

Presbyterian Homes in the Presbytery of Huntingdon

Statements of Financial Position

December 31, 2025 and December 31, 2024

| | December 31, 2025 | December 31, 2024 |
|---------------------------------------|--------------------------|--------------------------|
| Assets | | |
| Cash and cash equivalents | \$ 49,567 | \$ 19,467 |
| Investments | 22,350,863 | 19,695,308 |
| Statutory Liquid Reserve | 1,173,375 | 1,039,663 |
| Accounts receivable, net | 2,017,448 | 2,637,770 |
| Assets whose use is limited | 3,484,635 | 4,172,279 |
| Property and equipment, net | 28,817,262 | 29,464,991 |
| Due from affiliates, net | 21,828,170 | 23,127,097 |
| Funds held in trust by others | 844,395 | 781,783 |
| Other assets | <u>1,456,062</u> | <u>985,803</u> |
| Total assets | <u>\$ 82,021,777</u> | <u>\$ 81,924,162</u> |
| Liabilities and Net Assets | | |
| Accounts payable | 727,959 | \$ 883,915 |
| Accrued expenses | 2,215,874 | 2,660,528 |
| Resident deposits | 90,500 | 250,280 |
| Entrance fee and deposit payable | 796,425 | 263,323 |
| Other liabilities | 490,067 | 501,363 |
| Long-term debt, senior living | 18,763,425 | 19,286,669 |
| Deferred revenue from entrance fees | <u>10,495,995</u> | <u>10,970,757</u> |
| Total liabilities | <u>33,580,245</u> | <u>34,816,834</u> |
| Net Assets | | |
| Without donor restriction | 44,706,415 | 43,601,567 |
| With donor restriction | 3,735,117 | 3,505,760 |
| Total net assets | <u>48,441,532</u> | <u>47,107,327</u> |
| Total liabilities and net assets | <u>\$ 82,021,777</u> | <u>\$ 81,924,162</u> |

Presbyterian Homes in the Presbytery of Huntingdon

Statements of Operations and Changes in Net Assets

Period ended December 31, 2025 and year ended December 31, 2024

| | December 31, 2025 | December 31, 2024 |
|---|-------------------|-------------------|
| Net Assets Without Donor Restrictions | | |
| Revenues, gains and other support: | | |
| Resident services: | | |
| Resident services | \$ 24,199,021 | \$ 30,164,768 |
| Amortization of entrance fees | 1,469,743 | 1,639,858 |
| Total resident services | 25,668,764 | 31,804,625 |
| Contributions, gifts, grants and bequests | 114,065 | 118,704 |
| Government stimulus | - | 113,141 |
| Net assets released from restrictions | 27,745 | 155,790 |
| Total operating revenues and other support | 25,810,574 | 32,192,260 |
| Expenses: | | |
| Nursing services | 9,531,473 | 12,781,914 |
| Rehabilitation | 1,397,129 | 1,714,939 |
| Recreation and special services | 514,372 | 652,595 |
| Pharmacy | 461,195 | 679,349 |
| Social Services | 146,669 | 194,247 |
| Physician Services | 60,000 | 83,152 |
| Dining Services | 3,092,615 | 3,823,702 |
| Building operations and maintenance | 3,475,401 | 3,727,101 |
| Housekeeping | 374,043 | 514,604 |
| Laundry | 181,295 | 256,596 |
| Management and general | 4,453,300 | 5,173,569 |
| Employee Benefits | 941,246 | 1,769,896 |
| Interest | 796,165 | 816,078 |
| Depreciation | 2,166,122 | 2,109,425 |
| Fundraising | 71,289 | 69,967 |
| Total expenses before non-recurring expenses | 27,662,316 | 34,367,135 |
| Operating loss before gains and losses | (1,851,741) | (2,174,875) |
| (Loss) gain on sale and disposal of property | (143,541) | 419,730 |
| Operating loss | (1,995,282) | (1,755,145) |
| Other income: | | |
| Investment income, net of investment expense | 759,712 | 591,927 |
| Realized (loss) gain on investments | (24,998) | 26 |
| Unrealized gain on investments | 2,365,416 | 1,308,664 |
| Total other income | 3,100,130 | 1,900,617 |
| Revenues in excess of expenses | 1,104,847 | 145,472 |
| Increase in net assets without donor restrictions | 1,104,847 | 145,472 |

Presbyterian Homes in the Presbytery of Huntingdon

Statements of Operations and Changes in Net Assets

Period ended December 31, 2025 and year ended December 31, 2024

| | <u>December 31, 2025</u> | <u>December 31, 2024</u> |
|--|--------------------------|--------------------------|
| Net Assets With Donor Restrictions | | |
| Contributions, gifts, grants and bequests | 193,927 | 98,493 |
| Investment income, net of investment expense | 563 | 276 |
| Unrealized gain on investments | 62,612 | 55,692 |
| Net assets released from restrictions | <u>(27,745)</u> | <u>(155,790)</u> |
| | 229,357 | (1,329) |
| Increase in net assets | 1,334,204 | 144,143 |
| Net Assets, Beginning | <u>47,107,327</u> | <u>46,963,184</u> |
| Net Assets, Ending | <u>\$ 48,441,532</u> | <u>\$ 47,107,327</u> |

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Presbyterian Homes in the Presbytery of Huntingdon

Statements of Cash Flows

Period ended December 31, 2025 and year ended December 31, 2024

| | December 31, 2025 | December 31, 2024 |
|---|---------------------|---------------------|
| Cash Flows From Operating Activities | | |
| Increase in net assets | \$ 1,334,204 | \$ 144,143 |
| Adjustments to reconcile increase (decrease) in net assets (deficit) to net cash provided by (used in) operating activities | | |
| Depreciation | 2,166,122 | 2,109,425 |
| Provision for doubtful collections | 276,872 | 498,803 |
| Proceeds from non-refundable fees and deposits | 1,660,220 | 2,633,374 |
| Amortization of entrance fees | (1,469,743) | (1,639,858) |
| Unrealized gain on investments and change in fair value of funds held in trust by others | (2,428,028) | (1,364,356) |
| Realized loss (gain) on investments | 24,998 | (26) |
| Loss (gain) on sale of community and disposals of property and equipment | 143,541 | (419,730) |
| Contributions restricted for long-term purposes | (30,150) | - |
| Amortization of deferred financing costs | 9,609 | 12,999 |
| Amortization of bond discount | 8,017 | 8,019 |
| Changes in assets and liabilities | | |
| Accounts receivable | 165,176 | (111,406) |
| Entrance fee receivable | 178,275 | (135,148) |
| Other assets | (470,259) | (276,006) |
| Accounts payable | (155,956) | (267,824) |
| Accrued expenses | (444,654) | (234,133) |
| Other liabilities | (11,296) | 75,498 |
| Net cash provided by operating activities | <u>956,949</u> | <u>1,033,775</u> |
| Cash Flows From Investing Activities | | |
| Acquisition of property and equipment | (1,661,933) | (3,405,011) |
| Proceeds from sale of property and equipment | - | 5,600,000 |
| Purchases of investments | (8,131,126) | (598,262) |
| Proceeds from sale of investments | 3,739,309 | 1,341,819 |
| Due from affiliates, net | 1,298,927 | 1,983,414 |
| Net cash (used in) provided by investing activities | <u>(4,754,824)</u> | <u>4,921,960</u> |
| Cash Flows From Financing Activities | | |
| Refunds of entrance fees and deposits | (291,917) | (346,661) |
| Principal payments on redemptions of long-term debt | (540,870) | (694,509) |
| Financing costs paid | - | (6,015) |
| Contributions restricted for long-term purposes | 30,150 | - |
| Net cash used in financing activities | <u>(832,787)</u> | <u>(1,047,186)</u> |
| Net change in cash, cash equivalents and restricted cash | (4,630,662) | 4,908,549 |
| Cash, cash equivalents and restricted cash, beginning | <u>5,872,520</u> | <u>963,971</u> |
| Cash, cash equivalents and restricted cash, ending | <u>\$ 1,241,858</u> | <u>\$ 5,872,520</u> |
| Cash and cash equivalents | \$ 49,567 | \$ 19,467 |
| Restricted cash in investments | 1,222,441 | 5,853,054 |
| Total cash, cash equivalents and restricted cash | <u>\$ 1,272,008</u> | <u>\$ 5,872,520</u> |