SEVEN PONDS NATURE CENTER, INC.

FINANCIAL STATEMENTS
FOR THE YEARS ENDED
DECEMBER 31, 2025 AND 2024

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Mattina, Kent & Gibbons, P.C.
Certified Public Accountants

Rochester

1214 N. Main Street
Rochester, MI 48307
248.601.9500 ~ 248.601.9501 fax
www.mkgpc.com

Lapeer

951 S. Main Street, Suite 3
Lapeer, MI 48446
810.664.4470 ~ 810.664.3601 fax
www.mkgpc.com

INDEPENDENT ACCOUNTANT'S REVIEW REPORT

To the Board of Directors
Seven Ponds Nature Center, Inc.
Lapeer, MI 48446

We have reviewed the accompanying financial statements of Seven Ponds Nature Center, Inc. (a nonprofit organization), which comprise the statements of financial position as of December 31, 2025 and 2024, and the related statements of activities and cash flows for the years then ended, and the related notes to the financial statements. A review includes primarily applying analytical procedures to management's financial data and making inquiries of management. A review is substantially less in scope than an audit, the objective of which is the expression of an opinion regarding the financial statements as a whole. Accordingly, we do not express such an opinion.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement whether due to fraud or error.

Accountant's Responsibility

Our responsibility is to conduct the review engagement in accordance with Statements on Standards for Accounting and Review Services promulgated by the Accounting and Review Services Committee of the AICPA. Those standards require us to perform procedures to obtain limited assurance as a basis for reporting whether we are aware of any material modifications that should be made to the financial statements for them to be in accordance with accounting principles generally accepted in the United States of America. We believe that the results of our procedures provide a reasonable basis for our conclusion.

We are required to be independent of Seven Ponds Nature Center, Inc., and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements related to our review.

Accountant's Conclusion

Based on our review, we are not aware of any material modifications that should be made to the accompanying financial statements in order for them to be in accordance with accounting principles generally accepted in the United States of America.

Supplementary Information

The supplementary information included in the *Combining Schedules of Activities by Fund* is presented for purposes of additional analysis and is not a required part of the basic 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 financial statements. The supplementary information has been subjected to the review procedures applied in our review of the basic financial statements. We are not aware of any material modifications that should be made to the supplementary information. We have not audited the supplementary information and do not express an opinion on such information.

Mattina, Kent & Gibbons, P.C.

Mattina, Kent & Gibbons, P.C.
Certified Public Accountants
Lapeer, Michigan

July 7, 2026

FINANCIAL STATEMENTS

SEVEN PONDS NATURE CENTER, INC.
STATEMENTS OF FINANCIAL POSITION
DECEMBER 31, 2025 AND 2024

ASSETS

	2025	2024
CURRENT ASSETS		
Cash	$ 305,418	$ 347,171
Accounts Receivable	200	131
Inventory	29,428	27,285
Investments	419,858	388,616
TOTAL CURRENT ASSETS	754,904	763,203
ENDOWMENT INVESTMENTS	2,885,137	2,699,684
FIXED ASSETS		
Software	7,838	7,838
Land and Buildings	2,599,467	2,589,272
Furniture, Fixtures and Equipment	7,522	7,522
Vehicles	49,631	49,631
	2,664,458	2,654,263
Less: Accumulated Depreciation	(584,689)	(541,802)
NET FIXED ASSETS	2,079,769	2,112,461
TOTAL ASSETS	$ 5,719,810	$ 5,575,348

LIABILITIES AND NET ASSETS

	2025	2024
CURRENT LIABILITIES		
Accounts Payable	$ 1,096	$ 5,246
Accrued Expenses	8,576	26,849
Credit Card Payable	1,741	5,215
Sales Tax Payable	1,024	1,196
TOTAL CURRENT LIABILITIES	12,437	38,506
TOTAL LIABILITIES	12,437	38,506
NET ASSETS (DEFICIT)		
Without Donor Restrictions	3,080,148	3,112,462
With Donor Restrictions	2,627,225	2,424,380
TOTAL NET ASSETS (DEFICIT)	5,707,373	5,536,842
TOTAL LIABILITIES AND NET ASSETS	$ 5,719,810	$ 5,575,348

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

SEVEN PONDS NATURE CENTER, INC.
STATEMENTS OF ACTIVITIES
FOR THE YEARS ENDED DECEMBER 31, 2025 AND 2024

	2025			2024		
	WITHOUT DONOR RESTRICTIONS	WITH DONOR RESTRICTIONS	TOTAL	WITHOUT DONOR RESTRICTIONS	WITH DONOR RESTRICTIONS	TOTAL
REVENUE AND SUPPORT						
Program Revenue						
Membership Dues	$ 43,147	$ -	$ 43,147	$ 50,053	$ -	$ 50,053
Admission Fees	9,330	-	9,330	9,849	-	9,849
Bookstore Revenue	44,041	-	44,041	48,845	-	48,845
Program Service Fees	181,086	-	181,086	154,758	-	154,758
Total Program Revenue	277,604	-	277,604	263,505	-	263,505
Support						
Contributions - External	73,931	43,975	117,906	106,981	11,717	118,698
Special Events, net of direct expenses of $11,377 and $15,629 (See Note 4)	59,663	-	59,663	49,216	-	49,216
Total Support	133,594	43,975	177,569	156,197	11,717	167,914
Other Revenue (Expense)						
Interest and Dividends	17,952	78,143	96,095	17,708	66,965	84,673
Realized Gain (Loss) on Investment	7,901	66,353	74,254	7,474	52,449	59,923
Unrealized Gain (Loss) on Investment	34,078	190,836	224,914	37,027	188,331	225,358
Investment Management Fees	(3,107)	(22,617)	(25,724)	(3,008)	(23,048)	(26,056)
Total Other Revenue	56,824	312,715	369,539	59,201	284,697	343,898
Net Assets Released from Restrictions	153,845	(153,845)	-	139,321	(139,321)	-
TOTAL REVENUE AND SUPPORT	621,867	202,845	824,712	618,224	157,093	775,317

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

SEVEN PONDS NATURE CENTER, INC.
STATEMENTS OF ACTIVITIES (Continued)
FOR THE YEARS ENDED DECEMBER 31, 2025 AND 2024

	2025			2024		
	WITHOUT DONOR RESTRICTIONS	WITH DONOR RESTRICTIONS	TOTAL	WITHOUT DONOR RESTRICTIONS	WITH DONOR RESTRICTIONS	TOTAL
FUNCTIONAL EXPENSES						
Program Services	$ 564,186	$ -	$ 564,186	$ 503,953	$ -	$ 503,953
Management and General	84,082	-	84,082	78,189	-	78,189
Fundraising	5,913	-	5,913	5,365	-	5,365
Total Functional Expenses	654,181	-	654,181	587,507	-	587,507
TOTAL EXPENSES	654,181	-	654,181	587,507	-	587,507
CHANGE IN NET ASSETS	(32,314)	202,845	170,531	30,717	157,093	187,810
NET ASSETS - BEGINNING OF YEAR	3,112,462	2,424,380	5,536,842	3,081,745	2,267,287	5,349,032
NET ASSETS - END OF YEAR	$ 3,080,148	$ 2,627,225	$ 5,707,373	$ 3,112,462	$ 2,424,380	$ 5,536,842

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

SEVEN PONDS NATURE CENTER, INC.
STATEMENTS OF CASH FLOWS
FOR THE YEARS ENDED DECEMBER 31, 2025 AND 2024

	2025	2024
CASH FLOWS FROM OPERATING ACTIVITIES		
Change in Net Assets	$ 170,531	$ 187,810
Adjustment to Reconcile the Change in Net Assets		
to Net Cash Provided (Used) by Operating Activities		
Depreciation Expense	42,887	42,547
Realized (Gain) Loss on Investments	(74,254)	(59,923)
Unrealized (Gain) Loss on Investments	(224,914)	(225,358)
(Increase) Decrease in:		
Inventory	(2,143)	(3,399)
Accounts Receivable	(69)	301
Increase (Decrease) in:		
Accounts Payable	(4,150)	(7,523)
Accrued Expenses	(18,273)	22,366
Credit Card Payable	(3,474)	1,993
Sales Tax Payable	(172)	278
Payroll Taxes Payable	-	(6,421)
NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES	(114,031)	(47,329)
CASH FLOWS FROM INVESTING ACTIVITIES		
Net (Increase) Decrease in Investment Accounts	82,472	89,534
Purchase of Fixed Assets	(10,194)	-
NET CASH PROVIDED (USED) BY INVESTING ACTIVITIES	72,278	89,534
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	(41,753)	42,205
CASH - BEGINNING OF YEAR	347,171	304,966
CASH - END OF YEAR	$ 305,418	$ 347,171

SUPPLEMENTAL DISCOLUSRE OF CASH FLOW INFORMATION

	2025	2024
Cash Paid During the Year for:		
Interest	$ -	$ -
Income Tax	$ -	$ -

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

NOTES TO THE FINANCIAL STATEMENTS

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Organization and Nature of Activities

Seven Ponds Nature Center, Inc. (the "Center"), was incorporated in 1995 as a nonprofit corporation under the laws of the State of Michigan and qualifies as a tax-exempt not-for-profit corporation under Section 501(c)(3) of the Internal Revenue Code; accordingly, contributions made to this organization may qualify for a charitable deduction for federal income tax purposes.

These financial statements include the combined activities of Seven Ponds Nature Center, Inc., Seven Ponds Reserve Fund, and Seven Ponds Endowment Fund (collectively referred to as the Center). Seven Ponds Nature Center Inc. is a non-profit, 501(c)(3) organization, whose purpose is to serve the Southeast Michigan community as a nature sanctuary, environmental education center, and peaceful retreat. It is primarily supported through program fees and donor contributions.

Basis of Accounting

The accompanying financial statements have been prepared on the accrual basis in accordance with accounting principles generally accepted in the United States of America.

Basis of Presentation

Under accounting standards, the Center is required to report information regarding its financial position and activities according to two classes of net assets as follows:

> Net Assets Without Donor Restrictions – Net assets that are not subject to donor-imposed stipulations.
>
> Net Assets With Donor Restrictions – Net assets subject to donor-imposed stipulations that will be met either by actions of the Center and/or the passage of time.

Revenues are reported as increases in net assets without donor restrictions unless use of the related assets is limited by donor-imposed restrictions. Expenses are reported as decreases in net assets without donor restrictions. Gains and losses on assets or liabilities are reported as increases or decreases in net assets without donor restrictions unless their use is restricted by explicit donor stipulation or by law. Expirations of net assets with donor restrictions (i.e., the donor-stipulated purpose has been fulfilled and/or the stipulated time period has elapsed) are reported as net assets released from restrictions.

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Revenue Recognition

Contract revenue recognized by the Center is comprised of contracts committed from various funding agencies for use in the Center's activities. All funding sources are providing revenue streams to the Center for the benefit of the public. Contract revenue is recognized as revenue upon receipt and meeting all conditional requirements of the funding arrangement. Any funds received in advance for which conditions of the agreement have not been met are recognized as refundable advances and then subsequently recognized as revenue upon meeting the conditions of the agreement.

The Center recognizes revenue from field tours at the time of admission.

Contributions of cash and other assets received without donor stipulations are reported as revenue and net assets without donor restrictions. Gifts received with a donor stipulation that limits their use are reported as revenue and net assets with donor restrictions. When a donor-stipulated time restriction ends, or purpose restriction is accomplished, net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the statement of activities as net assets released from restrictions.

Donations of property and equipment are recorded as support at their estimated fair value at the date of donation. Contributions of land, buildings, equipment, and other long-lived assets are reported as revenue and net assets without donor restrictions unless explicit donor stipulations specify how such assets must be used, in which case the gifts are reported as revenue and net assets with donor restrictions. Absent explicit donor stipulations for the time long-lived assets must be held, expirations of restrictions resulting in reclassification of net assets with donor restrictions as net assets without donor restrictions are reported when the long-lived assets are placed in service.

Unconditional contributions expected to be collected within one year are reported at their net realizable value. Unconditional contributions expected to be collected in future years are initially reported at fair value determined using the discounted present value of estimated future cash flows technique. The resulting discount is amortized using the level-yield method and is reported as contribution revenue.

Conditional contributions depend on the occurrence of a specified future and uncertain event to bind the donor and are recognized as assets and revenue when the conditions are substantially met, and the gift becomes unconditional.

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Revenue Recognition (Continued)

The following schedule shows the Center's revenues disaggregated according to the timing of transfer of goods or services for the year ended December 31:

	2025	2024
Contract Revenue Recognized at a Point in Time		
Retail Activities	$ 44,041	$ 48,854
Admission Fees	9,330	9,849
Program Service Fees	181,086	154,758
Special Events, net	59,663	49,216
Total Contract Revenue Recognized at a Point in Time	294,120	262,668
Contract Revenue Recognized Over Time		
Membership Dues	43,147	50,053
	43,147	50,053
Contribution Revenue	117,906	118,698
Investment Return, net	369,539	343,898
Other	-0-	-0-
Total Revenue	$ 824,712	$ 775,317

Use of Accounting Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of certain assets and liabilities and disclosures. Accordingly, the actual amounts could differ from those estimates. Any adjustments applied to estimated amounts are recognized in the year in which such adjustments are determined.

Cash and Cash Equivalents

For purposes of the statement of cash flows, the Center considers all highly liquid debt instruments purchased with a maturity of three months or less to be cash equivalents.

Investments

The Center's investments are stated at fair value as of the end of the year and are generally subject to market or credit risks customarily associated with investments. Fair values are determined in accordance with U.S. GAAP, which defines fair value, establishes a framework for measuring fair value, and requires certain disclosures about assets and liabilities measured at fair value. See Note 2 for information related to the Center's valuation methodologies.

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Inventories

All inventories have been stated at the lower of market or cost as determined under the first-in first-out method.

Accounts Receivable

Accounts receivable represent consideration from third parties, of which the Center has an unconditional right to receive. Accounts receivables are stated at the amount management expects to collect from outstanding balances. The Center applies the Current Expected Credit Losses (CECL) model and evaluates collectability based on historical collection experience, the creditworthiness of funding sources and donors, the short-term nature of receivables, current economic conditions, and the continued availability of donor support. Accounts receivable for the years ended December 31, 2025 and 2024 was \$200 and \$131, respectively. Management expects the entire net amount to be collected within one year. Based on this assessment, management determined that no allowance for credit losses was necessary as of the reporting date. Accounts are written off when deemed uncollectible after reasonable collection efforts.

Property, Equipment, and Related Depreciation

Property and equipment are recorded at cost if purchased or fair value if donated. Depreciation is provided using the straight-line method over the estimated useful lives of the related assets. When assets are disposed of, the related costs and accumulated depreciation are removed from the respective accounts and any profit or loss on disposition is recognized currently. Maintenance and repairs, which do not improve or extend the life of the respective assets, are expensed as incurred. Depreciation expense for the years ended December 31, 2025 and 2024 was \$42,887 and \$42,547, respectively.

Income Tax Status

The Center is a nonprofit organization, as described in Section 501(c)(3) of the Internal Revenue Code, and is generally exempt from federal and state income taxes. The Center is, however, subject to federal and state income taxes on unrelated business income, and provisions for such taxes, if applicable for any given year, are included in the Statements of Activities.

The Center has evaluated its tax positions for all open tax years. However, the Center is not currently under audit nor has the Center been contacted by any jurisdiction. Based on the evaluation of the Center's tax positions, management believes all tax positions taken would be upheld under an examination. Therefore, no provision for the effects of uncertain tax positions have been recorded for the fiscal year ended December 31, 2025.

The Center's informational returns are subject to examination, generally for three years after the filing date.

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Subsequent Events

The Center has evaluated subsequent events through July 7, 2026, the date the financial statements were available to be issued.

Concentration of Credit Risk

The Center's cash is deposited in multiple financial institutions. Cash accounts at each individual bank are insured by the FDIC for up to $250,000. At various times during the year, such balances may be in excess of the FDIC limit. The Center has not experienced any losses in such accounts and believes it is not exposed to any significant credit risk on its cash balances.

NOTE 2 – INVESTMENTS AND FAIR VALUE MEASUREMENTS

Investment Assets (Inclusive of the Endowment Fund detailed in Note 3) consist primarily of securities traded on national stock exchanges, money market funds, and bonds. Investments are carried at fair value. Unrealized gains and losses are included in the change in net assets. Investment income and gains restricted by donors are reported as increases in net assets without donor restrictions if the restrictions are met (either a stipulated time period ends or a purpose restriction is accomplished) in the reporting period in which the income and gains are recognized.

A summary of investments as of December 31, 2025 is as follows:

	Cost	Fair Value	Unrealized Increase (Decrease) In Fair Value
Stocks	$ 883,308	$ 1,479,183	$ 595,875
Equity Mutual Funds	977,262	1,130,261	152,999
Corporate Bond Mutual Funds	373,751	373,699	(52)
U.S. Govt. Agency Obligations	264,945	252,115	(12,830)
Money Market Funds	69,737	69,737	-
Totals	$ 2,569,003	$ 3,304,995	$ 735,992

	Cost	Fair Value	Unrealized Increase (Decrease) In Fair Value
With Donor Restrictions	$ 2,026,048	$ 2,606,489	$ 580,441
Without Donor Restrictions	542,955	698,506	155,551
Totals	$ 2,569,003	$ 3,304,995	$ 735,992

NOTE 2 – INVESTMENTS (Continued)

A summary of investments as of December 31, 2024 is as follows:

	Cost	Fair Value	Unrealized Increase (Decrease) In Fair Value
Stocks	$ 811,522	$ 1,257,142	$ 445,620
Equity Mutual Funds	1,029,574	1,126,657	97,083
Corporate Bond Mutual Funds	368,853	359,245	(9,608)
U.S. Govt. Agency Obligations	240,727	218,710	(22,017)
Money Market Funds	126,547	126,547	-
Totals	$ 2,577,223	$ 3,088,301	$ 511,078

	Cost	Fair Value	Unrealized Increase (Decrease) In Fair Value
With Donor Restrictions	$ 2,020,383	$ 2,421,037	$ 400,654
Without Donor Restrictions	556,840	667,264	110,424
Totals	$ 2,577,223	$ 3,088,301	$ 511,078

US GAAP establishes a fair value measurement framework including a hierarchy that prioritizes inputs to valuation techniques used to measure fair value. The three levels of the fair value hierarchy under US GAAP are distinguished by inputs to the valuation methodology summarized as follows:

> Level 1 (highest priority) - Quoted market prices for identical assets or liabilities in active markets at the measurement date.
>
> Level 2 - Quoted prices for similar instruments in active markets; quoted prices for identical or similar instruments in inactive markets; and model-driven valuations in which all significant inputs or significant value drivers are observable in active markets.
>
> Level 3 (lowest priority) - Management’s best estimate of what market participants would use in pricing the instrument at the measurement date and model-driven valuations which are unobservable and significant to the fair value measurement.

Common stocks, corporate bonds, and U.S. government securities are valued at the closing price reported on the active market on which the individual securities are traded. Mutual funds are valued at the net asset value (“NAV”) of shares held by the Center at year-end.

NOTE 2 – INVESTMENTS (Continued)

The methods described above may produce a fair value calculation that may not be indicative of net realizable value or reflective of future fair values. Furthermore, while the Center 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.

In general, investments are exposed to various risks, such as interest rate, credit and overall market volatility risk. Due to the level of risk associated with certain investments, it is reasonably possible that changes in the values of the investments will occur in the near term and that such changes could materially affect the investment balances and the amounts reported in the statement of financial position.
Investments measured at fair value on a recurring basis at December 31, 2025:

	Level 1	Level 2	Level 3	Total
Stocks	$ 1,479,183	$ -	$ -	$ 1,479,183
Equity Mutual Funds	1,130,261	-	-	1,130,261
Corporate Bond Mutual Funds	-	373,699	-	373,699
U.S. Govt. Agency Obligations	252,115	-	-	252,115
Money Market Funds	69,737	-	-	69,737
Totals	$ 2,931,296	$ 373,699	$ -	$ 3,304,995

Breakdown of interest, dividends, realized and unrealized gains at December 31, 2025:

	Endowment Fund	Reserve Fund	Other	Total
Interest	$ 24,379	$ 443	$ 7,807	$ 32,629
Dividends	53,764	9,702	-	63,466
Unrealized Gains	190,836	34,078	-	224,914
Realized Gains	66,353	7,901	-	74,264
Totals	$ 335,332	$ 52,124	$ 7,807	$ 395,263

NOTE 2 – INVESTMENTS (Continued)

Investments measured at fair value on a recurring basis at December 31, 2024:

	Level 1	Level 2	Level 3	Total
Stocks	$ 1,257,142	$ -	$ -	$ 1,257,142
Equity Mutual Funds	1,126,657	-	-	1,126,657
Corporate Bond Mutual Funds	-	359,245	-	359,245
U.S. Govt. Agency Obligations	218,710	-	-	218,710
Money Market Funds	126,547	-	-	126,547
Totals	$ 2,729,056	$ 359,245	$ -	$ 3,088,301

Breakdown of interest, dividends, realized and unrealized gains at December 31, 2024:

	Endowment Fund	Reserve Fund	Other	Total
Interest	$ 24,151	$ 375	$ 9,169	$ 33,695
Dividends	42,814	8,164	-	50,978
Unrealized Gains	188,331	37,027	-	225,358
Realized Gains	52,449	7,474	-	59,923
Totals	$ 307,745	$ 53,040	$ 9,169	$ 369,954

NOTE 3 – ENDOWMENT FUND

The Center is subject to the State Prudent Management of Institutional Funds Act (SPMIFA) and, therefore, classifies amounts in its donor-restricted endowment fund as net assets with donor restrictions until the Board appropriates amounts for expenditure and any purpose restrictions have been met. The Board of Trustees of the Center has interpreted SPMIFA as requiring the maintenance of only the original gift amount contributed to an endowment fund, unless a donor stipulates the contrary. As a result of this interpretation, the Center would consider the fund to be underwater if the fair value of the fund is less than the sum of (1) the original value of initial and subsequent gifts donated to the fund and (2) any accumulations to the fund that are required to be maintained in perpetuity in accordance with applicable donor gift instrument. The Center has interpreted SPMIFA to permit spending from underwater funds in accordance with prudent measures required under the law. The fund is not currently underwater.

In accordance with SPMIFA, the Center considers the following factors in making a determination to appropriate or accumulate donor-restricted endowment funds: (1) the duration and preservation of the fund, (2) the purpose of the donor-restricted endowment fund, (3) general economic conditions, (4) the possible effect of inflation and deflation, (5) the expected total return from income and the appreciation of investments, (6) other resources of the Center, and (7) the investment policies of the Center.

NOTE 3 – ENDOWMENT FUND (Continued)

At December 31, the endowment fund is composed of:

	2025	2024
Amounts required to be invested in perpetuity	$ 872,474	$ 872,474
Amounts designated by the Board of Directors	278,648	278,648
Accumulated investment gains	1,734,015	1,548,562
Amounts available for appropriation	$ 2,885,137	$ 2,699,684

The Center has adopted investment and spending policies for endowment assets that attempt to provide a predictable stream of funding to programs supported by its endowment while seeking to maintain the purchasing power of the endowment assets. Under this policy, the endowment assets are invested in a manner that is intended to achieve a rate of return sufficient to, minimally, support the spending policy into perpetuity. To satisfy its long-term rate-of-return objectives, the Center relies on a total return strategy in which investment returns are achieved through both capital appreciation, realized and unrealized, and current yield such as interest and dividends. The Center targets a diversified asset allocation that places emphasis on equity based and fixed-income investments to achieve its long-term objectives within prudent risk constraints. Quarterly distributions occur in accordance with the Center's policy of appropriating for distribution, on an annual basis, 5% of its endowment assets' average fair value over the prior 12 quarters through the quarter-end preceding the quarter in which the distribution is planned. This is consistent with the Center's objective to maintain the purchasing power of the endowment assets as well as to provide additional real growth through investment return.

NOTE 4 – SPECIAL EVENTS

Following is a summary of unrestricted special events as of December 31:

Corks & Caps	2025	2024
Receipts – Current Year	$ 53,276	$ 40,509
Direct Expenses	(10,854)	(10,591)
Net Corks & Caps	$ 42,422	$ 29,918
Holiday Auction		
Receipts – Current Year	$ 17,764	$ 17,608
Direct Expenses	(523)	(938)
Net Holiday Auction	$ 17,241	$ 16,671
Other		
Receipts – Current Year	$ -	$ 6,728
Direct Expenses	-	(4,100)
Net Other	-	2,627
Net Special Events Income	$ 59,663	$ 49,216

NOTE 5 – NET ASSETS WITH DONOR RESTRICTIONS

A summary of the net assets with donor restrictions as of December 31 follows:

	2025	2024
Net Assets with Donor Restrictions, Beginning Balance	$ 2,424,380	$ 2,267,287
Contributions Received	43,975	11,717
Investment Return (net)	335,332	307,745
Amounts appropriated for expenditure	(153,845)	(139,621)
Administrative	(22,617)	(23,048)
Net Assets with Donor Restrictions, Ending Balance	$ 2,627,225	$ 2,424,380

As of December 31, 2025 and 2024, Seven Ponds Nature Center, Inc. had net assets with donor restrictions of $2,627,225 and $2,424,380 with $335,046 and $374,587 of liquid current assets with which to pay the restrictions, respectively.

NOTE 6 – LIQUIDITY AND AVAILABILITY

As of December 31, 2025, the Center has a working capital surplus of $322,609.

The Center is primarily funded by contributions from donors that do not contain restrictions. As part of its liquidity management, the Center has a policy to structure its financial assets to be available as general expenditures, liabilities, and other obligations become due. The Center also invests its cash in excess of its daily needs in short-term investments. The Board occasionally designates amounts to its liquidity reserve and its endowment fund (used primarily for long-term investing) that could be utilized in the event of an unanticipated liquidity need. The Center could also charge up to $15,000 on its credit cards.

The table below reflects the Center’s financial assets as of the statement of financial position date, reduced by amounts that are not available for general use due to contractual or donor-imposed restrictions within one year of the statement of financial position date. However, amounts already appropriated from the donor-restricted endowment for general expenditure within one year of the statement of financial position date have not been subtracted as unavailable.

NOTE 6 – LIQUIDITY AND AVAILABILITY (Continued)

Financial assets available for general expenditures within one year of the balance sheet date consist of the following:

	2025	2024
Cash	$ 305,418	$ 347,171
Accounts Receivable	200	131
Inventory	29,428	27,285
Financial assets available for general expenditures	$ 335,046	$ 374,587

NOTE 7 – FUNCTIONAL EXPENSES

The costs of providing program and other activities have been summarized on a functional basis in the Schedule of Functional Expenses. Accordingly, certain costs have been allocated among program or supporting services benefited. The expenses that are allocated include depreciation and occupancy costs, which are allocated on a square footage basis, as well as salaries, and benefits, which are allocated on the basis of estimated time and effort. See next page.

NOTE 7 - FUNCTIONAL EXPENSES (Continued)

	2025				2024			
FUNCTIONAL EXPENSES	PROGRAM	GENERAL AND ADMINI-STRATIVE	FUND-RAISING	2025 TOTAL	PROGRAM	GENERAL AND ADMINI-STRATIVE	FUND-RAISING	2024 TOTAL
Bank Service Charges	$ -	$ 8,762	$ -	$ 8,762	$ -	$ 3,952	$ -	$ 3,952
Bookstore/Gift Shop	27,016	-	-	27,016	26,283	-	-	26,283
Donation	4,565	-	-	4,565	-	-	-	-
Depreciation Expense	38,598	4,289	-	42,887	38,292	4,255	-	42,547
Education	1,197	-	-	1,197	549	-	-	549
Employee Benefits	24,253	2,680	-	26,933	23,955	2,647	-	26,602
Executive Director	43,929	8,237	2,746	54,912	37,414	7,015	2,338	46,767
Field Tours	96,990	-	-	96,990	75,014	-	-	75,014
Grants - External	-	-	-	-	9,414	-	-	9,414
Insurance - Liability	18,311	2,035	-	20,346	10,970	1,219	-	12,189
Miscellaneous	40	-	-	40	-	-	-	-
Office Supplies	9,100	6,618	827	16,545	12,421	9,033	1,129	22,583
Payroll Taxes	20,638	2,280	-	22,918	19,262	2,128	-	21,390
Postage	768	768	768	2,304	756	756	756	2,268
Printing	1,463	1,464	1,464	4,391	1,041	1,041	1,041	3,123
Professional Fees	-	18,924	-	18,924	-	19,975	-	19,975
Program - Other	18,713	-	-	18,713	10,182	-	-	10,182
Repairs	23,718	2,635	-	26,353	19,674	2,186	-	21,860
Salaries and Wages	218,220	24,112	-	242,332	205,839	22,744	-	228,583
Telephone	1,829	215	108	2,152	1,714	202	101	2,017
Travel and Promotion	5,269	-	-	5,269	1,845	-	-	1,845
Utilities	9,569	1,063	-	10,632	9,328	1,036	-	10,364
TOTAL FUNCTIONAL EXPENSES	$ 564,186	$ 84,082	$ 5,913	$ 654,181	$ 503,953	$ 78,189	$ 5,365	$ 587,507

SUPPLEMENTARY INFORMATION

SEVEN PONDS NATURE CENTER, INC.
COMBINING SCHEDULES OF ACTIVITIES BY FUND
FOR THE YEARS ENDED DECEMBER 31, 2025 AND 2024

	2025				2024			
	NATURE CENTER	ENDOWMENT FUND	RESERVE FUND	TOTAL	NATURE CENTER	ENDOWMENT FUND	RESERVE FUND	TOTAL
REVENUE AND SUPPORT								
Program Revenue								
Membership Dues	$ 43,147	$ -	$ -	$ 43,147	$ 50,053	$ -	$ -	$ 50,053
Admission Fees	9,330	-	-	9,330	9,849	-	-	9,849
Bookstore Revenue	44,041	-	-	44,041	48,845	-	-	48,845
Program Service Fees	181,086	-	-	181,086	154,758	-	-	154,758
Total Program Revenue	277,604	-	-	277,604	263,505	-	-	263,505
Support								
Contributions - External	117,906	-	-	117,906	118,698	-	-	118,698
Special Events, net	59,663	-	-	59,663	49,216	-	-	49,216
Total Support	177,569	-	-	177,569	167,914	-	-	167,914
Other Revenue (Expense)								
Interest and Dividends	7,807	78,143	10,145	96,095	9,169	66,965	8,539	84,673
Contributions - Internal	-	-	-	-	(10,000)	10,000	-	-
Grants - Internal	145,037	(127,262)	(17,775)	-	148,984	(130,947)	(18,037)	-
Realized Gain (Loss) on Investment	-	66,353	7,901	74,254	-	52,449	7,474	59,923
Unrealized Gain (Loss) on Investment	-	190,836	34,078	224,914	-	188,331	37,027	225,358
Investment Management Fees	-	(22,617)	(3,107)	(25,724)	-	(23,048)	(3,008)	(26,056)
Total Other Revenue	152,844	185,453	31,242	369,539	148,153	163,750	31,995	343,898
TOTAL REVENUE AND SUPPORT	608,017	185,453	31,242	824,712	579,572	163,750	31,995	775,317

SEVEN PONDS NATURE CENTER, INC.
COMBINING SCHEDULES OF ACTIVITIES BY FUND (Continued)
FOR THE YEARS ENDED DECEMBER 31, 2025 AND 2024

	2025				2024			
	NATURE CENTER	ENDOWMENT FUND	RESERVE FUND	TOTAL	NATURE CENTER	ENDOWMENT FUND	RESERVE FUND	TOTAL
FUNCTIONAL EXPENSES								
Program Services	$ 564,186	$ -	$ -	$ 564,186	$ 503,953	$ -	$ -	$ 503,953
Management and General	84,082	-	-	84,082	78,189	-	-	78,189
Fundraising	5,913	-	-	5,913	5,365	-	-	5,365
Total Functional Expenses	654,181	-	-	654,181	587,507	-	-	587,507
TOTAL EXPENSES	654,181	-	-	654,181	587,507	-	-	587,507
CHANGE IN NET ASSETS	(46,164)	185,453	31,242	170,531	(7,935)	163,750	31,995	187,810
NET ASSETS - BEGINNING OF YEAR	2,448,543	2,699,683	388,616	5,536,842	2,456,478	2,535,933	356,621	5,349,032
NET ASSETS - END OF YEAR	$ 2,402,379	$ 2,885,136	$ 419,858	$ 5,707,373	$ 2,448,543	$ 2,699,683	$ 388,616	$ 5,536,842