IMPACT Alcohol and Other Drug Services, Inc.

FINANCIAL STATEMENTS

December 31, 2025 and 2024

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Wegner CPAs

INDEPENDENT AUDITOR'S REPORT

To the Board of Directors
IMPACT Alcohol and Other Drug Abuse Services, Inc.
Milwaukee, Wisconsin

Opinion

We have audited the financial statements of IMPACT Alcohol and Other Drug Abuse Services, Inc., which comprise the statements of financial position as of December 31, 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 accompanying financial statements present fairly, in all material respects, the financial position of IMPACT Alcohol and Other Drug Abuse Services, Inc. as of December 31, 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 (GAAS). 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 IMPACT Alcohol and Other Drug Abuse Services, 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 IMPACT Alcohol and Other Drug Abuse Services, Inc.'s ability to continue as a going concern within one year after the date that the 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 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 GAAS 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 GAAS, 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 IMPACT Alcohol and Other Drug Abuse Services, 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 IMPACT Alcohol and Other Drug Abuse Services, 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.

Wegner CPAs, LLP
Waukesha, Wisconsin
May 19, 2026

IMPACT Alcohol & Other Drug Abuse Services, Inc.
STATEMENTS OF FINANCIAL POSITION
December 31, 2025 and 2024

	2025	2024
ASSETS		
CURRENT ASSETS		
Cash and cash equivalents	$ 1,081,781	$ 1,440,810
Investments	1,624,932	1,375,935
Accounts receivable	93,836	71,214
Grants receivable	88,289	113,989
Unconditional promises to give	406,608	405,608
Prepaid expenses	19,420	22,236
Total current assets	3,314,866	3,429,792
LEASEHOLD IMPROVEMENTS AND EQUIPMENT		
Leasehold improvements	174,100	174,100
Equipment	226,633	219,168
Accumulated depreciation	(347,915)	(341,273)
Leasehold improvements and equipment, net	52,818	51,995
OTHER ASSETS		
Operating lease right-of-use asset	918,965	1,063,228
Finance lease right-of-use asset	12,835	-
Total assets	$ 4,299,484	$ 4,545,015
LIABILITIES AND NET ASSETS		
CURRENT LIABILITIES		
Accounts payable	$ 40,534	$ 52,103
Accrued payroll and related liabilities	361,807	537,095
Deferred revenue	22,050	13,650
Current portion of operating lease liability	155,614	151,590
Current portion of finance lease liability	2,169	-
Total current liabilities	582,174	754,438
LONG-TERM LIABILITIES		
Operating lease liability less current portion	763,351	911,638
Finance lease liability less current portion	9,062	-
Total liabilities	1,354,587	1,666,076
NET ASSETS		
Without donor restrictions	2,538,289	2,473,331
With donor restrictions		
Restricted by donors for subsequent year's operations	406,608	405,608
Total net assets	2,944,897	2,878,939
Total liabilities and net assets	$ 4,299,484	$ 4,545,015

See accompanying notes.

IMPACT Alcohol & Other Drug Abuse Services, Inc.
STATEMENTS OF ACTIVITIES
Years Ended December 31, 2025 and 2024

	2025			2024		
	Without Donor Restrictions	With Donor Restrictions	Total	Without Donor Restrictions	With Donor Restrictions	Total
SUPPORT AND REVENUE						
Contributions						
Grants	$ 1,731,893	$ -	$ 1,731,893	$ 2,128,421	$ 14,000	$ 2,142,421
General contributions	352,585	15,000	367,585	257,411	-	257,411
United Way	388,360	381,610	769,970	364,612	391,608	756,220
Assessment fees	894,461	-	894,461	920,308	-	920,308
Subcontracts	1,335,151	-	1,335,151	1,456,188	-	1,456,188
Investment return, net	118,052	-	118,052	146,426	-	146,426
Total support and revenue	4,820,502	396,610	5,217,112	5,273,366	405,608	5,678,974
EXPENSES						
Program services						
SUD services	610,301	-	610,301	642,269	-	642,269
IMPACT 211	1,981,352	-	1,981,352	2,151,061	-	2,151,061
Planning and evaluation	315,765	-	315,765	292,805	-	292,805
Coordinated entry	429,179	-	429,179	318,100	-	318,100
Homeless prevention fund	-	-	-	516,776	-	516,776
IMPACT connect	482,756	-	482,756	423,183	-	423,183
Total program services	3,819,353	-	3,819,353	4,344,194	-	4,344,194
Supporting activities						
Management and general	1,167,852	-	1,167,852	1,188,275	-	1,188,275
Fundraising	163,949	-	163,949	107,182	-	107,182
Total supporting activities	1,331,801	-	1,331,801	1,295,457	-	1,295,457
Total expenses	5,151,154	-	5,151,154	5,639,651	-	5,639,651
NET ASSETS RELEASED FROM RESTRICTIONS						
Expiration of time restrictions	395,610	(395,610)	-	453,096	(453,096)	-
Change in net assets	64,958	1,000	65,958	86,811	(47,488)	39,323
Net assets at beginning of year	2,473,331	405,608	2,878,939	2,386,520	453,096	2,839,616
Net assets at end of year	$ 2,538,289	$ 406,608	$ 2,944,897	$ 2,473,331	$ 405,608	$ 2,878,939

See accompanying notes.

IMPACT Alcohol & Other Drug Abuse Services, Inc.
STATEMENT OF FUNCTIONAL EXPENSES
Year Ended December 31, 2025

	Program Services					Supporting Activities		
	SUD Services	IMPACT 211	Planning and Evaluation	Coordinated Entry	IMPACT Connect	Management and General	Fundraising	Total Expenses
Salaries and wages	$ 352,101	$ 1,423,829	$ 239,538	$ 341,155	$ 168,488	$ 678,274	$ 121,988	$ 3,325,373
Employee benefits	55,263	203,588	30,275	28,777	14,233	70,209	23,056	425,401
Payroll taxes	26,945	109,034	18,324	26,208	13,081	52,785	9,301	255,678
Professional fees	26,835	31,743	5,000	926	267,927	196,495	15	528,941
Office supplies	5,404	495	186	131	112	3,738	81	10,147
Telephone	12,958	87,009	272	5,116	818	11,820	1,059	119,052
Postage and shipping	678	3,398	452	570	354	1,615	453	7,520
Occupancy	74,404	65,827	14,622	20,174	4,920	81,098	4,372	265,417
Bank charges	29,217	-	-	-	-	9,105	-	38,322
Rental and equipment maintenance	2,583	3,610	61	74	50	4,713	22	11,113
Printing and publications	882	3,826	20	186	238	3,833	1,984	10,969
Travel	220	1,092	-	-	240	2,459	-	4,011
Conferences, conventions and meetings	2,753	20,415	159	40	7,473	8,305	-	39,145
Memberships and dues	1,100	200	699	-	-	1,330	-	3,329
Computer and internet	15,605	22,378	5,343	4,778	4,204	36,168	1,209	89,685
Depreciation	3,353	4,908	814	1,044	618	5,791	409	16,937
Miscellaneous	-	-	-	-	-	114	-	114
Total expenses	$ 610,301	$ 1,981,352	$ 315,765	$ 429,179	$ 482,756	$ 1,167,852	$ 163,949	$ 5,151,154

See accompanying notes.

IMPACT Alcohol & Other Drug Abuse Services, Inc.
STATEMENT OF FUNCTIONAL EXPENSES
Year Ended December 31, 2024

	Program Services						Supporting Activities		
	SUD Services	IMPACT 211	Planning and Evaluation	Coordinated Entry	Homeless Prevention Fund	IMPACT Connect	Management and General	Fundraising	Total Expenses
Salaries and wages	$ 405,821	$ 1,576,567	$ 222,957	$ 240,425	$ -	$ 96,304	$ 783,992	$ 81,018	$ 3,407,084
Employee benefits	56,451	183,819	29,386	31,755	-	11,321	99,797	7,333	419,862
Payroll taxes	31,465	121,961	17,228	19,364	-	7,823	61,018	6,475	265,334
Professional fees	483	41,331	185	1,970	516,776	288,952	83,289	167	933,153
Office supplies	7,193	439	28	84	-	14	7,917	9	15,684
Telephone	14,493	87,398	349	4,184	-	667	13,936	781	121,808
Postage and shipping	1,272	5,044	681	759	-	319	3,506	763	12,344
Occupancy	87,981	71,944	14,956	10,447	-	4,929	77,516	4,072	271,845
Bank charges	29,193	-	-	-	-	-	8,050	-	37,243
Rental and equipment maintenance	-	5,556	13	18	-	5	9,072	7	14,671
Printing and publications	401	3,919	759	532	-	1,437	3,699	4,333	15,080
Travel	113	1,818	154	41	-	840	1,797	-	4,763
Conferences, conventions and meetings	1,019	18,030	25	2,067	-	1,690	10,621	814	34,266
Memberships and dues	-	1,405	184	-	-	-	1,100	110	2,799
Computer and internet	4,865	26,579	5,166	5,645	-	8,554	20,312	1,024	72,145
Depreciation	1,519	5,251	734	809	-	328	2,598	276	11,515
Miscellaneous	-	-	-	-	-	-	55	-	55
Total expenses	$ 642,269	$ 2,151,061	$ 292,805	$ 318,100	$ 516,776	$ 423,183	$ 1,188,275	$ 107,182	$ 5,639,651

See accompanying notes.

IMPACT Alcohol & Other Drug Abuse Services, Inc.
STATEMENTS OF CASH FLOWS
Years Ended December 31, 2025 and 2024

	2025	2024
CASH FLOWS FROM OPERATING ACTIVITIES		
Change in net assets	$ 65,958	$ 39,323
Adjustments to reconcile change in net assets to net cash flows from operating activities		
Net realized and unrealized gains on investments	(27,731)	(32,755)
Amortization of operating lease right-of-use asset	141,605	236,982
Amortization of finance lease right-of-use asset	2,658	-
Depreciation	16,937	11,515
(Increase) decrease in assets		
Accounts receivable	(22,622)	(65,960)
Grants receivable	25,700	133,876
Unconditional promises to give	(1,000)	47,488
Prepaid expenses	2,816	2,494
Increase (decrease) in liabilities		
Accounts payable	(11,569)	18,525
Accrued payroll and related liabilities	(175,288)	84,092
Deferred revenue	8,400	(51,350)
Refundable advances	-	(190,084)
Operating lease liability	(144,263)	(237,178)
Net cash flows from operating activities	(118,399)	(3,032)
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchases of investments	(1,323,091)	(54,525)
Sales of investments	1,101,825	-
Purchases of leasehold improvements and equipment	(17,760)	-
Net cash flows from investing activities	(239,026)	(54,525)
CASH FLOWS FROM FINANCING ACTIVITIES		
Principal payments on finance lease liability	(1,604)	-
Change in cash and cash equivalents	(359,029)	(57,557)
Cash and cash equivalents at beginning of year	1,440,810	1,498,367
Cash and cash equivalents at end of year	$ 1,081,781	$ 1,440,810

See accompanying notes.

NOTE 1—SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Nature of Activities

IMPACT Alcohol and Other Drug Abuse Services, Inc. is committed to changing lives for good. Its family of services helps restore the health and productivity of individuals, organizations, and workplaces, leading to an improved quality of life for the entire community. The Organization's programs have provided the motivation and means for those looking to take the first step toward regaining stability. The Organization is headquartered in Southeastern Wisconsin and has established a productive collaborative relationship with leading businesses, funders, community stakeholders, and other nonprofit organizations. The Organization is primarily supported by government grants; the United Way; and general contributions from private foundations, businesses, and individuals.

Cash and Cash Equivalents

The Organization defines cash equivalents as highly liquid investments with original maturities of three months or less. Cash and cash equivalents held by investment managers are included in investments on the statement of financial position.

Accounts Receivable

Accounts receivable represent amounts due to the Organization for services provided under subcontracts. For purposes of estimating expected credit losses on current accounts receivable, the Organization has elected the practical expedient that allows it to assume that current conditions as of the date of the statement of financial position do not change for the remaining life of the asset. As such, credit losses are expected to be insignificant.

Promises to Give

Unconditional promises to give are recognized as revenues in the period received and as assets, decreases of liabilities, or expenses depending on the form of the benefits received. Conditional promises to give are recognized only when the conditions on which they depend are substantially met and the promises become unconditional.

Investments

The Organization reports investments in equity securities with readily determinable fair values and all investments in debt securities at their fair values in the statement of financial position. Unrealized gains and losses are included in the change in net assets in the accompanying statement of activities.

Investment securities are exposed to various risks such as interest rate, market, and credit risks. Due to the level of risk associated with certain investment securities, it is at least reasonably possible that changes in the values of investment securities will occur in the near term and that such change could materially affect the amounts reported in the statement of financial position.

NOTE 1—SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Leasehold Improvements and Equipment

All acquisitions of leasehold improvements and equipment in excess of $5,000 are capitalized. Leasehold improvements and equipment are carried at cost or, if donated, at the approximate fair value at the date of donation. Depreciation is computed using the straight-line method.

Contributions

Contributions that are restricted by the donor are reported as increases in net assets without donor restrictions if the restrictions expire (that is, when a stipulated time restriction ends or purpose restriction is accomplished) in the reporting period in which the revenue is recognized. All other donor-restricted contributions are reported as increases in net assets with donor restrictions. When a restriction expires, net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the statement of activities as net assets released from restrictions.

Grants

The Organization receives grants from government agencies and others that are conditioned upon the Organization incurring qualifying expenses. Revenue from these grants is generally recognized on a reimbursement basis, that is, when qualifying expenses are incurred by the Organization, both a receivable from the grantor agency and revenue are recorded. Grants are also generally restricted by the grantor for a specified purpose. Grants whose conditions and restrictions are met in the same reporting period that the revenue is recognized are reported as increases in net assets without donor restrictions.

Grants are subject to financial and compliance reviews and audits by the grantors and other agencies pursuant to authority given by law or regulation. Such reviews and audits could result in claims against the Organization for disallowed costs or noncompliance with the provisions of contracts and grant agreements. In management’s opinion, it is highly unlikely that an adverse material outcome will result from those reviews and audits.

Revenue Recognition

Assessment fees for the Intoxicated Driver Program, which assists a client who has been charged with intoxicated driving offenses and is required by the state to have an assessment with a counselor, are established in a contract between a counselor and a client. These fees are recognized as revenue upon the completion of an assessment with a counselor. Payments are expected before a client meets with a counselor. Payments received in advance are deferred and recognized as revenue when the assessment is completed.

Subcontracts consist of agreements for Planning and Evaluation services, IMPACT 211 After Hours and Wisconsin Addiction Recovery Hotline, health system, and other services. Revenue from these subcontracts are recognized using a portfolio approach since the agreements contain uniform terms and conditions. In all cases the transaction price is fixed and outlined in the agreements. Amounts are generally nonrefundable.

NOTE 1—SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

- IMPACT 211 After Hours and Wisconsin Addiction Recovery Hotline subcontracts consist of agreements where the Organization operates other agencies' hotlines. The agreements outline fee arrangements beginning with a base amount and add additional fees if the number of calls exceeds the amounts outlined in the agreement. The base amount is recognized over time and additional fees collected for volume overages are recorded at the time of additional billing.

- Planning and Evaluation subcontracts are agreements where the customers purchase evaluation services from the Organization. Fees are determined by the contract price and payments are collected ratably over the term of the agreement, generally ranging from two to six years. The agreements outline performance obligations which are carried out monthly.

- IMPACT Connect subcontracts are agreements to coordinate a subscription-based community information exchange for health system information. Revenue is recognized as the exchange is offered to customers.

The following table presents revenues disaggregated by type:

	2025	2024
Intoxicated driver assessment program fees	$ 894,461	$ 920,308
211 After Hours and WI Addiction Recovery Hotline	188,425	162,523
Planning and evaluation subcontracts	490,467	619,248
Homeless prevention subcontracts	-	76,718
IMPACT Connect subcontracts	656,259	597,699
Total revenue	$ 2,229,612	$ 2,376,496

Accounts receivable and contract balances from contracts with customers are as follows:

	2025	2024
Accounts receivable at beginning of year	$ 71,214	$ 5,254
Accounts receivable at end of year	93,836	71,214
Deferred revenue at beginning of year	$ 13,650	$ 65,000
Deferred revenue at end of year	22,050	13,650

Revenue recognized for the year ended December 31, 2025, includes $13,650 that was included in deferred revenue at the beginning of the year.

NOTE 1—SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Expense Allocation

The financial statements report certain categories of expenses that are attributable to more than one program service or supporting activity. Therefore, these expenses require allocation on a reasonable basis that is consistently applied. The expenses that are allocated include salaries and wages, employee benefits, payroll taxes, office supplies, postage and shipping, rental and equipment maintenance, printing and publications, and computer and internet, which are allocated on the basis of estimates of time and effort; telephone, which is allocated based on the percentage of use; and occupancy, which is based on square footage.

The following program services and supporting activities are included in the accompanying financial statements.

SUD Services – Milwaukee County residents convicted of operating while intoxicated must obtain an assessment at the Organization as part of the process to regain their driver's license. The Organization also provides assessment services for other court-ordered assessments, such as probation and parole, possession charges, and underage violators, etc. Court-ordered clients must pay a fee for the Organization's services.

IMPACT 211 – IMPACT 211 is a central access point for people in need during times of personal crisis or community disaster. The free confidential helpline and online resource directory make it easy for residents to get connected to information and assistance. IMPACT 211 serves Milwaukee, Racine, Kenosha, Ozaukee, and Washington Counties in Southeastern Wisconsin, and collaborates with a network of other IMPACT 211 call centers throughout the state and the nation.

Planning and Evaluation – This program works in partnership with community leaders, decision-makers, and service providers committed to improving the well-being of residents in Southeastern Wisconsin. The Organization's role is to research community needs, identify best practices, evaluate programs and initiatives, and provide recommendations to address issues such as substance use, mental health, and promoting healthy families.

Coordinated Entry – Coordinated Entry is the starting point for those experiencing homelessness in Milwaukee County to access emergency shelter and housing resources.

Homeless Prevention Fund – This program provides the Milwaukee continuum of care with HUD defined coordinated entry services to assist in getting the most vulnerable people placed first in the shelter system. This program ceased effective December 31, 2024.

IMPACT Connect – This program uses the Community Information Exchange model to provide a global view of a client's complex needs and serves as a coordinated system of service delivery driven by the shared knowledge and expertise of community partners.

Management and General – Includes wages for non-program staff such as accounting staff, portions of occupancy expenses for administrative staff, and various other non-program activities.

NOTE 1—SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Fundraising – Activities related to increasing development and capacity include wages for fundraising activities, plus postage and printing of promotional materials.

Leases

The Organization does not recognize short-term leases in the statement of financial position. For these leases, the Organization recognizes the lease payments in the change in net assets on a straight-line basis over the lease term and variable lease payments in the period in which the obligation for those payments is incurred. The Organization also does not separate nonlease components from lease components for all classes of underlying assets and instead accounts for each separate lease component and the nonlease components associated with that lease component as a single lease component. If the rate implicit in the lease is not readily determinable, the Organization uses a risk-free rate as the discount rate for the lease for all classes of underlying assets.

Income Tax Status

The Organization is exempt from federal income tax under Section 501(c)(3) of the Internal Revenue Code.

Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and 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.

Reclassifications

Certain accounts in the prior year financial statements have been reclassified for comparative purposes to conform to the presentation in the current year financial statements.

Date of Management's Review

Management has evaluated subsequent events through May 19, 2026, the date which the financial statements were available to be issued.

NOTE 2—INVESTMENTS

Investments are comprised of the following:

	2025	2024
Cash equivalents held by investment managers	$ 9,616	$ -
Certificates of deposit	-	1,067,127
Equity securities	525,901	247,659
Fixed income mutual funds	1,089,415	61,149
	$ 1,624,932	$ 1,375,935

Fair values of equity securities and fixed income mutual funds are valued at the closing price reported on the active markets on which the securities and funds are traded, which are Level 1 fair value measurements. Fair values of certificates of deposit are determined using a market approach on yields currently available on comparable securities of issuers with similar credit ratings, which are Level 2 fair value measurements.

NOTE 3—LINE OF CREDIT

The Organization has an unsecured $100,000 revolving line of credit, which was unused as of December 31, 2025 and 2024. Advances on the line of credit carry an interest rate of 2.75% plus the Daily Secured Overnight Financing Rate (3.79% as of December 31, 2025). The line of credit matures on June 20, 2026.

NOTE 4—LEASES

The Organization leases office space under an operating lease that expires September 30, 2030. The lease includes provisions for annual increases to base rent. The Organization does not expect to exercise a renewal option on this lease. Additionally, the Organization leases a copier under a finance lease that expires December 31, 2030.

The components of lease cost are as follows:

	2025	2024
Finance lease cost		
Amortization of right-of-use asset	$ 2,658	$ -
Interest on lease liability	1,321	-
Operating lease cost	229,618	239,858
Short-term lease cost	6,300	6,300
Total lease cost	$ 239,897	$ 246,158

NOTE 4—LEASES (continued)

Other information related to leases is as follows:

	2025	2024
Cash paid for amounts included in the measurement of lease liabilities		
Operating cash flows from finance lease	$ 1,321	$ -
Operating cash flows from operating lease	409,425	236,982
Financing cash flows from finance lease	1,604	-
Right-of-use assets obtained in exchange for new finance lease liability	15,947	-
Right-of-use assets obtained in exchange for new operating lease liability	-	1,169,325
Weighted-average remaining lease term		
Finance lease	4.17 years	-
Operating lease	4.75 years	5.75 years
Weighted-average discount rate		
Finance lease	3.97%	-
Operating lease	7.95%	7.95%

The maturities of lease liabilities as of December 31, 2025, are as follows:

	Finance Lease	Operating Lease
Year ending December 31:		
2026	$ 3,510	$ 221,633
2027	3,510	227,203
2028	3,510	232,870
2029	3,510	238,634
2030	585	182,381
Total minimum lease payments	14,625	1,102,721
Imputed interest	(3,394)	(183,756)
Total lease liabilities	$ 11,231	$ 918,965

NOTE 5—CONCENTRATIONS

Credit Risk

The Organization maintains its cash balances in one financial institution located in Milwaukee, Wisconsin. The balances are insured by the Federal Deposit Insurance Corporation up to $250,000. At December 31, 2025 and 2024, the Organization's uninsured cash balances total approximately $837,000 and $2,260,000, respectively.

NOTE 5—CONCENTRATIONS (continued)

Revenue and Receivables

The Organization received approximately 33% and 42% of its support and revenue from two agencies during the years ended December 31, 2025 and 2024, respectively. In addition, approximately 86% of unconditional promises to give were due from one of these agencies at December 31, 2025 and 2024.

NOTE 6—LIQUIDITY AND AVAILABILITY

The Organization strives to maintain liquid financial assets sufficient to cover 90 days of general expenditures. The Organization manages its liquidity and reserves following three guiding principles: operating within a prudent range of financial soundness and stability, maintaining adequate liquid assets to fund near-term operating needs, and maintaining sufficient reserves to help manage unanticipated liquidity needs.

The Organization's financial assets available for general expenditures within one year of the date of the statement of financial position are as follows:

	2025	2024
Financial assets at year-end		
Cash and cash equivalents	$ 1,081,781	$ 1,440,810
Investments	1,624,932	1,375,935
Accounts receivable	93,836	71,214
Grants receivable	88,289	113,989
Unconditional promises to give	406,608	405,608
	$ 3,295,446	$ 3,407,556

At December 31, 2025 and 2024, the Organization has $100,000 available on its line of credit to draw upon if financial assets are unable to meet its cash needs. As part of the Organization's liquidity management policy, it has a policy to structure its financial assets to be available as its general expenditures, liabilities, and other obligations come due.