



**NORTH SHORE SENIOR CENTER AND SUBSIDIARY**

**CONSOLIDATED FINANCIAL STATEMENTS**

**JUNE 30, 2025 AND 2024**

**CJBS, LLC**

2100 Sanders Road, Suite 200, Northbrook, Illinois 60062-6141 • p. 847-945-2888 • f. 847-945-9512

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## **NORTH SHORE SENIOR CENTER AND SUBSIDIARY**

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## **INDEPENDENT AUDITOR'S REPORT**

To the Board of Directors of  
North Shore Senior Center and NSSC Foundation

### **Opinion**

We have audited the accompanying consolidated financial statements of North Shore Senior Center and Subsidiary (NSSC Foundation) (nonprofit organizations), which comprise the consolidated statements of financial position as of June 30, 2025 and 2024, and the related consolidated 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 consolidated financial statements referred to above present fairly, in all material respects, the financial position of North Shore Senior Center and Subsidiary as of June 30, 2025 and 2024, and the changes in its net assets and its cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

### **Basis for Opinion**

We conducted our audits in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. 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 North Shore Senior Center and Subsidiary 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. The financial statements of NSSC Foundation were not audited in accordance with *Government Auditing Standards*.

### **Responsibilities of Management for the Financial Statements**

Management is responsible for the preparation and fair presentation of the consolidated 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 consolidated financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the consolidated financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about North Shore Senior Center and Subsidiary's ability to continue as a going concern within one year after the date that the consolidated financial statements are available to be issued.

## **Auditor's Responsibilities for Audit of the Financial Statements**

Our objectives are to obtain reasonable assurance about whether the consolidated 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 and *Government 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 consolidated financial statements.

In performing an audit in accordance with generally accepted auditing standards and *Government Auditing Standards*, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the consolidated 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 consolidated 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 the Organization'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 consolidated financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the Organization's ability to continue as a going concern for a reasonable period of time.

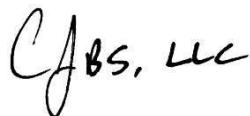
We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

### **Supplementary Information**

Our audit was conducted for the purpose of forming an opinion on the consolidated financial statements as a whole. The accompanying supplementary information presented on Schedules 1 through 7, is presented for purposes of additional analysis and is not a required part of the consolidated financial statements. The accompanying supplementary information presented on Schedules 8, as required by AgeOptions, the Area Agency, is presented for purposes of additional analysis and is not a required part of the consolidated financial statements. The accompanying supplementary information presented on Schedules 9 that includes the Consolidated Year-End Financial Report for the State of Illinois Grant Accountability and Transparency Act (GATA) compliance is presented for purposes of additional analysis and is not a required part of the consolidated financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the consolidated financial statements. The information has been subjected to the auditing procedures applied in the audit of the consolidated financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the consolidated financial statements or to the consolidated financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the supplementary information presented on Schedules 1 through 9 is fairly stated, in all material respects, in relation to the consolidated financial statements as a whole.

### **Other Reporting Required by *Government Auditing Standards***

In accordance with *Government Auditing Standards*, we have also issued our report dated December 17, 2025, on our consideration of North Shore Senior Center and Subsidiary's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of North Shore Senior Center and Subsidiary's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering North Shore Senior Center and Subsidiary's internal control over financial reporting and compliance.



CJBS, LLC  
Northbrook, IL

December 17, 2025



**INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER  
FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS  
BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN  
ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS**

To the Board of Directors of  
North Shore Senior Center

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States, the consolidated financial statements of North Shore Senior Center and Subsidiary (NSSC Foundation) (nonprofit organizations), which comprise the consolidated statement of financial position as of June 30, 2025, and the related consolidated statements of activities, functional expenses and cash flows for the year then ended, and the related notes to the financial statements, and have issued our report thereon dated December 17, 2025. The financial statements of NSSC Foundation were not audited in accordance with *Government Auditing Standards*, and accordingly, this report does not include reporting on internal control over financial reporting or instances of reportable noncompliance associated with NSSC Foundation.

**Report on Internal Control over Financial Reporting**

In planning and performing our audit of the consolidated financial statements, we considered North Shore Senior Center's internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of North Shore Senior Center's internal control. Accordingly, we do not express an opinion on the effectiveness of North Shore Senior Center's internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements, on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected, on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses or significant deficiencies may exist that were not identified.

**Report on Compliance and Other Matters**

As part of obtaining reasonable assurance about whether North Shore Senior Center's consolidated financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no

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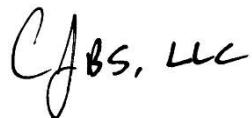
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instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

**Purpose of this Report**

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the organization's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the organization's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

A handwritten signature in black ink that reads "CJBS, LLC". The "C" is large and stylized, the "J" is a vertical line with a small loop, the "B" is a vertical line with a horizontal stroke, and the "S" is a vertical line with a horizontal stroke. "LLC" is written in a smaller, more standard font to the right of the "B".

CJBS

Northbrook, IL

December 17, 2025

**NORTH SHORE SENIOR CENTER AND SUBSIDIARY**  
**CONSOLIDATED STATEMENTS OF FINANCIAL POSITION**  
**JUNE 30, 2025 AND 2024**

	<b><u>ASSETS</u></b>	
	2025	2024
<b>CURRENT ASSETS</b>		
Cash	\$ 371,816	\$ 348,527
Contributions Receivable	319,240	5,618
Grants and Contracts Receivable	927,330	1,487,261
Accounts Receivable	52,891	54,448
Prepaid Expenses	123,301	114,561
 Total Current Assets	 1,794,578	 2,010,415
 <b>LONG-TERM ASSETS</b>		
Investments	16,973,279	16,590,605
Operating Lease Right-Of-Use Assets	148,715	204,258
Property and Equipment		
Land	1,860,000	1,860,000
161 Northfield Building	8,219,284	7,577,404
House of Welcome Building	2,566,969	2,566,969
Land Improvements	1,346,967	1,346,967
Furniture and Equipment	3,182,366	3,069,667
	17,175,586	16,421,007
 Less: Accumulated Depreciation	 ( 11,691,480)	 ( 11,185,605)
 Property and Equipment, Net	 5,484,106	 5,235,402
 Total Long-Term Assets	 22,606,100	 22,030,265
 Total Assets	 \$ 24,400,678	 \$ 24,040,680

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

**NORTH SHORE SENIOR CENTER AND SUBSIDIARY**

**CONSOLIDATED STATEMENTS OF FINANCIAL POSITION**

**JUNE 30, 2025 AND 2024**

	<b><u>LIABILITIES AND NET ASSETS</u></b>	
	<b>2025</b>	<b>2024</b>
<b>CURRENT LIABILITIES</b>		
Accounts Payable	\$ 155,907	\$ 147,133
Accrued Expenses	352,090	256,309
Current Portion of Operating Lease Liabilities	55,601	53,267
Custodial Accounts	4,671	4,705
Deferred Income	338,556	367,205
Charitable Gift Annuities	63,914	83,700
	<hr/>	<hr/>
Total Current Liabilities	970,739	912,319
 <b>LONG-TERM LIABILITIES</b>		
Bonds Payable	7,000,000	7,000,000
Less Bond Issuance Cost	( 24,503)	( 30,407)
Bonds Payable Less Bond Issuance Cost, Net	6,975,497	6,969,593
	<hr/>	<hr/>
Operating Lease Liabilities	102,955	158,565
	<hr/>	<hr/>
Total Long-Term Liabilities	7,078,452	7,128,158
	<hr/>	<hr/>
Total Liabilities	8,049,191	8,040,477
 <b>NET ASSETS</b>		
Without Donor Restrictions		
Undesignated	2,012,023	1,927,714
Bond Covenant Reserve	7,700,000	7,700,000
	<hr/>	<hr/>
9,712,023	9,627,714	
With Donor Restrictions		
Purpose and Time Restrictions	5,336,166	5,069,191
Perpetual in Nature	1,303,298	1,303,298
	<hr/>	<hr/>
6,639,464	6,372,489	
	<hr/>	<hr/>
Total Net Assets	16,351,487	16,000,203
 Total Liabilities and Net Assets	<hr/> <hr/>	<hr/> <hr/>
	\$ 24,400,678	\$ 24,040,680

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

**NORTH SHORE SENIOR CENTER AND SUBSIDIARY**

**CONSOLIDATED STATEMENTS OF ACTIVITIES**

**FOR THE YEARS ENDED JUNE 30, 2025 AND 2024**

	Without Donor Restrictions	With Donor Restrictions	Total 2025	Without Donor Restrictions	With Donor Restrictions	Total 2024
<b>PUBLIC SUPPORT AND OTHER REVENUE</b>						
Grants and Contributions						
Members	\$ 53,399	\$ -	\$ 53,399	\$ 52,586	\$ -	\$ 52,586
Friends	1,219,595	-	1,219,595	643,006	-	643,006
Foundations, Corporations, Estates	619,725	75,000	694,725	138,182	155,000	293,182
Special Events	56,522	-	56,522	153,890	-	153,890
Townships	187,000	-	187,000	174,333	-	174,333
Municipalities	137,856	-	137,856	131,895	-	131,895
Government Grants	1,980,943	-	1,980,943	2,370,005	-	2,370,005
Program Fees and Contracts						
Registration and Membership Fees	646,470	-	646,470	630,203	-	630,203
Program Service Fees	759,731	-	759,731	689,996	-	689,996
State Contracts	3,996,754	-	3,996,754	4,015,730	-	4,015,730
Change in Value of Split-Interest Agreements						
Charitable Gift Annuities	( 6,501)	-	( 6,501)	( 26,714)	-	( 26,714)
Net Assets Released from Restrictions	513,582	( 513,582)	-	451,282	( 451,282)	-
Total Public Support and Other Revenue	10,165,076	( 438,582)	9,726,494	9,424,394	( 296,282)	9,128,112
<b>EXPENSES</b>						
Program Services	9,457,582	-	9,457,582	8,725,944	-	8,725,944
Management and General	1,086,051	-	1,086,051	961,795	-	961,795
Fundraising	691,466	-	691,466	699,122	-	699,122
Total Expenses	11,235,099	-	11,235,099	10,386,861	-	10,386,861
Change in Net Assets Before Investment Income	( 1,070,023)	( 438,582)	( 1,508,605)	( 962,467)	( 296,282)	( 1,258,749)
Investment Income						
Interest and Dividends	406,783	239,183	645,966	376,879	222,634	599,513
Realized Gain on Investments	63,142	37,596	100,738	29,232	17,602	46,834
Unrealized Gain on Investments	720,119	428,778	1,148,897	725,123	436,634	1,161,757
Investment Fees	( 35,712)	-	( 35,712)	( 38,184)	-	( 38,184)
Total Investment Income, Net	1,154,332	705,557	1,859,889	1,093,050	676,870	1,769,920
Change In Net Assets	84,309	266,975	351,284	130,583	380,588	511,171
Net Assets at Beginning of Year	9,627,714	6,372,489	16,000,203	9,497,131	5,991,901	15,489,032
Net Assets at End of Year	<u>\$ 9,712,023</u>	<u>\$ 6,639,464</u>	<u>\$ 16,351,487</u>	<u>\$ 9,627,714</u>	<u>\$ 6,372,489</u>	<u>\$ 16,000,203</u>

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

**NORTH SHORE SENIOR CENTER AND SUBSIDIARY**

**CONSOLIDATED STATEMENT OF FUNCTIONAL EXPENSES**

**FOR THE YEAR ENDED JUNE 30, 2025**

	Senior and Family Services	Senior Options	Lifelong Learning	House of Welcome	Community Services	Total Program Services	Management and General	Fundraising	Total 2025
<b>OPERATING EXPENSES</b>									
Activities	\$ 16,263	\$ -	\$ 235,115	\$ 5,399	\$ 18,727	\$ 275,504	\$ -	\$ -	\$ 275,504
Assistance	318,635	3,743	-	-	-	322,378	-	-	322,378
Training / Professional Growth	3,700	147	3,651	2,109	1,700	11,307	9,859	701	21,867
Dues and Subscriptions	4,258	1,456	870	4,124	795	11,503	3,469	4,143	19,115
Equipment / Technology	32,096	5,457	28,297	7,164	6,132	79,146	12,141	29,736	121,023
Food	1,274	-	1,150	15,537	12,786	30,747	8,100	92	38,939
Health and Disability	454,374	77,005	33,536	107,180	9,335	681,430	45,893	23,873	751,196
Insurance	56,648	10,300	10,300	10,300	5,150	92,698	5,150	5,150	102,998
Occupancy	209,993	30,184	82,328	70,903	13,918	407,326	17,555	14,728	439,609
Payroll Taxes	261,090	62,521	37,492	56,483	11,006	428,592	43,764	33,698	506,054
Postage	7,906	936	10,446	936	5,855	26,079	1,102	3,647	30,828
Printing / Supplies	20,603	4,266	45,389	12,972	20,552	103,782	23,037	23,929	150,748
Professional Fees	155,383	18,916	27,068	18,966	20,103	240,436	203,138	18,330	461,904
Retirement Plan	38,991	9,854	7,427	6,333	2,606	65,211	32,026	4,835	102,072
Salaries	3,523,143	834,372	507,036	773,696	146,992	5,785,239	576,827	450,747	6,812,813
Sundry	8,066	-	18,202	444	6,619	33,331	22,017	20,318	75,666
Telecommunications	31,594	10,951	5,584	2,943	1,273	52,345	3,967	2,064	58,376
Transportation	31,237	23,687	-	15	319	55,258	307	256	55,821
<b>Total Operating Expenses</b>	<b>5,175,254</b>	<b>1,093,795</b>	<b>1,053,891</b>	<b>1,095,504</b>	<b>283,868</b>	<b>8,702,312</b>	<b>1,008,352</b>	<b>636,247</b>	<b>10,346,911</b>
<b>PROPERTY AND EQUIPMENT</b>									
Depreciation and Amortization	286,896	60,636	58,424	60,730	15,736	482,422	49,629	35,271	567,322
Professional Fees—Facilities	4,067	860	828	861	223	6,839	704	500	8,043
Interest Expense and Costs	158,195	33,435	32,215	33,487	8,677	266,009	27,366	19,448	312,823
<b>Total Property and Equipment</b>	<b>449,158</b>	<b>94,931</b>	<b>91,467</b>	<b>95,078</b>	<b>24,636</b>	<b>755,270</b>	<b>77,699</b>	<b>55,219</b>	<b>888,188</b>
<b>TOTAL EXPENSES</b>	<b>\$ 5,624,412</b>	<b>\$ 1,188,726</b>	<b>\$ 1,145,358</b>	<b>\$ 1,190,582</b>	<b>\$ 308,504</b>	<b>\$ 9,457,582</b>	<b>\$ 1,086,051</b>	<b>\$ 691,466</b>	<b>\$ 11,235,099</b>

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

**NORTH SHORE SENIOR CENTER AND SUBSIDIARY**

**CONSOLIDATED STATEMENT OF FUNCTIONAL EXPENSES**

**FOR THE YEAR ENDED JUNE 30, 2024**

	Senior and Family Services	Senior Options	Lifelong Learning	House of Welcome	Community Services	Total Program Services	Management and General	Fundraising	Total 2024
<b>OPERATING EXPENSES</b>									
Activities	\$ 15,370	\$ -	\$ 224,404	\$ 825	\$ 1,996	\$ 242,595	\$ -	\$ -	\$ 242,595
Assistance	407,570	13,749	-	-	-	421,319	-	-	421,319
Training / Professional Growth	7,370	100	2,044	3,165	-	12,679	4,159	1,734	18,572
Dues and Subscriptions	4,107	461	595	2,561	795	8,519	1,662	4,714	14,895
Equipment / Technology	63,505	8,250	27,287	14,144	5,509	118,695	12,607	49,042	180,344
Food	4,622	848	8,273	13,938	7,820	35,501	3,277	2,144	40,922
Health and Disability	405,735	46,095	33,031	79,811	2,864	567,536	11,388	37,153	616,077
Insurance	48,927	8,896	8,896	8,896	4,448	80,063	4,448	4,448	88,959
Occupancy	174,379	23,584	62,714	77,068	9,378	347,123	12,370	14,731	374,224
Payroll Taxes	227,220	60,371	36,561	44,210	9,394	377,756	39,919	31,602	449,277
Postage	7,158	1,186	9,322	1,266	3,297	22,229	1,224	2,527	25,980
Printing / Supplies	29,300	5,250	42,947	13,000	19,358	109,855	7,513	20,007	137,375
Professional Fees	200,789	48,960	58,137	32,896	31,275	372,057	220,538	25,427	618,022
Retirement Plan	41,800	12,224	9,314	10,375	2,985	76,698	13,891	4,317	94,906
Salaries	3,043,115	786,359	479,789	599,717	127,092	5,036,072	536,159	421,117	5,993,348
Sundry	29,235	257	17,005	6,124	4,585	57,206	17,022	17,336	91,564
Telecommunications	28,178	11,452	5,603	2,722	454	48,409	1,854	1,809	52,072
Transportation	27,648	6,639	272	90	124	34,773	108	376	35,257
<b>Total Operating Expenses</b>	<b>4,766,028</b>	<b>1,034,681</b>	<b>1,026,194</b>	<b>910,808</b>	<b>231,374</b>	<b>7,969,085</b>	<b>888,139</b>	<b>638,484</b>	<b>9,495,708</b>
<b>PROPERTY AND EQUIPMENT</b>									
Depreciation and Amortization	273,961	59,476	58,988	52,355	13,300	458,080	44,580	36,700	539,360
Professional Fees–Facilities	1,833	398	395	350	89	3,065	298	246	3,609
Interest Expense and Costs	176,856	38,394	38,080	33,798	8,586	295,714	28,778	23,692	348,184
<b>Total Property and Equipment</b>	<b>452,650</b>	<b>98,268</b>	<b>97,463</b>	<b>86,503</b>	<b>21,975</b>	<b>756,859</b>	<b>73,656</b>	<b>60,638</b>	<b>891,153</b>
<b>TOTAL EXPENSES</b>	<b>\$ 5,218,678</b>	<b>\$ 1,132,949</b>	<b>\$ 1,123,657</b>	<b>\$ 997,311</b>	<b>\$ 253,349</b>	<b>\$ 8,725,944</b>	<b>\$ 961,795</b>	<b>\$ 699,122</b>	<b>\$ 10,386,861</b>

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

**NORTH SHORE SENIOR CENTER AND SUBSIDIARY**

**CONSOLIDATED STATEMENTS OF CASH FLOWS**

**FOR THE YEARS ENDED JUNE 30, 2025 AND 2024**

	<u>2025</u>	<u>2024</u>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Change in Net Assets	\$ 351,284	\$ 511,171
Adjustments to Reconcile Change in Net Assets to		
Net Cash Provided by (Used in) Operating Activities:		
Depreciation Expense	561,418	533,454
Amortization Expense	5,904	5,906
Realized (Gain) on Sale of Investments	( 100,738)	( 46,834)
Unrealized (Gain) on Investments	( 1,148,897)	( 1,161,757)
Non-Cash Lease Expense	55,543	56,757
(Increase) Decrease in Assets:		
Contributions Receivable	( 313,622)	114,872
Grants and Contracts Receivable	559,931	( 729,496)
Accounts Receivable	1,557	( 20,863)
Prepaid Expenses	( 8,740)	26,815
Increase (Decrease) in Liabilities:		
Accounts Payable	8,774	36,299
Accrued Expenses	95,781	( 74,141)
Custodial Accounts	( 34)	444
Deferred Income	( 28,649)	92,096
Charitable Gift Annuities	( 19,786)	( 4,248)
Operating Lease Liabilities	( 53,276)	( 51,541)
<b>NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES</b>	<u>( 33,550)</u>	<u>( 711,066)</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Purchases of Property and Equipment	( 810,122)	( 273,821)
Proceeds from Sale of Investments	1,941,697	2,671,866
Purchases of Investments	( 1,116,967)	( 2,247,215)
Net Change in Cash and Cash Equivalents Included in Investments	42,231	388,368
<b>NET CASH PROVIDED BY (USED IN) INVESTING ACTIVITIES</b>	<u>56,839</u>	<u>539,198</u>
<b>NET CHANGE IN CASH AND CASH EQUIVALENTS</b>	<u>23,289</u>	<u>( 171,868)</u>
<b>CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR</b>	<u>348,527</u>	<u>520,395</u>
<b>CASH AND CASH EQUIVALENTS AT END OF YEAR</b>	<u>\$ 371,816</u>	<u>\$ 348,527</u>
<b>NON-CASH INVESTING AND FINANCING ACTIVITIES:</b>		
Right-of-use assets obtained in exchange for new operating lease liabilities	<u>\$ -</u>	<u>\$ 22,643</u>
<b>SUPPLEMENTAL CASH FLOW INFORMATION</b>		
Interest Paid	<u>\$ 225,674</u>	<u>\$ 254,961</u>

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

**NORTH SHORE SENIOR CENTER AND SUBSIDIARY**

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS**

**JUNE 30, 2025 AND 2024**

**NOTE A – NATURE OF ACTIVITIES AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

**Nature of Activities**

North Shore Senior Center (the “Center” or “NSSC”) has been in operation since 1956 and is an Illinois not-for-profit corporation. The Center was established to foster the independence and well-being of older adults, enhance their dignity and self-respect, and promote their participation in and contribution toward all aspects of community life. The Center is accredited by the National Institute of Senior Centers, a constituent unit of the National Council On Aging, and by CARF International, a private not-for-profit organization that promotes quality rehabilitation services, for Community Services and Adult Day Services.

NSSC Foundation (“the Foundation”) was established in 1992 as a non-profit corporation by the North Shore Senior Center. The purpose of the Foundation is to solicit and receive gifts, endowments, and contributions for and on behalf of the Center, and to provide financial support for the charitable programs, services, operations, physical plant, and activities of the Center, and to direct the investment and management of the Foundation’s assets. While its Articles of Incorporation indicate that the Foundation can support any other non-profit organization, by virtue of the designation of the Foundation as a Type I supporting organization, in accordance with IRC 509(a)(3), the Foundation exclusively supports the Center. The Foundation’s directors are elected by the members of the Foundation. A majority of the Foundation’s members consist of the Center’s board of directors. The executive director and president of the Center also serves as the president of the Foundation. NSSC Foundation utilizes the Center’s facilities and certain staff.

**Principles of Consolidation**

The consolidated financial statements include the accounts of North Shore Senior Center and NSSC Foundation (together “the Organization”). All significant inter-organization balances and transactions have been eliminated in consolidation.

**Reclassifications**

Certain reclassifications have been made to prior period amounts to conform to the current-year presentation.

**Basis of Accounting**

The consolidated financial statements of the Organization have been prepared on the accrual basis of accounting in accordance with U.S. generally accepted accounting principles (GAAP).

**NORTH SHORE SENIOR CENTER AND SUBSIDIARY**

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS**

**JUNE 30, 2025 AND 2024**

**NOTE A – NATURE OF ACTIVITIES AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**  
**(continued)**

**Recent Accounting Pronouncements**

In June 2016, the FASB issued ASU 2016-13, *Financial Instruments-Credit Losses (Topic 326): Measurement of Credit Losses on Financial Instruments*, and subsequently issued multiple ASUs that amend or clarify certain matters relating to FASB ASC 326. The guidance amends how entities measure credit losses for most financial assets and certain other instruments that are not measured at fair value through net income. Also, it requires the application of a current expected credit loss model, which is a new impairment model based on expected losses. Under this model, an entity recognizes an allowance for expected credit losses based on historical experience, current conditions, and forecasted information rather than the prior methodology of delaying the recognition of credit losses until it is probable a loss has been incurred. The standard also requires additional quantitative and qualitative disclosures regarding credit risk inherent in a reporting entity's portfolio, how management monitors this risk, management's estimate of expected credit losses, and the changes in the estimate that has taken place during the period. As amended, for entities other than public business entities, ASU 2016-13 is effective for fiscal years beginning after December 15, 2022, including interim periods within those fiscal years. The Organization's prior methodology for estimating credit losses on its accounts receivable did not differ significantly from the new requirements of Topic 326. The Organization adopted ASU 2016-13 effective July 1, 2023, and the adoption of the standard did not materially impact the financial statements.

**Basis of Presentation**

The Organization reports information regarding its financial position and activities according to two classes of net assets that are based upon the existence or absence of restrictions on use that are placed by its donors: net assets without donor restrictions and net assets with donor restrictions.

*Net assets without donor restrictions* are resources available to support operations and are not subject to grantor or donor-imposed restrictions. It is the policy of the Board of Directors of the Organization to review its plans for future operations of the Organization and from time to time to designate appropriate sums of *net assets without donor restrictions* to assure adequate financing of such operations.

*Net assets with donor restrictions* are resources that are subject to donor-imposed restrictions. Some restrictions are temporary in nature, such as those that are restricted by a donor for use for a particular purpose or in a particular future period. Other restrictions may be perpetual in nature; such as those that are restricted by a donor that the resources be maintained in perpetuity.

The Organization's donor-restricted endowment funds, including the unspent appreciation of the endowment fund and the portion of the Organization's donor-restricted endowment funds that the Organization is committed to maintaining in perpetuity are classified in net assets with donor restrictions.

The Organization reports gifts of cash and other assets as revenue with donor restrictions if they are received with donor stipulations that limit the use of the donated assets. The Organization reports contributions restricted by donors 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, depending on the nature of the restrictions. When a restriction expires, net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the statements of activities as net assets released from restrictions.

**NORTH SHORE SENIOR CENTER AND SUBSIDIARY**

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS**

**JUNE 30, 2025 AND 2024**

**NOTE A – NATURE OF ACTIVITIES AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**  
**(continued)**

**Revenue from Grants and Contracts Including State Allocations**

Revenue from government and private grant and contract agreements is recognized as it is earned through expenditure in accordance with the agreements. Any funding received in advance of expenditure is recorded as deferred revenue until expended.

*Funding under Title III Older Americans Act.* During years ended June 30, 2025 and 2024, the Center was a sub-recipient of federal and state grants, provided through the Area Agency (AgeOptions). The federal funding source is the U.S. Administration on Aging, an agency of the U.S. Department of Health and Human Services. The federal funds are provided to the Illinois Department on Aging, which in turn allocates a portion to AgeOptions for local administration. The grants are authorized annually and are provided by AgeOptions based on the federal government's fiscal year ending September 30. Federal grants authorized by AgeOptions for the Center under Title IIIB and Title IIIE are used to subsidize certain specified counseling, comprehensive, and respite social service programs and activities. Total amounts of revenue recognized under Title III federal and state funding included under government grants in the consolidated statement of activities and the receivable as of year-end are as follows:

	<u>2025</u>	<u>2024</u>
Title IIIB Supportive Services and Senior Centers	\$ 340,720	\$ 363,831
Title IIIE Caregiver Support	\$ 510,132	\$ 498,077
Grant Receivable	\$ 27,888	\$ 43,308
Deferred Revenue	\$ 86,974	\$ 86,974

Additional federal grants were received from the Area Agency as well as Community Development Block Grants.

*State of Illinois Department on Aging.* The Organization received approximately 36% and 41% of its revenue from contracts from the Illinois Department of Aging for the years ended June 30, 2025 and 2024, respectively. As of June 30, 2025 and 2024, the amounts due from the State of Illinois Department on Aging on these fee for service contracts that pertain to nursing home pre-screens and case coordination administered through the Center's Department of Social Services was \$591,096 and \$1,142,256, respectively.

**Revenue from Program Service Fees**

The House of Welcome ("HOW") day program specializes in adult day services for individuals with Alzheimer's disease and related dementias. The Senior Options program provides various care management fee for service programs for older adults and their families. Revenues from contracts with program participants for daily fees are reported at the amount that reflects the consideration to which the Organization expects to be entitled in exchange for providing services to program participants. Revenue is recognized as performance obligations are satisfied, which is monthly, as billed. Generally, the Organization bills program participants on the 10th day of each month for prior month services with a payment term of 10 days. Any unearned amounts for payment received in advance are included in deferred revenue.

**NORTH SHORE SENIOR CENTER AND SUBSIDIARY**

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS**

**JUNE 30, 2025 AND 2024**

**NOTE A – NATURE OF ACTIVITIES AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**  
**(continued)**

Lifelong Learning program has various member-only clubs, classes, presentations, trips, concerts, and events. Revenue from contracts with members for membership dues and program fees is reported at the amount that reflects the consideration to which the Organization expects to be entitled in exchange for providing membership and program activities to its members. Membership revenue is recognized as performance obligations are satisfied over the membership term. Tuition fee revenue is recognized as performance obligations are satisfied over the class term. Program revenue associated with presentations, trips, concerts, and events is recognized at the point in time when control transfers to the program participant, generally when services are delivered to the participants. Membership dues are nonrefundable. Tuition fees are nonrefundable after the start of the class. Any unearned amounts for payment received in advance are included in deferred revenue.

The Organization operates a cafeteria and a gift shop that is staffed by volunteers. The gift shop sells donated items such as hand-crafted items made by the Organization's Sewing Bees group, note cards, and artwork created by participants in the House of Welcome Adult Day Services for people with memory loss. Revenue for cafeteria and gift shop sales is recognized when the customer receives and pays for the merchandise. Gift shop inventory items are not material to the financial statements.

Because all of the performance obligations relate to contracts with a duration of less than one year, the Organization has elected to apply the optional exemption provided in FASB ASC 606-10-50-14(a) and, therefore, is not required to disclose the aggregate amount of the transaction price allocated to performance obligations that are unsatisfied or partially unsatisfied at the end of the reporting period. The unsatisfied or partially unsatisfied performance obligations referred to above are primarily related to providing member services. The performance obligations for these contracts are generally completed when the annual membership term is completed. The Organization applies the practical expedient FASB ASC 340-40-25-4 to recognize the incremental costs of obtaining a contract as an expense when incurred when the amortization period of the asset that the Organization otherwise would have recognized is one year or less.

*Significant Judgments.* The Organization determines the transaction price based on standard charges for goods and services provided, discounts provided in accordance with the Organization's policy, and implicit price concessions provided to program participants. The Organization determines its estimates of explicit price concessions based on contractual agreements and its discount policies. The Organization determines its estimate of implicit price concessions based on its historical collection experience with program participants.

Grants and contract receivable presented on the consolidated statement of financial position include the following program service fees:

	<u>2025</u>	<u>2024</u>
Accounts receivable, net		
Beginning of year	\$ 54,448	\$ 33,585
End of year	\$ 52,891	\$ 54,448

**Revenue from Contributions**

Contributions are recognized when cash, or other assets, an unconditional promise to give, or notification of a beneficial interest is received. Conditional promises to give are not recognized until the conditions on which they depend have been substantially met or the donor has explicitly released the restriction.

**NORTH SHORE SENIOR CENTER AND SUBSIDIARY**

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS**

**JUNE 30, 2025 AND 2024**

**NOTE A – NATURE OF ACTIVITIES AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**  
**(continued)**

**Revenue from Donated Services and In-Kind Contributions**

Donated marketable securities and other noncash donations are recorded as contributions at their fair values at the date of donation. Donated services are recognized as contributions if the services (a) create or enhance nonfinancial assets or (b) require specialized skills, are performed by people with those skills, and would otherwise be purchased by the Organization. The Organization annually receives a significant amount of donated services from volunteers. Because the majority of these donated services do not meet the U.S. GAAP requirements for recognition of professional services or creation or enhancement of non-financial assets, no value has been reflected in the accompanying consolidated financial statements.

**Advertising Expenses**

Advertising costs, if any, are annually expensed as incurred.

**Functional Allocation of Expenses**

The costs of program and supporting services activities have been summarized on a functional basis in the consolidated statements of activities. The consolidated statements of functional expenses present the natural classification detail of expenses by function. Natural expenses directly attributable to a specific functional area of the Organization are reported as expenses of those functional areas, while indirect costs that benefit multiple functional areas have been allocated among various functional areas using a variety of cost allocation techniques such as square footage and time and effort.

**Cash and Cash Equivalents**

For purposes of the statements of cash flows, the Organization considers highly liquid investments with an initial maturity of three months or less to be cash equivalents, except those held for long-term investment.

**Financial Instruments and Credit Risk**

The Organization manages deposit concentration risk by placing cash and money market accounts with high credit quality financial institutions. At times, amounts on deposit may exceed insured limits or include uninsured investments in money market mutual funds. Credit risk associated with accounts receivable and promises to give is considered to be limited due to high historical collection rates.

Because a significant portion of the Foundation's assets are market investments, there is an inherent concentration of risk for associated income and loss tied to market performance. However, the Foundation's Board of Directors seeks to mitigate this risk through diversification of investment portfolio, ongoing monitoring, and consultation with third-party investment professionals. Additionally, the Foundation continues to investigate and pursue additional sources of income from donors and private sources.

## **NORTH SHORE SENIOR CENTER AND SUBSIDIARY**

### **NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS**

**JUNE 30, 2025 AND 2024**

#### **NOTE A – NATURE OF ACTIVITIES AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES** **(continued)**

##### **Investments**

The Organization records investment purchases at cost, or if donated, at fair value on the date of donation. Thereafter, investments are reported at their fair values in the consolidated statements of financial position. Net investment return/(loss) is reported in the consolidated statements of activities and consists of interest and dividend income, realized and unrealized capital gains and losses, less external and direct internal investment expenses. Realized gains and losses on investments held more than one fiscal year and sold in current year include the change in fair value of investments in the current year.

##### **Accounts Receivable**

Accounts receivable represent consideration from state and local government agencies and program service fees, of which the Organization has an unconditional right to receive. Accounts receivable are stated at the amount management expects to be collected from the outstanding balance. As of June 30, 2025 and 2024, management has determined, based on historical experience, that no allowance for credit losses was necessary.

##### **Promises to Give**

Unconditional promises to give that are expected to be collected within one year are recorded at their net realizable value. Unconditional promises to give that are expected to be collected in more than one year are recorded at fair value, which is measured as the present value of their future cash flows. The discounts on those amounts are computed using risk-adjusted interest rates applicable to the years in which the promises are received. The amortization of the discounts is included in contribution revenue. In the absence of donor stipulations to the contrary, promises with payments due in future periods are restricted to use after the due date.

Support from wills and estates is recognized when probate declares the will valid, and the Organization is notified of the approximate amount of the bequest. Because the beneficiary designation can be revoked at any time, such trusts and bequests associated therewith are thus conditional promises to give and are not included in the consolidated financial statements.

##### **Split-Interest Agreements**

The Foundation benefits from charitable gift annuities that are commonly known as split-interest agreements.

##### **Property and Equipment**

Property and equipment have been capitalized at stated cost or at the fair market value at the date of contribution. All assets are depreciated using the straight-line method. Furniture and equipment are depreciated over their useful lives, ranging from three to ten years. Leasehold improvements are amortized over the lives of the leases, assuming the leases are usually renewed. Buildings are depreciated over their useful lives of twenty to thirty years. The Organization capitalizes all acquisitions of property and equipment in excess of \$2,500. Total depreciation expense for the fiscal years ended June 30, 2025 and 2024, were \$561,418 and \$533,454, respectively.

## **NORTH SHORE SENIOR CENTER AND SUBSIDIARY**

### **NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS**

**JUNE 30, 2025 AND 2024**

#### **NOTE A – NATURE OF ACTIVITIES AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES** **(continued)**

The Organization reports gifts of long-lived assets as without donor restriction support unless explicit donor stipulations specify how the donated assets must be used. Gifts of long-lived assets with explicit restrictions that specify how the assets are to be used and gifts of cash and other assets that must be used to acquire long-lived assets are reported as with donor restriction support. Absent explicit donor stipulations about how those long-lived assets must be maintained, the Organization reports expirations of donor restrictions when the donated or acquired assets are placed in service.

#### **Long-Lived Assets**

Management evaluates long-lived assets for impairment whenever events or circumstances indicate that the carrying value of a long-lived asset may not be recoverable in accordance with accounting principles generally accepted in the United States of America. Management determined that no long-lived assets were impaired as of June 30, 2025 and 2024.

#### **Leases**

The Organization recognizes right-of-use assets ("ROU") and lease liabilities calculated based on the present value of lease payments for all lease agreements with terms that are greater than twelve months. Leases are classified as either finance or operating, with classification affecting the pattern of expense recognition in the consolidated statement of operations. *The lease term* includes the noncancelable period specified in the agreement together with (1) periods covered by options to extend the lease if reasonably certain to exercise that option, (2) periods covered by an option to terminate if reasonably certain not to exercise that option and (3) periods covered by an option to extend (or not terminate) if the lessor controls it. *Short-term leases* or leases with a term of twelve months or less that do not contain a purchase option that is reasonably certain to exercise are excluded from ROU asset and lease liability calculations and are recognized as expenses on a straight-line basis over the term of the lease. Lease agreements that allow either party to terminate the agreement without permission from the other party with no more than an insignificant penalty are considered month-to-month leases. *Non-lease components* such as common area maintenance, property taxes, and insurance are expensed as incurred. *Discount rate*. When the rate implicit in the lease is not readily determinable, a lessee must use its incremental borrowing rate (IBR) or the risk-free rate if an accounting policy election is made and apply this accounting policy election by class of underlying asset. The Organization elected to use the IBR.

#### **Deferred Income**

Certain grants are deferred income due to their service delivery requirements and reciprocal nature as exchange transactions. Revenue from program service fees is recognized when the services are provided. Membership dues, tuition fees, and the exchange portion of sponsorship income received in advance are deferred and recognized over the periods to which they relate.

#### **Custodial Accounts**

Custodial accounts are used for fees and expenses incurred for specific group activities that are sponsored by the Center for its members. Funds are held for forthcoming classes, trips, and club activities and are represented in the consolidated financial statements as assets offset by corresponding liabilities.

## **NORTH SHORE SENIOR CENTER AND SUBSIDIARY**

### **NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS**

**JUNE 30, 2025 AND 2024**

#### **NOTE A – NATURE OF ACTIVITIES AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)**

##### **Use of Estimates**

The preparation of consolidated financial statements in conformity with GAAP requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

##### **Income Taxes**

North Shore Senior Center and NSSC Foundation are Illinois nonprofit corporations exempt from federal and state income taxes under Section 501(c)(3) of the Internal Revenue Code (IRC) and are not subject to income taxes, except regarding income unrelated to their tax-exempt purpose. The Organizations also qualify for a charitable contribution deduction in regard to their donors. Accordingly, no tax provision has been made in the financial statements. The Foundation is classified as a Type I supporting organization as described by the IRC 509(a)(3) that is controlled by the supported organization, the Center, as further explained in Note A, *Nature of Activities* paragraph.

The Organization follows the guidance of Accounting Standards Codification (ASC) 740, *Accounting for Income Taxes*, related to uncertainties in income taxes, which prescribes a threshold of more likely than not for recognition and derecognition of tax positions taken or expected to be taken in a tax return. There are no such uncertain tax positions for the Organization for the years ended June 30, 2025 and 2024. The Organization's federal and state information returns are subject to examination, generally for three years after the filing date.

#### **NOTE B – PROGRAMS**

The Center offers four main programs: House of Welcome, Lifelong Learning, Senior and Family Services, and Senior Options.

The House of Welcome ("HOW") day program specializes in *adult day services* for individuals with Alzheimer's disease and related dementias. This program offers several therapeutic, small group activities in a homelike setting for its participants. The Center also works with the Greater Illinois Chapter of the Alzheimer's Association in providing support group programs.

The Lifelong Learning ("LL") program is available to adults age 50 and older to pursue new interests; cultivate new friends; and participate in a wide variety of cultural, recreational, educational, and social activities. A sample of the program's activities offered includes the following:

- Education and Learning
- Social and Special Interests
- Creative and Performing Arts
- Health and Fitness
- Leisure and Recreation
- Travel and Adventure

## **NORTH SHORE SENIOR CENTER AND SUBSIDIARY**

### **NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS**

**JUNE 30, 2025 AND 2024**

#### **NOTE B – PROGRAMS (continued)**

The Center's Senior and Family Services ("SFS") program provides a wide range of services for seniors at its headquarters location, satellite location, village halls, hospitals, park districts, and senior housing facilities.

The no fee-based SFS programs include the following:

- Information and Assistance
- Adult Protective Services Program
- Benefits Counseling
- Respite and Caregiver Services
- Choices for Care Program
- Chore Housekeeping
- Community Care Program (CCP)
- Escorted Transportation Services
- Friendly Visiting Program
- General Case Management
- Grandparents Raising Grandchildren
- Hearing Loss Program
- Home-Delivered Meals
- Lending Closet
- Medicare Counselors (SHIP)
- Options Counseling
- Support Groups
- Wellness Education

The Senior Options program offers a fee-based program, Senior Options, which aims to be the go-to resource for services that can guide older adults and their family members to thrive in the place they call home. To accomplish this, Senior Options offers a client-centered approach for seniors and their families, works with families to provide answers at a time of seemingly endless questions, and helps guide seniors to the actions and decisions that ensure an optimal life. Senior Options process to achieve this goal involves:

- Assessment and Monitoring
- Planning and Problem-Solving
- Education and Advocacy

These fee-based programs fill a gap in services for seniors whose income or asset levels do not allow them to participate in government-provided or managed care services and most insurance companies do not reimburse for costs:

- Care Management
- Daily Money Management
- Psychotherapy

## NORTH SHORE SENIOR CENTER AND SUBSIDIARY

### NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

JUNE 30, 2025 AND 2024

#### NOTE C - LIQUIDITY AND AVAILABILITY OF FINANCIAL ASSETS

The Organization monitors its liquidity to be able to meet its operating needs and other contractual commitments while maximizing the investment of its excess operating cash. Financial assets available for general expenditure that is, without donor or other restrictions limiting their use, within one year of the balance sheet date, comprise the following:

	<u>Center</u>	<u>Foundation</u>	<u>Total 2025</u>	<u>Total 2024</u>
Financial Assets:				
Cash	\$ -	\$ 132,492	\$ 132,492	\$ 72,607
Receivables, Net	1,299,461	-	1,299,461	1,547,327
Operating Investments	82,204	2,790,935	2,873,139	2,794,036
Endowment Distribution	<u>841,000</u>	<u>( 841,000)</u>	<u>-</u>	<u>-</u>
Total financial assets available within one year	<u>\$ 2,222,665</u>	<u>\$ 2,082,427</u>	<u>\$4,305,092</u>	<u>\$4,413,970</u>

#### NOTE D – INVESTMENTS AND CLASSIFICATION IN THE FAIR VALUE HIERARCHY

All investments are valued at fair market under the provisions of FASB ASC 958. The following is a summary of the Organization's investments and investment income as of June 30, 2025 and 2024:

	<u>2025</u>	<u>2024</u>
Cash/Money Market Funds	\$ 62,753	\$ 106,902
Mutual Funds	15,161,427	14,533,529
Real Estate Fund	793,766	987,497
Pooled Investment Fund	805,774	815,037
Total Foundation's Investments	<u>16,823,720</u>	<u>16,442,965</u>
Cash/Money Market Funds	149,559	147,640
Total Center's Investments	<u>149,559</u>	<u>147,640</u>
Total Investments	<u>\$ 16,973,279</u>	<u>\$ 16,590,605</u>

The Accounting Standards Codification for *Fair Value Measurements* (ASC 820) establishes a framework for measuring fair value. That framework provides 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 measurement) and the lowest priority to unobservable inputs (level 3 measurements). The three levels of the fair value hierarchy are described as follows:

**NORTH SHORE SENIOR CENTER AND SUBSIDIARY**

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS**

**JUNE 30, 2025 AND 2024**

**NOTE D – INVESTMENTS AND CLASSIFICATION IN THE FAIR VALUE HIERARCHY (continued)**

Level 1 - Inputs to the valuation methodology are unadjusted quoted prices for identical assets or liabilities in active markets.

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; 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.

The asset's or liability'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 need to maximize the use of observable inputs and minimize the use of unobservable inputs.

Following is a description of the valuation methodologies used for assets measured at fair value. There have been no changes in the methodologies used at June 30, 2025 and 2024.

*Common Stocks:* Valued at the closing price reported on the active market on which the individual securities are traded.

*Mutual Funds:* Valued at the closing price reported on the active market on which the individual funds are traded.

*Real Estate Fund and Alternative Investment:* Valued at net asset value (NAV) of units held provided by the funds' managers. The NAV is used as a practical expedient to estimate fair value. The NAV is based on the fair value of the underlying investments held by the fund less its liability. This practical expedient is not used when it is determined to be probable that the fund will sell the investment for an amount different than the reported NAV.

*Money Market:* Valued at cost plus interest earned, which approximates fair value.

The preceding approach described might produce a fair value calculation 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.

The following tables set forth by level, within the fair value hierarchy, the Organization's investment assets at fair value at June 30, 2025:

**NORTH SHORE SENIOR CENTER AND SUBSIDIARY**

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS**

**JUNE 30, 2025 AND 2024**

**NOTE D – INVESTMENTS AND CLASSIFICATION IN THE FAIR VALUE HIERARCHY (continued)**

	Assets at Fair Value at June 30, 2025			Total Fair Value
	Level 1	Level 2	Level 3	
Mutual Funds - Equity	\$ 10,418,777	\$ -	\$ -	\$ 10,418,777
Mutual Funds - Fixed Income	4,018,894	-	-	4,018,894
Mutual Funds - Balanced	723,756	-	-	723,756
 Total Assets at Fair Value	 \$ 15,161,427	 \$ -	 \$ -	 15,161,427
 Investments Measured at NAV*				1,599,540
Cash/Money Market Funds				212,312
 Total Investments				 \$ 16,973,279

The following tables set forth by level, within the fair value hierarchy, the Organization's investment assets at fair value at June 30, 2024:

	Assets at Fair Value at June 30, 2024			Total Fair Value
	Level 1	Level 2	Level 3	
Mutual Funds - Equity	\$ 10,106,213	\$ -	\$ -	\$ 10,106,213
Mutual Funds - Fixed Income	3,696,056	-	-	3,696,056
Mutual Funds - Balanced	731,260	-	-	731,260
 Total Assets at Fair Value	 \$ 14,533,529	 \$ -	 \$ -	 14,533,529
 Investments Measured at NAV*				1,802,534
Cash/Money Market Funds				254,542
 Total Investments				 \$ 16,590,605

\* The fair values of the real estate fund reflected in the tables above have been determined using the NAV per share (or its equivalent) practical expedient and, as such, have not been categorized within the fair value hierarchy. The fair values presented in the tables are intended to permit reconciliation of the fair value hierarchy table to amounts presented in the Consolidated Statement of Activities.

*Fair Value of Investments that Calculate Net Asset Value.* The following table summarizes investments measured at fair value based on net asset value (NAVs) per share as of June 30, 2025 and 2024, respectively:

Instrument	Fair Value as of June 30, 2025	Fair Value as of June 30, 2024	Redemption Frequency	Redemption Notice Period
Real Estate Fund	\$ 793,766	\$ 987,497	quarterly	Requests at any time
Alternative Investment	\$ 805,774	\$ 815,037	month-end	Requests at any time

**NORTH SHORE SENIOR CENTER AND SUBSIDIARY**

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS**

**JUNE 30, 2025 AND 2024**

**NOTE D – INVESTMENTS AND CLASSIFICATION IN THE FAIR VALUE HIERARCHY (continued)**

The Real Estate Fund invests primarily in core institutional quality industrial, multi-family, office, and retail properties located throughout the United States, and is diversified by product type, geographic region, and economic exposure in order to mitigate investment risk. Requests for redemptions of units in the Fund may be made at any time and are effective at the end of the calendar quarter in which the request is received.

The Alternative Investment include private equity funds. The fund primarily invests in a broad portfolio of U.S. dollar-denominated, non-investment grade, floating rate senior secured loans and other financial instruments.

**NOTE E – CHARITABLE GIFT ANNUITIES**

The Foundation is the recipient of charitable gift annuities. Under charitable gift annuity contracts, the Foundation receives immediate and unrestricted title to contributed assets and agrees to make fixed recurring payments over the stipulated period. Contributed assets are recorded at fair value on the date of receipt. The related liability for future payments to be made to the specified beneficiaries is recorded at fair value using present value techniques and risk-adjusted discount rates designed to reflect the assumptions market participants would use in pricing the liability. The excess of contributed assets over the annuity liability was recorded as a contribution without donor restrictions. In subsequent years, the liability for future annuity payments is reduced by payments made to the specified beneficiaries and is adjusted to reflect the amortization of the discount and changes in actuarial assumptions at the end of the year. Total annuity payments for years ending June 30, 2025 and 2024, were \$25,939 and \$30,613, respectively. Changes in the value of split-interest agreements totaling \$6,501 loss and \$26,714 loss for 2025 and 2024, respectively, were included in the consolidated statement of activities.

**NOTE F – LEASE OBLIGATIONS**

The Center has a lease for additional office space located at 7900 Milwaukee Ave, Niles, Illinois, for the period March 1, 2023, through February 29, 2028. Under the lease agreement, the Center is responsible for a pro-rata share of real estate taxes, insurance, and common area maintenance.

The Center has operating leases for equipment expiring on various dates through November 20, 2028.

The Foundation has utilized office space and personnel from the North Shore Senior Center. An allocation of certain rent, salary, and associated benefits is charged to the Foundation accounts to accurately represent these costs, which were eliminated in the consolidated financial statements.

Renewal options included in the lease are excluded from the calculation of lease liabilities unless management is reasonably certain of exercising the renewal option. Short-term operating leases with an initial term of twelve months or less are not recorded on the Organization's consolidated statement of financial position. The operating lease expense is recognized straight-line over the lease term. Because the rate implicit in each lease is not readily determinable, the Organization uses its incremental borrowing rate of 3% to determine the present value of the lease payments.

**NORTH SHORE SENIOR CENTER AND SUBSIDIARY**  
**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS**  
**JUNE 30, 2025 AND 2024**

**NOTE F – LEASE OBLIGATIONS (continued)**

Information related to the Organization's right-of-use assets and related lease liabilities were as follows:

	<b>2025</b>	<b>2024</b>
The following summarizes the line items in the consolidated statement of financial position which include amounts for leases as of June 30, 2025 and 2024 :		
Operating Right-of-Use Asset	\$ 148,715	\$ 204,258
Operating Current Lease Liabilities	\$ 55,601	\$ 53,267
Operating Long-Term Lease Liabilities	\$ 102,955	\$ 158,565

The following summarizes the weighted average remaining lease term and discount rate as of June 30, 2025 and 2024 :

Weighted average remaining lease term	2.7 Years	3.7 Years
Weighted average discount rate	3.0 %	3.0 %

The maturities of lease liabilities as of June 30, 2025, were as follows:

2026	\$ 59,439
2027	60,789
2028	42,804
2029	1,935
<b>Total lease payments</b>	<b>164,967</b>
Less interest	( 6,411)
<b>Present value of lease liabilities</b>	<b>\$ 158,556</b>

The following summarizes the line items in the consolidated statement of activities which include the components of lease expense for the period ended June 30, 2025 and 2024:

Operating lease cost	\$ 61,028	\$ 63,689
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The following summarizes cash flow information related to leases for the period ended June 30, 2025 and 2024:

Cash paid for amounts included in the measurement of lease liabilities	\$ 58,752	\$ 58,473
Lease assets obtained in exchange for lease obligations	\$ -	\$ 22,643

**NORTH SHORE SENIOR CENTER AND SUBSIDIARY**  
**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS**  
**JUNE 30, 2025 AND 2024**

**NOTE G – NATURE OF RESTRICTIONS ON NET ASSETS**

Net assets with donor restrictions as of June 30, 2025 and 2024:

	<b>2025</b>	<b>2024</b>
<b>Subject to expenditure for specified purpose or periods</b>		
<b>Foundation</b>		
Charitable Gift Annuity for Student Internship Program	\$ 9,123	\$ 9,123
House of Welcome Program	66,242	62,248
Men's Club Music Concerts	33,180	32,002
	<u>108,545</u>	<u>103,373</u>
<b>Center</b>		
Senior and Family Services	58,082	77,488
House of Welcome Program	99,450	140,000
Bond Debt Service	87,566	58,433
	<u>245,098</u>	<u>275,921</u>
<b>Total subject to expenditure for specified purpose or periods</b>	<b><u>353,643</u></b>	<b><u>379,294</u></b>
<b>Endowments – Accumulated investment gains and term endowments held until subject to appropriation and expenditures based on spending policies and donor restrictions</b>		
<b>Foundation</b>		
The Harry and Jeanette Weinberg Endowment	3,380,363	3,319,370
Sandra R. Johnson Endowment	155,810	129,588
Golder Distinguished Senior Lecture Series Fund	585,341	514,241
Thaviu Concert Series Fund	531,398	452,986
Edwin J. Brach and Hazel and Bertram Brodie Endowment	177,226	148,930
Weber Endowment for Training and Professional Development for House of Welcome	64,705	54,844
Thaviu House of Welcome Scholarships	87,680	69,938
	<u>4,982,523</u>	<u>4,689,897</u>
<b>Endowments – Original donor restricted gift amounts and amounts required to be maintained in perpetuity by donor</b>		
<b>Foundation</b>		
Sandra R. Johnson Endowment	279,647	279,647
Golder Distinguished Senior Lecture Series Fund	200,000	200,000
Thaviu Concert Series Fund	200,000	200,000
Edwin J. Brach and Hazel and Bertram Brodie Endowment	258,000	258,000
Weber Endowment for Training and Professional	92,987	92,987
Thaviu House of Welcome Scholarships	100,000	100,000
Other Funds	111,083	111,083
	<u>1,241,717</u>	<u>1,241,717</u>
<b>Center</b>		
	<u>61,581</u>	<u>61,581</u>
<b>Total Endowments</b>	<b><u>1,303,298</u></b>	<b><u>1,303,298</u></b>
<b>Total Net Assets with Donor Restrictions</b>	<b><u>\$ 6,639,464</u></b>	<b><u>\$ 6,372,489</u></b>

**NORTH SHORE SENIOR CENTER AND SUBSIDIARY**

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS**

**JUNE 30, 2025 AND 2024**

**NOTE H – ENDOWMENT**

**Description of the Governing Board's Interpretation of the Law(s) that Underlie the Organization's Net Asset Classification of Donor-Restricted Endowment Funds**

The Organization interpreted the Illinois Uniform Prudent Management of Institutional Funds Act (UPMIFA) as requiring the preservation of the fair value of the original gift as of the gift date of the donor-restricted endowment funds, absent explicit donor stipulations to the contrary. As a result of this interpretation, the Organization retained in perpetuity (a) the original value of initial and subsequent gift amounts (including promises to give net of discount and allowance for doubtful accounts donated to the Endowment and (b) any accumulations to the endowment made in accordance with the direction of the applicable donor gift instrument at the time the accumulation is added. Donor-restricted amounts not retained in perpetuity are subject to appropriation for expenditure by us in a manner consistent with the standard of prudence prescribed by UPMIFA. The Organization considered the following factors in making a determination to appropriate or accumulate donor-restricted endowment funds:

- The duration and preservation of the fund,
- The purposes of the Organization and the donor-restricted endowment fund,
- General economic conditions,
- The possible effect of inflation and deflation,
- The expected total return from income and appreciation of investments,
- Other resources of the Organization,
- The investment policies of the Organization.

As provided by UPMIFA, its guidelines for expenditure of donor-restricted endowment funds apply in the absence of overriding, explicit donor stipulations. Specific provisions of donor gift instruments will take precedence over the general default provisions of UPMIFA.

**Investment and Spending Policy**

**The Center –**

Endowment assets include those assets of donor-restricted funds that the Center must hold in perpetuity. The Center maintains the endowment funds in cash and cash equivalents based on historical precedent. The Center places an emphasis on money market accounts and certificate of deposits to achieve its long-term return objectives within prudent risk parameters.

The Center's spending policy is at the discretion of the board of directors as determined by the governing documents for the various donor-restricted funds that make up the endowments and applicable federal and state law.

**NORTH SHORE SENIOR CENTER AND SUBSIDIARY**  
**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS**  
**JUNE 30, 2025 AND 2024**

**NOTE H – ENDOWMENT (continued)**

**The Foundation –**

The Foundation has adopted an investment policy for financial assets that attempts to provide a predictable stream of funding to the Center's programs while seeking to maintain the purchasing power of such assets. The financial assets are invested in a manner that is intended to maximize total return without undue risk. The Foundation relies on a total return strategy in which investment returns are achieved through capital appreciation (realized and unrealized) and current yields (interest and dividends).

The Foundation's investment policy targets a diversified asset allocation that balances a greater emphasis on equity-based investments to achieve its long-term return objectives within prudent risk constraints along with a substantive allocation (approximately 20%-30% of the total portfolio) to fixed income to provide certainty of return and tempering of volatility. The investment policy is developed with the goal of achieving an investment rate of return of 7% on average. The performance objective of the Foundation is to exceed, after investment management fees, a customized blended benchmark.

In determining distributable amounts from endowment earnings, the Foundation considers applicable federal and state law, and the governing documents for the various donor-restricted funds.

The average annual distribution to the Center from the Foundation assets is determined by multiplying the rolling three-year average market value of the fund by 5%. In calculating the average market value, the December 31 market value for the previous three years is used. Exceptions to this policy may be made only with the approval of the board of directors. The Foundation expects this distribution practice to allow its investments to grow in excess of the annual spending. This is consistent with the Foundation's objective to maintain the purchasing power of the assets as well as to provide additional real growth through new gifts and investment return.

**Details of the Composition of Endowment Funds at the End of the Fiscal Year**

**The Center –**

The Center's endowment consists of \$61,581 that is to be held in perpetuity, as designated by the donors. The income from the assets can be used to support the Center's general activities. All earnings of the endowment fund are appropriated for spending in the year earned.

**The Foundation –**

The Foundation's endowment consists of all donor-restricted endowment funds. Management keeps the original gift and realized and unrealized gains and losses on those assets linked for determining the fair value of the fund for administrative purposes. Investment income and realized and unrealized gains and losses on those assets are recorded as restricted assets until appropriated in accordance with the donor instructions and stipulations and do not impact the amount of the original donor-restricted assets.

**NORTH SHORE SENIOR CENTER AND SUBSIDIARY**  
**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS**  
**JUNE 30, 2025 AND 2024**

**NOTE H – ENDOWMENT (continued)**

**Details of the Composition of Endowment Funds at the End of the Year**  
 Endowment net asset composition by type of fund at June 30, 2025 and 2024:

	<b>2025</b>	<b>2024</b>
<b>The Foundation, Donor Restricted Endowment</b>		
Accumulated investment gains	\$ 1,982,523	\$ 1,689,897
Original donor-restricted gift amount and amounts required to be maintained for specific time and purpose by donor	3,000,000	3,000,000
Original donor-restricted gift amount and amounts required to be maintained in perpetuity by donor	<u>1,241,717</u>	<u>1,241,717</u>
Total Foundation's Endowment	<u>6,224,240</u>	<u>5,931,614</u>
<b>The Center, Donor Restricted Endowment</b>		
Original donor-restricted gift amount and amounts required to be maintained in perpetuity by donor	<u>61,581</u>	<u>61,581</u>
Total Center's Endowment	<u>61,581</u>	<u>61,581</u>
Total Endowment	<u>\$ 6,285,821</u>	<u>\$ 5,993,195</u>

***Reconciliation of the Beginning and Ending Balances of Endowment Funds***

There were no changes in Center's endowment net assets as of June 30, 2025 and 2024. The changes in donor-restricted endowment net assets are as follows for the years ended June 30, 2025 and 2024:

	<b>2025</b>	<b>2024</b>
<b>The Foundation, Donor Restricted Endowment</b>		
Endowment Net Assets, Beginning of Year	\$ 5,931,614	\$ 5,651,228
Investment Return (Loss)	694,620	666,325
Appropriated for Expenditure	<u>( 401,994)</u>	<u>( 385,939)</u>
Endowment Net Assets, End of Year	<u>6,224,240</u>	<u>5,931,614</u>
<b>The Center, Donor Restricted Endowment</b>		
Endowment Net Assets, End of Year	<u>61,581</u>	<u>61,581</u>
Total Endowment	<u>\$ 6,285,821</u>	<u>\$ 5,993,195</u>

**NORTH SHORE SENIOR CENTER AND SUBSIDIARY**  
**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS**  
**JUNE 30, 2025 AND 2024**

**NOTE H – ENDOWMENT (continued)**

**Information on Deficiencies**

From time to time, the fair value of assets associated with individual donor-restricted endowment funds may fall below the level that the donor or UPMIFA requires the Organization to retain as a fund of perpetual duration. Such deficiencies result from unfavorable market fluctuations and are evaluated by the Organization in accordance with principles of prudent fiscal oversight. Any accumulated losses for underwater endowments are included together with that fund in net assets with donor restrictions. There were no significant deficiencies as of June 30, 2025 and 2024.

**NOTE I – TAX DEFERRED SAVINGS PLAN**

Effective January 1, 2014, North Shore Senior Center (the “Plan Sponsor”) adopted a defined contribution plan covering all qualified employees of the Plan Sponsor. To be eligible to make a salary deferral contribution or receive an employer matching contribution participant must have attained age 18. Participation in the employee elective contributions portion of the Plan begins on the first day of employment at the Plan Sponsor. Participation in the matching portion of the Plan begins on the date on which the participant completed one year of service and at least 1,000 hours of service. Through payroll deductions, participants may contribute on a tax-deferred basis or after-tax basis (Roth deferrals) up to the maximum allowed under the Internal Revenue Code.

The Plan Sponsor contributed 50 percent of the first 6 percent of eligible compensation that a participant contributed after 1 year of service, calculated on a per check basis. Contributions are subject to certain limitations. The Center made contributions under 401(k) plans of \$102,072 and \$94,906 in the fiscal year ended June 30, 2025 and 2024, respectively.

**NOTE J – BONDS PAYABLE**

On August 18, 1999, the North Shore Senior Center borrowed \$7 million from the issuance of Illinois Development Finance Authority variable-rate demand revenue bonds. The bond proceeds were used to purchase and renovate the existing land and the 40,000 square foot facility at 161 Northfield Road. Two percent of the bond proceeds were used for the cost of the bond issue, and 98% of the bond proceeds were for the acquisition and renovation of the property located at 161 Northfield Road and 18 months of capitalized interest.

## **NORTH SHORE SENIOR CENTER AND SUBSIDIARY**

### **NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS**

**JUNE 30, 2025 AND 2024**

#### **NOTE J – BONDS PAYABLE – (continued)**

The maturity date of the bonds is August 1, 2029, with no mandatory redemption until that date. Interest is paid monthly on the first day of the month. The interest rate changes each week and is set by the re-marketing agent based on the prevailing financial conditions and yields at which comparable securities are then being sold. For fiscal years 2025 and 2024, the average annual interest rates were 3.09% and 3.64%, respectively. During the weekly mode of interest calculation, the Center may redeem the bonds at par in whole or in part, without penalty, with the written permission of the guaranteeing bank. Interest expense was \$225,674 and \$254,961 for the year ended June 30, 2025 and 2024, respectively.

The bonds are secured by a letter of credit issued by a bank in the amount of \$7,103,562, with maturity on August 16, 2027, and require an annual fee of 1.60 percent of the issue amount. The NSSC Foundation is a guarantor of the bonds and must maintain unrestricted cash and marketable securities with a value at least equal to \$7,700,000 (required threshold applicable for fiscal years ended June 30, 2025 and 2024) to comply with the terms of the Guaranty Agreement.

The Center must, among other covenants, maintain its principal depository account with the letter of credit bank or its affiliates. In addition, the ratio of unrestricted cash and investments to funded debt for any semi-annual period ended on or about any June 30 or December 31 must be at least 1.1 to 1.0. The Center complied with all covenants, as applicable, during the fiscal years ended June 30, 2025 and 2024.

#### **NOTE K – CAPITALIZED INTEREST COSTS**

Under FASB ASC 835-20, *Capitalization of Interest*, formerly SFAS #62, *Capitalization of Interest Cost In Situations Involving Certain Tax-exempt Borrowings and Certain Gifts and Grants*, capitalization of interest expenses, net of bond proceeds interest income, starts when the proceeds are received and ceases when the project is ready for its intended use. In the fiscal year 2000, the Center capitalized interest costs associated with the tax-exempt bonds until the date of occupancy, July 31, 2001. The Center is amortizing these costs over a period of 30 years, beginning with their initial occupancy on July 31, 2001. The total capitalized interest included in the 161 Northfield building cost is \$137,585.

For the fiscal years ended June 30, 2025 and 2024, the amortization expense was \$5,604 and \$5,906 respectively.

#### **NOTE L – RISKS AND UNCERTAINTIES**

A substantial amount of the Center's total revenue is derived from government grants and service contracts. Program revenue in excess of program expenses is typically subject to recapture under various provisions. Additionally, the disbursement of funds received under these programs generally requires compliance with terms and conditions specified in the grant agreements and are subject to audit by the grantor agencies. Any disallowed claims resulting from such audits could become a liability to the Center. Also, a change in the funding levels could have a significant effect on operations.

**NORTH SHORE SENIOR CENTER AND SUBSIDIARY**  
**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS**  
**JUNE 30, 2025 AND 2024**

**NOTE L – RISKS AND UNCERTAINTIES - (continued)**

The Foundation's endowment consists of all donor-restricted endowment funds. If an organization is subject to UPMIFA, the net appreciation on endowments not restricted by the donor in perpetuity is considered restricted until appropriated for expenditure by the board. Opinions of legal counsel may be necessary if there are questions about legal restrictions on the net appreciation on investments. Future changes in government regulations, legal opinions, or any claims resulting from state agencies' audits could materially impact the classification of net assets. Management believes that financial statements present fairly, in all material respects, endowments in accordance with accounting principles generally accepted in the United States of America and in accordance with donor intent.

**NOTE M –CONDITIONAL PROMISES TO GIVE**

The Organization determines whether a contribution is conditional based on whether an agreement includes a barrier that must be overcome and either a right of return of assets transferred or a right of release of a promisor's obligation to transfer assets. Conditional promises to give are not recognized until the conditions on which they depend have been substantially met, or the donor has explicitly released the restriction.

The approximate conditional promises to give as of June 30, 2025 and 2024, available for spending in the next following year when the conditions are expected to be met:

	<b>2025</b>	<b>2024</b>
Federal Funding under Title III Older Americans Act	\$ 225,000	\$ 229,000
Municipalities and Townships grants	156,000	112,000
Illinois Department of Commerce and Economic Opportunity	-	14,000
 Total Conditional Promises to Give	 \$ 381,000	 \$ 355,000

**NOTE N – SUBSEQUENT EVENTS**

The management of the Organization has evaluated events subsequent to the consolidated statement of financial position date of June 30, 2025, through December 17, 2025, the date the consolidated financial statements were available to be issued. It has concluded that there are no effects that provide additional evidence about conditions that existed at the consolidated statement of financial position date that require recognition in the 2025 financial statements or related consolidated note disclosures in accordance with FASB ASC 855, *Subsequent Events*.

**SUPPLEMENTARY INFORMATION**

**NORTH SHORE SENIOR CENTER AND SUBSIDIARY**  
**CONSOLIDATING STATEMENT OF FINANCIAL POSITION**

**JUNE 30, 2025**

<b><u>ASSETS</u></b>	North Shore Senior Center	NSSC Foundation	Eliminations	Total
<b>CURRENT ASSETS</b>				
Cash	\$ 239,324	\$ 132,492	\$ -	\$ 371,816
Contributions Receivable	319,240	-	-	319,240
Grants and Contracts Receivable	927,330	-	-	927,330
Due from Related Party	-	500,000	( 500,000)	-
Accounts Receivable	52,891	-	-	52,891
Prepaid Expenses	123,301	-	-	123,301
 Total Current Assets	 1,662,086	 632,492	 ( 500,000)	 1,794,578
 <b>LONG-TERM ASSETS</b>				
Investments	149,559	16,823,720	-	16,973,279
Operating Lease Right-Of-Use Assets	148,715	-	-	148,715
Property and Equipment				
Land	1,860,000	-	-	1,860,000
161 Northfield Building	8,219,284	-	-	8,219,284
House of Welcome Building	2,566,969	-	-	2,566,969
Land Improvements	1,346,967	-	-	1,346,967
Furniture and Equipment	3,182,366	-	-	3,182,366
 17,175,586	 -	 -	 -	 17,175,586
 Less: Accumulated Depreciation	 ( 11,691,480)	 -	 -	 ( 11,691,480)
 Property and Equipment, Net	 5,484,106	 -	 -	 5,484,106
 Total Long-Term Assets	 5,782,380	 16,823,720	 -	 22,606,100
 Total Assets	 \$ 7,444,466	 \$ 17,456,212	 (\$ 500,000)	 \$ 24,400,678

See accompanying Independent Auditor's Report on supplemental information.

**NORTH SHORE SENIOR CENTER AND SUBSIDIARY**

**CONSOLIDATING STATEMENT OF FINANCIAL POSITION**

**JUNE 30, 2025**

	North Shore Senior Center	NSSC Foundation	Eliminations	Total
<b><u>LIABILITIES AND NET ASSETS</u></b>				
<b>CURRENT LIABILITIES</b>				
Accounts Payable	\$ 155,907	\$ -	\$ -	\$ 155,907
Accrued Expenses	352,090	-	-	352,090
Current Portion of Operating Lease Liabilities	55,601	-	-	55,601
Custodial Accounts	4,671	-	-	4,671
Deferred Income	338,556	-	-	338,556
Due to Related Party	500,000	-	( 500,000)	-
Charitable Gift Annuities	-	63,914	-	63,914
<b>Total Current Liabilities</b>	<b>1,406,825</b>	<b>63,914</b>	<b>( 500,000)</b>	<b>970,739</b>
<b>LONG-TERM LIABILITIES</b>				
Bonds Payable	7,000,000	-	-	7,000,000
Less Bond Issuance Cost	( 24,503)	-	-	( 24,503)
<b>Bonds Payable Less Bond Issuance Cost, Net</b>	<b>6,975,497</b>	<b>-</b>	<b>-</b>	<b>6,975,497</b>
Operating Lease Liabilities	102,955	-	-	102,955
<b>Total Long-Term Liabilities</b>	<b>7,078,452</b>	<b>-</b>	<b>-</b>	<b>7,078,452</b>
<b>Total Liabilities</b>	<b>8,485,277</b>	<b>63,914</b>	<b>( 500,000)</b>	<b>8,049,191</b>
<b>NET ASSETS</b>				
Without Donor Restrictions				
Undesignated	( 1,347,490)	3,359,513	-	2,012,023
Bond Covenant Reserve	-	7,700,000	-	7,700,000
	( 1,347,490)	11,059,513	-	9,712,023
With Donor Restrictions				
Purpose and Time Restrictions	245,098	5,091,068	-	5,336,166
Perpetual in Nature	61,581	1,241,717	-	1,303,298
	306,679	6,332,785	-	6,639,464
<b>Total Net Assets</b>	<b>( 1,040,811)</b>	<b>17,392,298</b>	<b>-</b>	<b>16,351,487</b>
<b>Total Liabilities and Net Assets</b>	<b>\$ 7,444,466</b>	<b>\$ 17,456,212</b>	<b>(\$ 500,000)</b>	<b>\$ 24,400,678</b>

See accompanying Independent Auditor's Report on supplemental information.

**NORTH SHORE SENIOR CENTER AND SUBSIDIARY**  
**CONSOLIDATING STATEMENT OF ACTIVITIES**  
**FOR THE YEAR ENDED JUNE 30, 2025**

	North Shore Senior Center			NSSC Foundation		
	Without Donor Restrictions	With Donor Restrictions	Total	Without Donor Restrictions	With Donor Restrictions	Total
<b>PUBLIC SUPPORT AND OTHER REVENUE</b>						
Grants and Contributions						
Members	\$ 53,399	\$ -	\$ 53,399	\$ -	\$ -	\$ -
Friends	1,168,595	-	1,168,595	51,000	-	51,000
Foundations, Corporations, Estates	1,399,883	75,000	1,474,883	-	-	-
Special Events	56,522	-	56,522	-	-	-
Townships	187,000	-	187,000	-	-	-
Municipalities	137,856	-	137,856	-	-	-
Government Grants	1,980,943	-	1,980,943	-	-	-
Program Fees and Contracts						
Registration and Membership Fees	646,470	-	646,470	-	-	-
Program Service Fees	759,731	-	759,731	-	-	-
State Contracts	3,996,754	-	3,996,754	-	-	-
Change in Value of Split-Interest Agreements						
Charitable Gift Annuities	-	-	-	( 6,501)	-	( 6,501)
Net Assets Released from Restrictions	105,822	( 105,822)	-	407,760	( 407,760)	-
Total Public Support and Other Revenue	10,492,975	( 30,822)	10,462,153	452,259	( 407,760)	44,499
<b>EXPENSES</b>						
Program Services	9,457,582	-	9,457,582	780,158	-	780,158
Management and General	972,951	-	972,951	113,100	-	113,100
Fundraising	691,466	-	691,466	-	-	-
Total Expenses	11,121,999	-	11,121,999	893,258	-	893,258
Change in Net Assets						
Before Investment Income	( 629,024)	( 30,822)	( 659,846)	( 440,999)	( 407,760)	( 848,759)
Investment Income						
Interest and Dividends	5,083	-	5,083	401,700	239,183	640,883
Realized Gain on Investments	-	-	-	63,142	37,596	100,738
Unrealized Gain on Investments	-	-	-	720,119	428,778	1,148,897
Investment Fees	-	-	-	( 35,712)	-	( 35,712)
Total Investment Income, Net	5,083	-	5,083	1,149,249	705,557	1,854,806
Change In Net Assets	( 623,941)	( 30,822)	( 654,763)	708,250	297,797	1,006,047
Net Assets at Beginning of Year	( 723,549)	337,501	( 386,048)	10,351,263	6,034,988	16,386,251
Net Assets at End of Year	<u>(\$ 1,347,490)</u>	<u>\$ 306,679</u>	<u>(\$ 1,040,811)</u>	<u>\$ 11,059,513</u>	<u>\$ 6,332,785</u>	<u>\$ 17,392,298</u>

See accompanying Independent Auditor's Report on supplemental information.

**NORTH SHORE SENIOR CENTER AND SUBSIDIARY**

**CONSOLIDATING STATEMENT OF ACTIVITIES**

**FOR THE YEAR ENDED JUNE 30, 2025**

	Eliminations	Consolidated Totals		
		Without Donor Restrictions	With Donor Restrictions	Total
<b>PUBLIC SUPPORT AND OTHER REVENUE</b>				
Grants and Contributions				
Members	\$ -	\$ 53,399	\$ -	\$ 53,399
Friends	-	1,219,595	-	1,219,595
Foundations, Corporations, Estates	( 780,158)	619,725	75,000	694,725
Special Events	-	56,522	-	56,522
Townships	-	187,000	-	187,000
Municipalities	-	137,856	-	137,856
Government Grants	-	1,980,943	-	1,980,943
Program Fees and Contracts				
Registration and Membership Fees	-	646,470	-	646,470
Program Service Fees	-	759,731	-	759,731
State Contracts	-	3,996,754	-	3,996,754
Change in Value of				
Split-Interest Agreements				
Charitable Gift Annuities	-	( 6,501)	-	( 6,501)
Net Assets Released from Restrictions	-	513,582	( 513,582)	-
Total Public Support and Other Revenue	( 780,158)	10,165,076	( 438,582)	9,726,494
<b>EXPENSES</b>				
Program Services	( 780,158)	9,457,582	-	9,457,582
Management and General	-	1,086,051	-	1,086,051
Fundraising	-	691,466	-	691,466
Total Expenses	( 780,158)	11,235,099	-	11,235,099
Change in Net Assets				
Before Investment Income	-	( 1,070,023)	( 438,582)	( 1,508,605)
Investment Income				
Interest and Dividends	-	406,783	239,183	645,966
Realized Gain on Investments	-	63,142	37,596	100,738
Unrealized Gain on Investments	-	720,119	428,778	1,148,897
Investment Fees	-	( 35,712)	-	( 35,712)
Total Investment Income, Net	-	1,154,332	705,557	1,859,889
Change In Net Assets	-	84,309	266,975	351,284
Net Assets at Beginning of Year	-	9,627,714	6,372,489	16,000,203
Net Assets at End of Year	\$ -	\$ 9,712,023	\$ 6,639,464	\$ 16,351,487

See accompanying Independent Auditor's Report on supplemental information.

**NORTH SHORE SENIOR CENTER AND SUBSIDIARY**  
**CONSOLIDATING STATEMENT OF FUNCTIONAL EXPENSES**  
**FOR THE YEAR ENDED JUNE 30, 2025**

	Senior and Family Services	Senior Options	Lifelong Learning	House of Welcome	Community Services	Total Program Services	Management and General	Fundraising	North Shore Senior Center Total
<b>OPERATING EXPENSES</b>									
Activities	\$ 16,263	\$ -	\$ 235,115	\$ 5,399	\$ 18,727	\$ 275,504	\$ -	\$ -	\$ 275,504
Assistance	318,635	3,743	-	-	-	322,378	-	-	322,378
Training / Professional Growth	3,700	147	3,651	2,109	1,700	11,307	9,859	701	21,867
Dues and Subscriptions	4,258	1,456	870	4,124	795	11,503	3,469	4,143	19,115
Equipment / Technology	32,096	5,457	28,297	7,164	6,132	79,146	12,141	29,736	121,023
Food	1,274	-	1,150	15,537	12,786	30,747	8,100	92	38,939
Health and Disability	454,374	77,005	33,536	107,180	9,335	681,430	45,893	23,873	751,196
Insurance	56,648	10,300	10,300	10,300	5,150	92,698	5,150	5,150	102,998
Occupancy	209,993	30,184	82,328	70,903	13,918	407,326	11,555	14,728	433,609
Payroll Taxes	261,090	62,521	37,492	56,483	11,006	428,592	43,764	33,698	506,054
Postage	7,906	936	10,446	936	5,855	26,079	1,102	3,647	30,828
Printing / Supplies	20,603	4,266	45,389	12,972	20,552	103,782	23,037	23,929	150,748
Professional Fees	155,383	18,916	27,068	18,966	20,103	240,436	192,038	18,330	450,804
Retirement Plan	38,991	9,854	7,427	6,333	2,606	65,211	32,026	4,835	102,072
Salaries	3,523,143	834,372	507,036	773,696	146,992	5,785,239	480,827	450,747	6,716,813
Sundry	8,066	-	18,202	444	6,619	33,331	22,017	20,318	75,666
Telecommunications	31,594	10,951	5,584	2,943	1,273	52,345	3,967	2,064	58,376
Transportation	31,237	23,687	-	15	319	55,258	307	256	55,821
Related Party Grants	-	-	-	-	-	-	-	-	-
<b>Total Operating Expenses</b>	<b>5,175,254</b>	<b>1,093,795</b>	<b>1,053,891</b>	<b>1,095,504</b>	<b>283,868</b>	<b>8,702,312</b>	<b>895,252</b>	<b>636,247</b>	<b>10,233,811</b>
<b>PROPERTY AND EQUIPMENT</b>									
Depreciation and Amortization	286,896	60,636	58,424	60,730	15,736	482,422	49,629	35,271	567,322
Professional Fees-Facilities	4,067	860	828	861	223	6,839	704	500	8,043
Interest Expense and Costs	158,195	33,435	32,215	33,487	8,677	266,009	27,366	19,448	312,823
<b>Total Property and Equipment</b>	<b>449,158</b>	<b>94,931</b>	<b>91,467</b>	<b>95,078</b>	<b>24,636</b>	<b>755,270</b>	<b>77,699</b>	<b>55,219</b>	<b>888,188</b>
	<b>\$ 5,624,412</b>	<b>\$ 1,188,726</b>	<b>\$ 1,145,358</b>	<b>\$ 1,190,582</b>	<b>\$ 308,504</b>	<b>\$ 9,457,582</b>	<b>\$ 972,951</b>	<b>\$ 691,466</b>	<b>\$ 11,121,999</b>

See accompanying Independent Auditor's Report on supplemental information.

**NORTH SHORE SENIOR CENTER AND SUBSIDIARY**  
**CONSOLIDATING STATEMENT OF FUNCTIONAL EXPENSES**  
**FOR THE YEAR ENDED JUNE 30, 2025**

	NSSC Foundation					Consolidated Totals				
	Program Services	Management and General	Fundraising	NSSC Foundation Total	Eliminations	Program Services	Management and General	Fundraising	Total 2025	
<b>OPERATING EXPENSES</b>										
Activities	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 275,504	\$ -	\$ -	\$ 275,504	
Assistance	-	-	-	-	-	322,378	-	-	322,378	
Training / Professional Growth	-	-	-	-	-	11,307	9,859	701	21,867	
Dues and Subscriptions	-	-	-	-	-	11,503	3,469	4,143	19,115	
Equipment / Technology	-	-	-	-	-	79,146	12,141	29,736	121,023	
Food	-	-	-	-	-	30,747	8,100	92	38,939	
Health and Disability	-	-	-	-	-	681,430	45,893	23,873	751,196	
Insurance	-	-	-	-	-	92,698	5,150	5,150	102,998	
Occupancy	-	6,000	-	6,000	-	407,326	17,555	14,728	439,609	
Payroll Taxes	-	-	-	-	-	428,592	43,764	33,698	506,054	
Postage	-	-	-	-	-	26,079	1,102	3,647	30,828	
Printing / Supplies	-	-	-	-	-	103,782	23,037	23,929	150,748	
Professional Fees	-	11,100	-	11,100	-	240,436	203,138	18,330	461,904	
Retirement Plan	-	-	-	-	-	65,211	32,026	4,835	102,072	
Salaries	-	96,000	-	96,000	-	5,785,239	576,827	450,747	6,812,813	
Sundry	-	-	-	-	-	33,331	22,017	20,318	75,666	
Telecommunications	-	-	-	-	-	52,345	3,967	2,064	58,376	
Transportation	-	-	-	-	-	55,258	307	256	55,821	
Related Party Grants	780,158	-	-	780,158	( 780,158)	-	-	-	-	
Total Operating Expenses	780,158	113,100	-	893,258	( 780,158)	8,702,312	1,008,352	636,247	10,346,911	
<b>PROPERTY AND EQUIPMENT</b>										
Depreciation and Amortization	-	-	-	-	-	482,422	49,629	35,271	567,322	
Professional Fees—Facilities	-	-	-	-	-	6,839	704	500	8,043	
Interest Expense and Costs	-	-	-	-	-	266,009	27,366	19,448	312,823	
Total Property and Equipment	-	-	-	-	-	755,270	77,699	55,219	888,188	
	\$ 780,158	\$ 113,100	\$ -	\$ 893,258	(\$ 780,158)	\$ 9,457,582	\$ 1,086,051	\$ 691,466	\$ 11,235,099	

See accompanying Independent Auditor's Report on supplemental information.

## SCHEDULE 4

**NORTH SHORE SENIOR CENTER**  
**STATEMENTS OF FINANCIAL POSITION**  
**JUNE 30, 2025 AND 2024**

	<u>ASSETS</u>	
	2025	2024
<b>CURRENT ASSETS</b>		
Cash	\$ 239,324	\$ 321,541
Contributions Receivable	319,240	5,618
Grants and Contracts Receivable	927,330	1,487,261
Accounts Receivable	52,891	54,448
Prepaid Expenses	123,301	114,561
 Total Current Assets	 1,662,086	 1,983,429
 <b>LONG-TERM ASSETS</b>		
Investments	149,559	147,640
Operating Lease Right-Of-Use Assets	148,715	204,258
Property and Equipment		
Land	1,860,000	1,860,000
161 Northfield Building	8,219,284	7,577,404
House of Welcome Building	2,566,969	2,566,969
Land Improvements	1,346,967	1,346,967
Furniture and Equipment	3,182,366	3,069,667
	 17,175,586	 16,421,007
Less: Accumulated Depreciation	( 11,691,480)	( 11,185,605)
Property and Equipment, Net	 5,484,106	 5,235,402
Total Long-Term Assets	 5,782,380	 5,587,300
 Total Assets	 \$ 7,444,466	 \$ 7,570,729

See accompanying Independent Auditor's Report on supplemental information.

**NORTH SHORE SENIOR CENTER**

**STATEMENTS OF FINANCIAL POSITION**

**JUNE 30, 2025 AND 2024**

	<b><u>LIABILITIES AND NET ASSETS</u></b>	
	2025	2024
<b>CURRENT LIABILITIES</b>		
Accounts Payable	\$ 155,907	\$ 147,133
Accrued Expenses	352,090	256,309
Current Portion of Operating Lease Liabilities	55,601	53,267
Custodial Accounts	4,671	4,705
Deferred Income	338,556	367,205
Due to Related Party	500,000	-
 Total Current Liabilities	 1,406,825	 828,619
<b>LONG-TERM LIABILITIES</b>		
Bonds Payable	7,000,000	7,000,000
Less Bond Issuance Cost	( 24,503)	( 30,407)
Bonds Payable Less Bond Issuance Cost, Net	6,975,497	6,969,593
 Operating Lease Liabilities	 102,955	 158,565
 Total Long-Term Liabilities	 7,078,452	 7,128,158
 Total Liabilities	 8,485,277	 7,956,777
<b>COMMITMENTS</b>		
<b>NET ASSETS (DEFICIT)</b>		
Without Donor Restrictions		
Undesignated	( 1,347,490)	( 723,549)
 With Donor Restrictions	 ( 1,347,490)	 ( 723,549)
 Purpose and Time Restrictions	 245,098	 275,920
 Perpetual in Nature	 61,581	 61,581
 Total Net Assets (Deficit)	 306,679	 337,501
 Total Liabilities and Net Assets	 ( 1,040,811)	 ( 386,048)
	 \$ 7,444,466	 \$ 7,570,729

See accompanying Independent Auditor's Report on supplemental information.

## SCHEDULE 5

NORTH SHORE SENIOR CENTERSTATEMENT OF ACTIVITIESFOR THE YEAR ENDED JUNE 30, 2025

(With Comparative Totals for the Year Ended June 30, 2024)

	Without Donor Restrictions	With Donor Restrictions	Total 2025	Total 2024
<b>PUBLIC SUPPORT AND OTHER REVENUE</b>				
Grants and Contributions:				
Members	\$ 53,399	\$ -	\$ 53,399	\$ 52,586
Friends	1,168,595	-	1,168,595	643,006
Foundations, Corporations, Estates	1,399,883	75,000	1,474,883	1,238,544
Special Events	56,522	-	56,522	153,890
Townships	187,000	-	187,000	174,333
Municipalities	137,856	-	137,856	131,895
Government Grants	1,980,943	-	1,980,943	2,370,005
Program Fees and Contracts				
Registration and Membership Fees	646,470	-	646,470	630,203
Program Service Fees	759,731	-	759,731	689,996
State Contracts	3,996,754	-	3,996,754	4,015,730
Net Assets Released from Restrictions	<u>105,822</u>	<u>( 105,822)</u>	<u>-</u>	<u>-</u>
Total Public Support and Other Revenue	<u>10,492,975</u>	<u>( 30,822)</u>	<u>10,462,153</u>	<u>10,100,188</u>
<b>EXPENSES</b>				
Program Services	9,457,582	-	9,457,582	8,725,944
Management and General	972,951	-	972,951	849,195
Fundraising	<u>691,466</u>	<u>-</u>	<u>691,466</u>	<u>699,122</u>
Total Expenses	<u>11,121,999</u>	<u>-</u>	<u>11,121,999</u>	<u>10,274,261</u>
Change in Net Assets Before Investment Income	<u>( 629,024)</u>	<u>( 30,822)</u>	<u>( 659,846)</u>	<u>( 174,073)</u>
Investment Income				
Interest and Dividends	<u>5,083</u>	<u>-</u>	<u>5,083</u>	<u>7,150</u>
Change In Net Assets	<u>( 623,941)</u>	<u>( 30,822)</u>	<u>( 654,763)</u>	<u>( 166,923)</u>
Net Assets at Beginning of Year	<u>( 723,549)</u>	<u>337,501</u>	<u>( 386,048)</u>	<u>( 219,125)</u>
Net Assets at End of Year	<u>(\$ 1,347,490)</u>	<u>\$ 306,679</u>	<u>(\$ 1,040,811)</u>	<u>(\$ 386,048)</u>

See accompanying Independent Auditor's Report on supplemental information.

SCHEDULE 6

**NSSC FOUNDATION**  
**STATEMENTS OF FINANCIAL POSITION**  
**JUNE 30, 2025 AND 2024**

	<u>ASSETS</u>	2025	2024
<b>CURRENT ASSETS</b>			
Cash	\$ 132,492	\$ 26,986	
Due from Related Party	500,000	-	
 Total Current Assets	 632,492	 26,986	
<b>INVESTMENTS</b>			
	16,823,720	16,442,965	
 Total Assets	 \$ 17,456,212	 \$ 16,469,951	

	<u>LIABILITIES AND NET ASSETS</u>	2025	2024
<b>CURRENT LIABILITIES</b>			
Charitable Gift Annuities	\$ 63,914	\$ 83,700	
 Total Current Liabilities	 63,914	 83,700	
 Total Liabilities	 63,914	 83,700	
<b>NET ASSETS</b>			
Without Donor Restrictions			
Undesignated	3,359,513	2,651,263	
Bond Covenant Reserve	7,700,000	7,700,000	
	11,059,513	10,351,263	
With Donor Restrictions			
Purpose and Time Restrictions	5,091,068	4,793,271	
Perpetual in Nature	1,241,717	1,241,717	
	6,332,785	6,034,988	
 Total Net Assets	 17,392,298	 16,386,251	
 Total Liabilities and Net Assets	 \$ 17,456,212	 \$ 16,469,951	

See accompanying Independent Auditor's Report on supplemental information.

NSSC FOUNDATIONSTATEMENT OF ACTIVITIESFOR THE YEAR ENDED JUNE 30, 2025

(With Comparative Totals for the Year Ended June 30, 2024)

	Without Donor Restrictions	With Donor Restrictions	Total 2025	Total 2024
<b>PUBLIC SUPPORT AND OTHER REVENUE</b>				
Grants and Contributions:				
Friends	\$ 51,000	\$ -	\$ 51,000	\$ -
Distributions from and change in value of Charitable Gift Annuities	(\$ 6,501)	\$ -	(\$ 6,501)	(\$ 26,714)
Net Assets Released from Restrictions	407,760	(407,760)	-	-
Total Public Support and Other Revenue	452,259	(407,760)	44,499	(26,714)
<b>EXPENSES</b>				
Program Services	780,158	-	780,158	945,362
Management & General	113,100	-	113,100	112,600
Fundraising	-	-	-	-
Total Expenses	893,258	-	893,258	1,057,962
Change in Net Assets Before Investment Income	(440,999)	(407,760)	(848,759)	(1,084,676)
<b>Investment Income</b>				
Interest and Dividends	401,700	239,183	640,883	592,363
Realized Gain on Investments	63,142	37,596	100,738	46,834
Unrealized Gain on Investments	720,119	428,778	1,148,897	1,161,757
Investment Fees	(35,712)	-	(35,712)	(38,184)
Total Investment Income, Net	1,149,249	705,557	1,854,806	1,762,770
Change in Net Assets	708,250	297,797	1,006,047	678,094
<b>Net Assets at Beginning of Year</b>	<b>10,351,263</b>	<b>6,034,988</b>	<b>16,386,251</b>	<b>15,708,157</b>
<b>Net Assets at End of Year</b>	<b>\$ 11,059,513</b>	<b>\$ 6,332,785</b>	<b>\$ 17,392,298</b>	<b>\$ 16,386,251</b>

See accompanying Independent Auditor's Report on supplemental information.

SCHEDULE 8

NORTH SHORE SENIOR CENTER AND SUBSIDIARIES

RECONCILIATION OF PROJECT REVENUE AND EXPENSES FOR

FEDERAL FUNDED PROGRAMS ADMINISTERED THROUGH AGEOPTIONS -THE AREA AGENCY

FOR THE YEAR ENDED JUNE 30, 2025

	10/1/2023 - 6/30/2024	7/1/2024 - 9/30/2024	10/1/2023- 9/30/2024	10/1/2024 - 6/30/2025	7/1/2024- 6/30/2025
<b>Federal Program III B - Grants for Supportive Services and Senior Centers - CFDA 93.044, CSFA 402-01-0027</b>					
<b>Support &amp; Revenue</b>					
Federal IIIB	\$ 271,674	\$ 102,730	\$ 374,404	\$ 237,990	\$ 340,720
Project Income	4,500	1,500	6,000	2,700	4,200
Agency Funding					
Cash Match	63,324	21,109	84,433	48,723	69,832
In-kind	4,500	1,500	6,000	9,000	10,500
	<b>343,998</b>	<b>126,839</b>	<b>470,837</b>	<b>298,413</b>	<b>425,252</b>
<b>Expenses</b>					
Personnel & Fringe	331,125	110,375	441,500	292,272	402,647
Other	12,873	16,464	29,337	6,141	22,605
	<b>343,998</b>	<b>126,839</b>	<b>470,837</b>	<b>298,413</b>	<b>425,252</b>
<b>Total</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>
<b>Federal Program III E - National Family Caregiver Support - CFDA 93.052, CSFA 402-01-0030</b>					
<b>Support &amp; Revenue</b>					
Federal IIIE	\$ 374,094	\$ 132,230	\$ 506,324	\$ 377,902	\$ 510,132
Project Income	2,743	857	3,600	2,700	3,557
Agency Funding					
Cash Match	72,697	27,728	100,425	80,154	107,882
	<b>449,534</b>	<b>160,815</b>	<b>610,349</b>	<b>460,756</b>	<b>621,571</b>
<b>Expenses</b>					
Personnel & Fringe	331,520	114,005	445,525	359,535	473,540
Other	118,014	46,810	164,824	101,221	148,031
	<b>449,534</b>	<b>160,815</b>	<b>610,349</b>	<b>460,756</b>	<b>621,571</b>
<b>Total</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>
<b>Federal Program VII - Programs for Prevention of Elder Abuse, Neglect and Exploitation - CFDA 93.041, CSFA 402-01-0024</b>					
<b>Support &amp; Revenue</b>					
Federal VII	\$ 3,305	\$ 1,101	\$ 4,406	\$ 3,026	\$ 4,127
	<b>3,305</b>	<b>1,101</b>	<b>4,406</b>	<b>3,026</b>	<b>4,127</b>
<b>Expenses</b>					
Other	3,305	1,101	4,406	3,026	4,127
	<b>3,305</b>	<b>1,101</b>	<b>4,406</b>	<b>3,026</b>	<b>4,127</b>
<b>Total</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>

See accompanying Independent Auditor's Report on supplemental information.

NORTH SHORE SENIOR CENTER AND SUBSIDIARIESCONSOLIDATED YEAR-END FINANCIAL REPORTFOR THE YEAR ENDED JUNE 30, 2025

	Adult Protective Services 402-05-2084	Adult Protective Services 402-05-2928	Care Coordination Unit 402-04-1641	Capital Grant 420-00-1771	Emergency Senior Services 402-04-2556	American Rescue Plan for APS 402-05-2768	Other	Costs not allocated	Total costs
Program Expenses									
Salaries	\$ 279,556	\$ 100,299	\$ 2,056,113	\$ -	\$ 30,044	\$ 70,716	\$ 1,358,161	\$ 2,917,924	\$ 6,812,813
Fringe benefits and payroll tax	77,355	-	457,555	-	-	-	227,635	596,777	1,359,322
Travel	7,454	-	22,899	-	-	-	18,000	7,468	55,821
Equipment	3,210	-	19,258	-	-	-	-	98,555	121,023
Supplies	1,990	-	11,942	-	-	-	4,100	20,907	38,939
Professional services	15,538	-	93,230	-	-	-	-	353,136	461,904
Occupancy - rent, utilities, insurance	26,664	-	159,985	-	-	-	-	355,958	542,607
Telecommunications	5,713	-	18,956	-	-	-	-	33,707	58,376
Training and education	-	-	2,220	-	-	-	-	19,647	21,867
Direct administrative costs	1,286	-	7,718	-	-	-	3,000	188,687	200,691
Assistance and other direct costs	10,933	-	-	-	120,174	-	304,113	238,328	673,548
Total Direct Expenses	429,699	100,299	2,849,876	-	150,218	70,716	1,915,009	4,831,094	10,346,911
Indirect costs	10,860		594,665	-	-	-	69,911	212,752	888,188
Total Expenses	440,559	100,299	3,444,541	-	150,218	70,716	1,984,920	5,043,846	11,235,099
Capitalized Equipment Purchases	-	-	-	6,884	-	-	-	-	6,884
Total	\$ 440,559	\$ 100,299	\$ 3,444,541	\$ 6,884	\$ 150,218	\$ 70,716	\$ 1,984,920	\$ 5,043,846	\$ 11,241,983

CSFA #	Program Name	State	Federal	Other	Total
402-05-2084	Illinois Department on Aging: Adult Protective Services	440,559	-	-	440,559
402-05-2928	Illinois Department on Aging: APS Health and Welfare Grant	100,299	-	-	100,299
402-04-1641	Illinois Department on Aging: Care Coordination Unit	3,444,541	-	-	3,444,541
402-04-2556	Illinois Department on Aging: Emergency Senior Services	150,218	-	-	150,218
402-05-2768	Illinois Department on Aging: American Rescue Plan for APS	-	70,716	-	70,716
Other grant programs and activities		1,270,268	529,181	185,471	1,984,920
All other costs not allocated		-	-	5,043,846	5,043,846
Total Expenses		5,405,885	599,897	5,229,317	11,235,099
Capitalized Equipment Purchases		6,884	-	-	6,884
420-00-1771	Department Of Commerce And Economic Opportunity: Construction and/or Renovation to Buildings, Additions, or Structures	5,412,769	599,897	5,229,317	11,241,983

See accompanying Independent Auditor's Report on supplemental information.