIEF EXECUTIVE OFFICER FOR THE YEAR ENDED DECEMBER 31, 2025

CHIEF EXECUTIVE OFFICER: MARK RAYMOND, JR.

Salary	$	106,000
Benefits-insurance		9,887
Reimbursements		1,800
Total	$	117,687

See independent accountants' compilation report and notes to the financial statements