

**PREGNANCY SERVICES
OF NORTHERN KENTUCKY
dba: CARE NET PREGNANCY SERVICES
OF NORTHERN KENTUCKY**

FINANCIAL STATEMENTS

For the Years Ended December 31, 2025 and 2024

**CARE NET PREGNANCY SERVICES
OF NORTHERN KENTUCKY**

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For the Years Ended December 31, 2025 and 2024

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**CARE NET PREGNANCY SERVICES
OF NORTHERN KENTUCKY**
BOARD OF DIRECTORS AND MANAGEMENT STAFF
For the Years Ended December 31, 2025 and 2024

Board of Directors

President

Mike Enzweiler

Vice-President

Brett Gaspard

Treasurer

Steve Gillespie

Secretary

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Board Members

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Lee Ann Ernst, RN, MSN

Kristi Sullivan

Karla Burford

Rebecca Cusick

Management Staff

Executive Director

Lyndi Zembrodt

Director of Client Services

Tara Rapp

Director of Development

Joy Tarleton

Independent Auditor's Report

**To the Board of Directors of
Pregnancy Services of Northern Kentucky
dba: Care Net Pregnancy Services of Northern Kentucky
Florence, Kentucky**

Opinions

We have audited the accompanying financial statements of the Pregnancy Services of Northern Kentucky, doing business as: Care Net Pregnancy Services of Northern Kentucky, (a nonprofit organization), which comprise the statements of financial position—modified cash basis as of December 31, 2025 and 2024, and the related statements of activities—modified cash basis, statements of functional expenses—modified cash basis, and statements of cash flows—modified cash basis for the year 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 statements of financial position of Care Net Pregnancy Services of Northern Kentucky, as of December 31, 2025 and 2024, and its statements of activities, functional expenses, and cash flows for the years then ended in accordance with the modified cash basis of accounting as described in Note A.

Basis for Opinions

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 Care Net Pregnancy Services of Northern Kentucky, and to meet our other ethical responsibilities in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Basis of Accounting

We draw attention to Note A of the financial statements, which describes the basis of accounting. The financial statements are prepared on the modified cash basis of accounting, which is a basis of accounting other than accounting principles generally accepted in the United States of America. Our opinion is not modified with respect to this matter.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with the modified cash basis of accounting described in Note A, and for determining that the modified cash basis of accounting is an acceptable basis for the preparation of the financial statements in the circumstances. Management is also responsible 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.

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 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 Care Net Pregnancy Services of Northern Kentucky'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 Care Net Pregnancy Services of Northern Kentucky'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.

Chamberlin Owen & Co., Inc.

Chamberlin Owen, & Co., Inc.

Erlanger, Kentucky

June 18, 2026

CARE NET PREGNANCY SERVICES OF NORTHERN KENTUCKY Statements of Financial Position - <i>Modified Cash Basis</i> December 31, 2025 and 2024
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Assets	2025	2024
Current assets		
Cash and cash equivalents	\$ 527,247	\$ 690,339
Investments	524,138	474,228
Prepaid expenses	2,190	2,266
Total current assets	1,053,575	1,166,833
Non-current assets		
Property and equipment	967,081	967,081
Less: accumulated depreciation	(329,136)	(285,022)
Property and equipment, net	637,945	682,059
Operating lease right-of-use assets	15,900	31,584
Total non-current assets	653,845	713,643
Total assets	\$ 1,707,420	\$ 1,880,476
Liabilities and net assets		
Liabilities		
Current liabilities		
Current maturities of operating lease liability	\$ 15,900	\$ 15,684
Total current liabilities	15,900	15,684
Noncurrent liabilities		
Non-current maturities of operating lease liability	-	15,900
Total noncurrent liabilities	-	15,900
Total liabilities	15,900	31,584
Net assets		
With donors restrictions	13,472	14,885
Without donors restrictions	1,678,048	1,834,007
Total net assets	1,691,520	1,848,892
Total liabilities and net assets	\$ 1,707,420	\$ 1,880,476

The accompanying notes are an integral part of the financial statements.

CARE NET PREGNANCY SERVICES OF NORTHERN KENTUCKY Statement of Activities - Modified Cash Basis For the Year Ended December 31, 2025 and 2024

	2025			
	Without Donor Restrictions	With Donor Restrictions	Total	2024
Revenues, gains, and other support				
Contributions	\$ 310,391	\$ 9,435	\$ 319,826	\$ 333,102
Grants	26,065	12,500	38,565	38,375
Special events	326,834	-	326,834	284,812
Fundraising	348,808	-	348,808	335,080
Investment income	58,346	-	58,346	45,340
Net gains (losses) on investments	-	-	-	677
Rental income	23,760	-	23,760	22,320
In-kind medical professional services	76,720	-	76,720	23,805
Net assets released from restrictions				
Satisfaction of program restrictions	23,348	(23,348)	-	-
Total revenues, gains, and other support	1,194,272	(1,413)	1,192,859	1,083,511
Expenses				
Program services				
Mentoring program	366,312	-	366,312	311,921
Medical program	585,380	-	585,380	462,781
Total program services	951,692	-	951,692	774,702
Support services				
Management and general	112,875	-	112,875	97,869
Fundraising	285,664	-	285,664	263,813
Total support services	398,539	-	398,539	361,682
Total expenses	1,350,231	-	1,350,231	1,136,384
Change in net assets	(155,959)	(1,413)	(157,372)	(52,873)
Net assets, beginning of year	1,834,007	14,885	1,848,892	1,901,765
Net assets, end of year	\$ 1,678,048	\$ 13,472	\$ 1,691,520	\$ 1,848,892

The accompanying notes are an integral part of the financial statements.

CARE NET PREGNANCY SERVICES OF NORTHERN KENTUCKY Statement of Functional Expenses - <i>Modified Cash Basis</i> For the Year Ended December 31, 2025
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	Mentoring Program	Medical Program	Total Programs	Management & General	Fundraising	Total
Salaries and benefits	\$ 203,873	\$ 369,536	\$ 573,409	\$ 81,549	\$ 163,098	\$ 818,056
Advertising and marketing	26,083	26,083	52,166	-	-	52,166
Bank fees	-	-	-	4,595	-	4,595
Computer expenses	7,890	7,831	15,721	1,972	1,972	19,665
Conferences and travel	2,508	2,508	5,016	-	-	5,016
Education and training	5,143	5,100	10,243	-	-	10,243
Fundraising expenses	-	-	-	-	31,058	31,058
Incentives	-	1,625	1,625	-	-	1,625
Insurance	5,095	5,094	10,189	5,094	5,095	20,378
Miscellaneous expenses	-	91	91	114	550	755
Medical supplies	-	23,382	23,382	-	-	23,382
Newsletters	-	-	-	-	17,578	17,578
Office expenses	7,582	7,402	14,984	1,895	1,895	18,774
Payment to affiliates	1,148	1,147	2,295	-	-	2,295
Medical professional services	-	76,720	76,720	-	-	76,720
Professional fees	-	-	-	8,500	-	8,500
Program supplies	45,205	-	45,205	-	-	45,205
Properties and maintenance	6,916	6,558	13,474	1,730	1,729	16,933
Reimbursable expenses	13,676	11,110	24,786	-	-	24,786
Rent	11,222	11,222	22,444	-	-	22,444
Special events expenses	-	-	-	-	55,264	55,264
Utilities, phones, internet	12,271	12,271	24,542	3,069	3,068	30,679
Total expenses before depreciation	348,612	567,680	916,292	108,518	281,307	1,306,117
Depreciation expense	17,700	17,700	35,400	4,357	4,357	44,114
Total Expenses	<u>\$ 366,312</u>	<u>\$ 585,380</u>	<u>\$ 951,692</u>	<u>\$ 112,875</u>	<u>\$ 285,664</u>	<u>\$ 1,350,231</u>

The accompanying notes are an integral part of the financial statements.

CARE NET PREGNANCY SERVICES OF NORTHERN KENTUCKY Statement of Functional Expenses - Modified Cash Basis For the Year Ended December 31, 2024

	Mentoring Program	Medical Program	Total Programs	Management & General	Fundraising	Total
Salaries and benefits	\$ 181,261	\$ 326,270	\$ 507,531	\$ 72,505	\$ 145,009	\$ 725,045
Advertising and marketing	18,803	18,803	37,606	-	-	37,606
Bank fees	-	-	-	4,806	-	4,806
Computer expenses	4,613	4,613	9,226	1,153	1,153	11,532
Conferences and travel	2,207	2,207	4,414	-	-	4,414
Education and training	4,702	4,702	9,404	-	-	9,404
Fundraising expenses	-	-	-	-	37,496	37,496
Incentives	-	1,535	1,535	-	-	1,535
Insurance	3,415	3,415	6,830	3,415	3,414	13,659
Miscellaneous expenses	-	-	-	329	1,521	1,850
Medical supplies	-	15,067	15,067	-	-	15,067
Newsletters	-	-	-	-	16,504	16,504
Office expenses	7,853	7,853	15,706	1,963	1,962	19,631
Payment to affiliates	1,103	1,102	2,205	-	-	2,205
Medical professional services	-	23,805	23,805	-	-	23,805
Professional fees	-	-	-	5,600	-	5,600
Program supplies	34,554	-	34,554	-	-	34,554
Properties and maintenance	3,228	3,228	6,456	807	807	8,070
Reimbursable expenses	10,600	10,599	21,199	-	-	21,199
Rent	10,418	10,418	20,836	-	-	20,836
Special events expenses	-	-	-	-	48,656	48,656
Utilities, phones, internet	11,484	11,484	22,968	2,870	2,871	28,709
Total expenses before depreciation	294,241	445,101	739,342	93,448	259,393	1,092,183
Depreciation expense	17,680	17,680	35,360	4,421	4,420	44,201
Total Expenses	<u>\$ 311,921</u>	<u>\$ 462,781</u>	<u>\$ 774,702</u>	<u>\$ 97,869</u>	<u>\$ 263,813</u>	<u>\$ 1,136,384</u>

The accompanying notes are an integral part of the financial statements.

CARE NET PREGNANCY SERVICES OF NORTHERN KENTUCKY Statements of Cash Flows - <i>Modified Cash Basis</i> For the Years Ended December 31, 2025 and 2024
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	<u>2025</u>	<u>2024</u>
Cash flows from operating activities		
Change in net assets	\$ (157,372)	\$ (52,873)
Adjustments to reconcile changes in net assets to net cash provided by (used for) operating activities:		
Depreciation	44,114	44,201
Unrealized Gain/(Loss) on Investments	90	(677)
Change in current assets:		
Prepaid expenses	76	(520)
Change in current liabilities:		
Accounts payable	-	-
Net change in cash from operating activities	<u>(113,092)</u>	<u>(9,870)</u>
Cash flows from investing activities:		
Transfer to investments	(50,000)	(100,000)
Purchase of property and equipment	-	-
Net change in cash from investing activities	<u>(50,000)</u>	<u>(100,000)</u>
Net change in cash and cash equivalents	(163,092)	(109,870)
Cash and cash equivalents, beginning of year	<u>690,339</u>	<u>800,209</u>
Cash and cash equivalents, end of year	<u><u>\$ 527,247</u></u>	<u><u>\$ 690,339</u></u>

The accompanying notes are an integral part of the financial statements.

CARE NET PREGNANCY SERVICES OF NORTHERN KENTUCKY NOTES TO FINANCIAL STATEMENTS December 31, 2025 and 2024
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ORGANIZATION

The Pregnancy Services of Northern Kentucky, doing business as Care Net Pregnancy Services of Northern Kentucky, (Organization), is a not-for-profit, Christ-centered organization existing to educate, support, and empower men and women, during an unplanned pregnancy, while uplifting the sanctity of human life. The Organization has been servicing the families of Northern Kentucky since 1999. Our staff and volunteers can provide services including pregnancy testing, education options, limited obstetrical ultrasound imaging, pregnancy confirmation via ultrasound imaging, abstinence education, sexual health classes, life skills classes, prenatal education, infant care classes, parenting education, and material assistance. The facilities of the Organization are strategically placed in Cold Spring, Florence, and Williamstown, Kentucky.

NOTE A – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of Accounting – Modified Cash Basis of Accounting

The financial statements of Care Net Pregnancy Services of Northern Kentucky, have been prepared on the cash-basis of accounting, modified to record assets or liabilities with respect to cash transactions and events that provide a benefit or result in an obligation that covers a period greater than the period in which the cash transaction or event occurred. The modifications result in the recording of investments, prepaid gift card assets, capital assets, and related short-term and long-term obligations on the statement of assets, liabilities, and net assets. This method of accounting represents a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America (GAAP). This basis of accounting differs from GAAP primarily because certain revenue and related assets (such as pledges receivable and contribution revenue for billed or pledged revenues not yet collected, and other accrued revenue and receivables) have been recognized when received rather than when earned and certain expenses and related liabilities (such as accounts payable and expenses for goods or services received but not yet paid, and other accrued liabilities and expenses) have been recognized when paid rather than when the obligations were incurred.

Financial Statement Presentation

Under Statement of Financial Accounting Standards Board Accounting Standards Codification (FASB ASC) 958-205-45-4 (formerly SFAS No. 117) the Organization is required to present a complete set of financial statements. Net assets are required to be presented in two separate classes, as follows: net assets without donor restrictions and net assets with donor restrictions.

FASB ASC 958-225 provides specific guidance for the statement of activities. The statement reports the support, expenses, gains, and losses that affect the Organization's net assets.

FASB ASC 958-230 provides specific guidance for the statement of cash flows. The statement addresses whether certain transactions are operating, investing, or financial activities.

The statement of functional expenses shows, in a matrix format, how the natural expense classifications are allocated to significant programs and supporting services. Salaries and related expenses are charged to program services based on the estimated time spent by personnel on the related programs. Direct expenses are charged to the program based on costs incurred when specifically identifiable with a program. All other expenses are allocated to program services based upon budgeted amounts as allowed by the funding agency.

CARE NET PREGNANCY SERVICES OF NORTHERN KENTUCKY NOTES TO FINANCIAL STATEMENTS December 31, 2025 and 2024
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NOTE A – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - CONTINUED

Estimates and Assumptions

The preparation of financial statements in conformity with the modified cash basis of accounting 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.

Cash and Cash Equivalents

For purposes of the statements of financial position and cash flows, the Organization considers all highly liquid investments available for current use with an initial maturity of three months or less to be cash equivalents.

Concentration of Credit Risk

The Organization maintains its cash in bank deposits, which, at times, may exceed federally insured limits. The Organization has not experienced any losses in these accounts. The Organization believes it is not exposed to any significant credit risk on cash.

Interest Rate Risk

In accordance with the Organization's policy, interest rate risk is limited by investing in diversified portfolios with a combination of the highest rate of return and the lowest risk to ensure maximum security of principal. Investments are undertaken in a manner that seeks to ensure the preservation of capital in its portfolio.

Credit Risk

The Organization limits its investments to diversified, managed portfolios which contain funds with varying credit ratings applied. Because of the diversity of these funds, the credit risk of the investments, in the aggregate, is reduced to an acceptable level.

Custodial Credit Risk

For deposits, this is the risk that, in the event of a bank failure, the Organization's deposits will not be returned. The cash and cash equivalents balances are insured by the Federal Deposit Insurance Corporation (FDIC) up to \$250,000. As of December 31, 2025, the Organization had collected balances of approximately \$480,955 at Central Bank & Trust Co. which is \$230,955 in excess of the FDIC insured limits.

Investments and Fair Value Measurements

The Organization's investments are reported at fair value in the accompanying statement of financial position. The methods used to measure fair value may produce an amount that may not be indicative of net realizable value or reflective of future fair values. Furthermore, although the Organization believes its valuation methods are appropriate and consistent with 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. Unrealized gains and losses are included in investment income and reported on the statement of activities and changes in net assets. Investment income and gains restricted by a donor are reported as an increase in unrestricted net assets if the restrictions are met, either by passage of time or by use, in the reporting period in which the income and gains are recognized.

CARE NET PREGNANCY SERVICES OF NORTHERN KENTUCKY NOTES TO FINANCIAL STATEMENTS December 31, 2025 and 2024
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NOTE A – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - CONTINUED

The fair value measurements authoritative literature establishes a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. This hierarchy consists of three broad levels: Level 1, Level 2, and Level 3. The Organization uses appropriate valuation techniques based on the available inputs to measure the fair value of investments. When available, The Organization measures fair value using Level 1 inputs because they generally provide the most reliable evidence of fair value. Level 3 inputs are only used when Level 1 or Level 2 inputs are not available.

Level 1 Fair Value Measurements

Valuations based on quoted prices (unadjusted) in active markets for identical assets or liabilities that The Organization has the ability to access. Since valuations are based on quoted prices that are readily and regularly available in an active market, valuation of these products does not entail a significant degree

of judgment. Assets utilizing Level 1 inputs include exchange-traded equity securities and closed end funds that are actively traded. The cash portion of The Organization's investments are listed as Level 1 investments.

Level 2 Fair Value Measurements

Valuations based on quoted prices in markets that are not active or for which all significant inputs are observable, either directly or indirectly. The Organization has primarily Level 2 investments at December 31, 2025 and 2024.

Level 3 Fair Value Measurements

Valuations based on inputs that are unobservable and significant to the overall fair value measurement. Unobservable input may be developed by outside third parties using marketing models based on information available to them. Unobservable inputs shall reflect the reporting entity's own assumptions about the assumptions that market participants would use in pricing. Unobservable input shall be developed based on the best information available in circumstances, which might include the reporting entity's own data. The Organization has no Level 3 investments at December 31, 2025, and 2024.

Property and Equipment

Property and equipment are presented at cost less accumulated depreciation. Depreciation is provided using the straight-line method over the estimated useful life of the assets. When assets are retired or otherwise disposed of, the cost and related accumulated depreciation are removed from the accounts, and any resulting gain or loss is recognized in changes in net assets for the period. The cost of maintenance and repairs is charged to expense as incurred; significant renewals and betterments are capitalized. Expenditures greater than \$5,000 and a useful life of more than one year are capitalized.

Net Assets

Resources are classified into two net asset categories according to externally (donor) imposed restrictions. A description of the two net asset categories, as applied to The Organization is as follows:

1) Net assets without donor restrictions:

- Includes the assets and liabilities associated with the principal mission of The Organization, including its net property and equipment. Board designated net assets can be an internally tracked subset of this category. This includes net assets which the board has determined should be invested for future needs of The Organization.

CARE NET PREGNANCY SERVICES OF NORTHERN KENTUCKY NOTES TO FINANCIAL STATEMENTS December 31, 2025 and 2024
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NOTE A – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - CONTINUED

2) Net assets with donor restrictions:

- Includes grants and contributions subject to donor-imposed restrictions. Some donor-imposed restrictions are temporary in nature that may or will be met, either by actions of The Organization and/or the passage of time. Other donor-imposed restrictions are perpetual in nature, where the donor stipulates the resources be maintained in perpetuity.

Donated Services, Materials and Facilities

Monetary donations and donated gift cards are recorded as revenue when received.

Care Net is blessed to receive significant in-kind professional medical services that strengthen both the quality and scope of care provided to our patients. During this reporting period, our Medical Director of Ultrasound and Medical Director of Sexual Health donated professional services with an estimated combined value of \$70,000.

The donated expertise of these two fetal maternal specialists represents an extraordinary investment into our mission—providing advanced medical oversight, compassionate patient support, and clinical excellence that would otherwise require substantial financial resources to sustain. Their leadership helps ensure the delivery of safe, evidence-based care while enhancing the organization’s medical integrity and stewardship of donor resources.

In addition, a volunteer registered nurse contributed 192 professional service hours, representing an estimated in-kind value of \$6,720. These donated services further expand Care Net’s ability to provide compassionate, high-quality care to the women and families we serve.

Income Tax Status

The Organization is a not-for-profit corporation exempt from federal income taxes under Section 501(c)(3) of the Internal Revenue Code. The Organization is not a private foundation as defined in Section 509(a) of the Internal Revenue Code.

The Corporation’s form 990, Return of the Corporation Exempt from Income Tax, is timely filed on an annual basis. Accounting principles generally accepting in the United States of America require management to evaluate tax positions taken by the Organization and recognize a tax liability for any uncertain tax position that more likely than not would not be sustained upon examination by the IRS. The Organization is subject to routine income tax examinations by tax authorities; however, there are currently no audits for any tax periods in progress. Management believes the Organization has no uncertain tax positions and is no longer subject to income tax examinations for tax years prior to 2020.

Programs/Functional Expenses

The Organization maintains its expense accounts based on its two major programs. The Mentorship Program provides education options such as abstinence education, sexual health classes, life skills classes, prenatal education, infant care classes, parenting education, and material assistance. The Medical Program provides medical assistance such as pregnancy testing, limited obstetrical ultrasound imaging, and pregnancy confirmation via ultrasound imaging.

CARE NET PREGNANCY SERVICES OF NORTHERN KENTUCKY NOTES TO FINANCIAL STATEMENTS December 31, 2025 and 2024
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NOTE B – INVESTMENTS

Investments generally consist of corporate bonds and cash stated at fair market value. The value of the investment grade bonds was \$472,097 and the cash value was \$52,041, for a total investment fair market value of \$524,138 for December 31, 2025. The value of the investment grade bonds was \$421,781 and the cash value was \$52,447, for a total investment fair market value of \$474,228 for December 31, 2024. The cumulative unrealized gain (loss) on investments for 2025 and 2024, was \$90 and \$677.

Investments' fair value measurements are as follows at December 31, 2025:

Investments	Fair Value	Fair Value Measurements Using		
		Level 1 Inputs	Level 2 Inputs	Level 3 Inputs
Bonds				
Company bonds	\$ 472,097	\$ -	\$ 472,097	\$ -
Total Bonds	-	-	-	-
Cash and Cash Equivalents				
Investment cash	52,041	52,041	-	-
Total investments	\$ 524,138	\$ 52,041	\$ 472,097	\$ -

Investments' fair value measurements are as follows at December 31, 2024:

Investments	Fair Value	Fair Value Measurements Using		
		Level 1 Inputs	Level 2 Inputs	Level 3 Inputs
Bonds				
Company bonds	\$ 421,781	\$ -	\$ 421,781	\$ -
Total Bonds	-	-	-	-
Cash and Cash Equivalents				
Investment cash	52,447	52,447	-	-
Total investments	\$ 474,228	\$ 52,447	\$ 421,781	\$ -

NOTE C – PROPERTY AND EQUIPMENT

Property and equipment consist of the following: (In 2025 Care Net changed their threshold to \$5,000)

	Estimated Useful Life	Balance December 31, 2024	Additions	Deletions	Balance December 31, 2025
Medical equipment	5 years	\$ 232,037	\$ -	\$ -	\$ 232,037
Furniture and fixtures	5 years	4,229	-	-	4,229
Buildings	39 years	683,250	-	-	683,250
Leasehold improvements	10 years	47,565	-	-	47,565
Subtotal		967,081	-	-	967,081
Less: accumulated depreciation		(285,022)	(44,114)	-	(329,136)
Property and equipment, net		\$ 682,059	\$ (44,114)	\$ -	\$ 637,945

CARE NET PREGNANCY SERVICES OF NORTHERN KENTUCKY NOTES TO FINANCIAL STATEMENTS December 31, 2025 and 2024
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NOTE D – LEASES

In 2022, The Organization entered into a long-term operating lease for office space in Williamstown, KY. The lease is for five years, through December 31, 2026, with no renewal period.

The following summarizes the line items in the balance sheets which include amounts for operating and finance leases as of December 31:

	2025	2024
Operating Leases		
Operating leases right-of-use-assets	\$ 15,900	\$ 31,584
Other current liabilities	15,900	15,684
Operating lease liabilities	-	15,900
Total operating lease liabilities	\$ 15,900	\$ 31,584

The following summarizes the weighted average remaining lease term and discount rate as of December 31:

	2025	2024
Weighted Average Remaining Lease Term		
Operating leases	1 year	2 years
Weighted Average Discount Rate		
Operating leases	1.37%	1.37%

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

Year Ending December 31:	Operating
2026	16,000
Total Lease Payments	16,000
Less: Interest	(100)
Present value of lease liabilities	\$ 15,900

The following summarizes the line items in the income statements which include the components of lease expense for the year ended December 31:

	2025	2024
Operating lease expense included in SG&A	\$ 16,000	\$ 16,000

The following summarizes cash flow information related to leases for the year ended December 31:

	2025	2024
Cash paid for amounts included in the measurements of lease liabilities		
Operating cash flows from operating leases	\$ 16,000	\$ 16,000
Lease assets obtained in exchange for lease obligations		
Operating leases	\$ 15,684	\$ 15,470

CARE NET PREGNANCY SERVICES OF NORTHERN KENTUCKY NOTES TO FINANCIAL STATEMENTS December 31, 2025 and 2024
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NOTE E – NET ASSETS WITH DONOR RESTRICTIONS

The Organization reports gifts of cash and other assets as restricted support if they are received with donor stipulations that limit the use of the donated assets. When a donor 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 restrictions and reported in the statement of activities as net assets released from restriction. If a donor restriction expires within the same year the donation was made, both the related support and expense are shown as unrestricted.

Net assets with donor restrictions consisted of \$13,472 and \$14,885 at December 31, 2025, and 2024, respectively. At December 31, 2025, and 2024, funds classified as net assets with donor restrictions had the following balances:

Net Assets with Donor Restrictions:

Restricted purpose	Balance of With Donor Restrictions December 31, 2024	Donor Restricted Contributions	Contributions Released from Restrictions	Balance of With Donor Restrictions December 31, 2025
Center Needs	\$ -	\$ 600	\$ (600)	\$ -
Translator PT Staff	9,666	12,500	(15,114)	7,052
College Outreach	-	770	(674)	96
Prenatal Vitamins	1,737	-	(612)	1,125
Bibles and Books Fatherhood	-	2,500	(783)	1,717
Diaper Purchases	-	2,000	(2,000)	-
Elevate	-	1,500	(1,500)	-
Cars Seats	-	2,065	(2,065)	-
Ultrasound Training	3,482	-	-	3,482
Totals	<u>\$ 14,885</u>	<u>\$ 21,935</u>	<u>\$ (23,348)</u>	<u>\$ 13,472</u>

Restricted contributions were \$21,935 and \$40,375 for the year ended December 31, 2025, and 2024, respectively.

NOTE F – RENTAL INCOME

On July 14, 2021, the Organization entered into a lease agreement with Venture Medical Weight Loss, LLC, a Kentucky non-profit corporation, for the bottom floor of the Organization's office building located in Cold Spring, Kentucky. The initial lease term was for three years, ending August 31, 2024, and required monthly lease payments of \$1,800.

During the year ended December 31, 2024, Venture Medical Weight Loss, LLC signed a new three-year lease agreement, requiring monthly payments of \$1,980.

Rental income totaled \$22,444 and \$22,320 for the years ended December 31, 2025 and 2024, respectively.

CARE NET PREGNANCY SERVICES OF NORTHERN KENTUCKY
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NOTE G – SPECIAL EVENTS

The Organization received \$326,834 and \$284,812 in revenues from special events activities and incurred \$55,264 and \$48,656 in direct costs associated with special events during the year ended December 31, 2025, and 2024, respectively.

NOTE H – LIQUIDITY AND AVAILABILITY OF FINANCIAL ASSETS

The following reflects The Organization's financial assets as of the balance sheet date, reduced by the amounts not available for general use because of contractual or donor-imposed restrictions within one year of the balance sheet date. As part of The Organization's liquidity management, it invests cash in investments, typically corporate bonds.

The Organization has the following amounts that are available for use within one year for general purposes:

	<u>2025</u>	<u>2024</u>
Financial assets, at year end	\$ 1,053,374	\$ 1,166,855
Less assets unavailable for general expenditures within one year, due to:		
Prepaid expenses	<u>(2,190)</u>	<u>(2,288)</u>
Financial assets available to meet cash needs for general expenditures within one year:	<u>\$ 1,051,184</u>	<u>\$ 1,164,567</u>

NOTE I – SUBSEQUENT EVENTS

The Organization's management has evaluated events through June 18, 2026, the date on which the financial statements were available for issue. The Organization has no events subsequent to December 31, 2025, through June 18, 2026, to disclose.