COMMUNITY COOPERATIVE, INC.

FINANCIAL STATEMENTS TOGETHER WITH REPORT OF INDEPENDENT AUDITOR

Year Ended
December 31, 2025

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HSC/Tuscan
& Company, PA
CERTIFIED PUBLIC ACCOUNTANTS & CONSULTANTS

INDEPENDENT AUDITOR'S REPORT

Board of Directors
Community Cooperative, Inc.
P.O. Box 2143
Fort Myers, FL 33902-2143

Opinion

We have audited the accompanying financial statements of Community Cooperative, Inc. (a Florida not-for-profit corporation) ("Community Cooperative"), which comprise the statement of financial position as of December 31, 2025, and the related statements of activities, functional expenses and cash flows for the year then ended, and the related notes to the financial statements.

In our opinion, based on the results of our audit, the financial statements referred to above present fairly, in all material respects, the financial position of Community Cooperative, Inc. as of December 31, 2025, and the changes in its net assets and its cash flows for the year then ended, in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

We conducted our audit in accordance with the auditing standards generally accepted in the United States of America. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of Community Cooperative, Inc. 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.

Management's Responsibilities 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, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

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

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with generally accepted auditing standards, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of Community Cooperative, Inc.'s internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about Community Cooperative, Inc.'s ability to continue as a going concern for a reasonable period of time.

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

HSC/ Tuscan & Company, P.A.

HSC/TUSCAN & COMPANY, P.A.
Fort Myers, Florida
May 11, 2026

COMMUNITY COOPERATIVE, INC.
STATEMENT OF FINANCIAL POSITION
December 31, 2025

ASSETS	Amount
CURRENT ASSETS	
Cash and cash equivalents, (including restricted cash of $37,121)	$ 3,852,110
Investments - without donor restrictions	387,042
Investments - with donor restrictions	544,456
Accounts receivable, net	27,055
Grants receivable	6,484
Pledges receivable	130,000
Prepaid expenses	108,280
Inventory - food	63,661
TOTAL CURRENT ASSETS	5,119,088
DEPOSITS	785
BENEFICIAL INTEREST - WITH DONOR RESTRICTIONS	88,526
PROPERTY AND EQUIPMENT, NET	1,487,884
TOTAL ASSETS	$ 6,696,283
LIABILITIES AND NET ASSETS	
CURRENT LIABILITIES	
Accounts payable	$ 74,439
Accrued expenses	65,772
Unearned revenue	5,500
Long-term debt, current portion	-
TOTAL CURRENT LIABILITIES	145,711
LONG-TERM LIABILITIES	
Long-term debt, net of current portion	-
COMMITMENTS AND CONTINGENCIES	-
TOTAL LONG-TERM LIABILITIES	-
TOTAL LIABILITIES	145,711
NET ASSETS	
Without donor restrictions	5,885,969
With donor restrictions	664,603
TOTAL NET ASSETS	6,550,572
TOTAL LIABILITIES AND NET ASSETS	$ 6,696,283

The accompanying notes are an integral part of this statement.

COMMUNITY COOPERATIVE, INC.
STATEMENT OF ACTIVITIES
Year Ended December 31, 2025

	Without Donor Restrictions	With Donor Restrictions	Total
CHANGES IN NET ASSETS			
PUBLIC SUPPORT AND REVENUES			
Special Events	$ 1,233,053	$ -	$ 1,233,053
Less: direct cost of benefits to donor	(57,372)	-	(57,372)
Net proceeds from special events	1,175,681	-	1,175,681
United Way	-	374,000	374,000
Government grants and contracts	-	157,304	157,304
Contributions and other grants	1,190,587	585,872	1,776,459
Donated goods and services	2,145,808	-	2,145,808
Meal delivery (MOW)	165,351	-	165,351
National School Lunch Program	224,471	-	224,471
Miscellaneous	9,560	-	9,560
Interest & net investment income (loss)	166,574	59,230	225,804
TOTAL PUBLIC SUPPORT AND REVENUES	5,078,032	1,176,406	6,254,438
Net assets released from restrictions:			
Satisfaction of program restrictions	1,114,430	(1,114,430)	-
TOTAL PUBLIC SUPPORT, REVENUES AND RECLASSIFICATIONS	6,192,462	61,976	6,254,438
EXPENSES			
Program services	5,160,022	-	5,160,022
General and administrative	255,928	-	255,928
Fundraising	365,329	-	365,329
TOTAL EXPENSES	5,781,279	-	5,781,279
INCREASE (DECREASE) IN NET ASSETS	411,183	61,976	473,159
NET ASSETS, BEGINNING OF YEAR	5,474,786	602,627	6,077,413
NET ASSETS, END OF YEAR	$ 5,885,969	$ 664,603	$ 6,550,572

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The accompanying notes are an integral part of this statement.

COMMUNITY COOPERATIVE, INC.
STATEMENT OF FUNCTIONAL EXPENSES
Year Ended December 31, 2025

	Program Services				
	Food Services	Growing Healthy Kids and Families	Meals on Wheels	Social Services	Volunteer Services
Salaries/labor	$ 274,313	$ 338,808	$ 358,623	$ 364,851	$ 121,514
Taxes and benefits	39,041	48,257	42,558	63,167	18,820
Total salaries and related expenses	313,354	387,065	401,181	428,018	140,334
Auto	8,087	42,875	1,487	118	-
Bad debts	-	-	3,595	-	-
Bank and merchant service fees	-	-	3,028	-	-
Computer and communications	18,071	26,501	31,532	30,027	15,851
Conferences and travel	101	292	357	-	112
Depreciation	27,360	32,832	36,480	40,128	14,592
Direct assistance	-	-	-	122,754	-
Dues and subscriptions	501	606	642	538	166
Food - purchased	140,799	200,297	253,405	-	-
Food - in-kind	92,986	1,769,215	108,809	-	-
Fundraising	-	-	-	-	-
Insurance	21,406	25,687	28,542	31,396	11,416
Legal and professional	3,513	4,922	4,709	5,181	2,175
Licenses and fees	6,216	6,213	4,701	6,348	2,633
Loan interest	-	-	-	-	-
Miscellaneous	-	-	-	-	-
Office supplies	901	1,244	1,133	1,284	1,719
Postage and shipping	131	4,060	2,584	-	-
Printing and publications	40	9,672	823	159	40
Program supplies	21,624	11,634	49,447	32,574	-
Public relations & advertising	5,817	140	4,262	195	150
Rent	648	778	986	1,073	346
Repairs and maintenance	29,306	7,378	26,730	6,305	2,963
Telephone	2,123	2,547	3,317	3,600	1,619
Utilities	10,945	8,655	13,348	10,578	3,846
Volunteer	-	-	-	-	14,144
Total expenses	$ 703,929	$ 2,542,613	$ 981,098	$ 720,276	$ 212,106

The accompanying notes are an integral part of this statement.

	Supporting Services			
Total Program Services	General and Administrative	Fundraising	Total Supporting Services	Total
$ 1,458,109	$ 160,350	$ 116,221	$ 276,571	$ 1,734,680
211,843	22,077	16,706	38,783	250,626
1,669,952	182,427	132,927	315,354	1,985,306
52,567	-	263	263	52,830
3,595	-	-	-	3,595
3,028	3,028	9,085	12,113	15,141
121,982	12,316	17,063	29,379	151,361
862	2,706	6,558	9,264	10,126
151,392	16,416	14,592	31,008	182,400
122,754	-	-	-	122,754
2,453	6,377	1,599	7,976	10,429
594,501	-	-	-	594,501
1,971,010	-	-	-	1,971,010
-	-	110,567	110,567	110,567
118,447	12,843	11,416	24,259	142,706
20,500	2,346	15,858	18,204	38,704
26,111	4,112	4,198	8,310	34,421
-	-	-	-	-
-	-	-	-	-
6,281	2,972	1,996	4,968	11,249
6,775	308	4,655	4,963	11,738
10,734	117	5,368	5,485	16,219
115,279	475	13,734	14,209	129,488
10,564	-	8,096	8,096	18,660
3,831	389	346	735	4,566
72,682	3,495	1,918	5,413	78,095
13,206	1,274	1,244	2,518	15,724
47,372	4,327	3,846	8,173	55,545
14,144	-	-	-	14,144
$ 5,160,022	$ 255,928	$ 365,329	$ 621,257	$ 5,781,279

The accompanying notes are an integral part of this statement.

COMMUNITY COOPERATIVE, INC.
STATEMENT OF CASH FLOWS
Year Ended December 31, 2025

	Amount
CASH FLOWS FROM OPERATING ACTIVITIES	
Cash received from donors and other operating activities	$ 3,825,246
Cash paid to vendors for food and expenses to employees	(3,595,128)
Interest received	148,790
Interest paid	-
NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES	378,908
CASH FLOWS FROM INVESTING ACTIVITIES	
Contribution to endowment	25,156
Purchases of investments, net	(68,939)
Purchase of investment	-
Proceeds from sale of equipment	-
Purchases of property and equipment	(121,916)
NET CASH PROVIDED BY (USED IN) INVESTING ACTIVITIES	(165,699)
CASH FLOWS FROM FINANCING ACTIVITIES	
Principal payments on loans payable	-
NET CASH PROVIDED BY (USED IN) FINANCING ACTIVITIES	-
Net increase in cash and cash equivalents	213,209
CASH AND CASH EQUIVALENTS - BEGINNING	3,638,901
CASH AND CASH EQUIVALENTS - ENDING	$ 3,852,110

The accompanying notes are an integral part of this statement.

RECONCILIATION OF INCREASE IN NET ASSETS TO NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES

	Amount
Increase in Net Assets	$ 473,159
Adjustments to Reconcile Increase in Net Assets to Net Cash Provided By (Used In) Operating Activities:	
Depreciation	182,400
Donated fixed asset	(76,382)
(Gain) loss on disposition of property and equipment	-
Net realized/unrealized (gain) loss on endowments	(70,360)
Distribution received from beneficial interest	3,142
Net unrealized (gain) loss on beneficial interest, net of investment expenses	(9,908)
(Increase) decrease in accounts receivable, net	7,006
(Increase) decrease in grants receivable	12,654
(Increase) decrease in pledges receivable	(118,500)
(Increase) decrease in prepaid expenses	(23,228)
(Increase) decrease in inventory - food, net	(10,921)
Increase (decrease) in accounts payable	14,307
Increase (decrease) in accrued expenses	11,539
Increase (decrease) in unearned revenue	(16,000)
TOTAL ADJUSTMENTS	(94,251)
NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES	$ 378,908

NON-CASH TRANSACTIONS

Non-cash operating activities have been eliminated and include the following for the year ended December 31, 2025:

	Support and Revenues		Expenses
Donated food inventory	$ 1,981,932		$ -
Consumed donated food inventory	-		1,971,011
Donated assets used in operations - generator	76,382	*	-
Donated professional services	76,268		76,268
Donated program supplies	11,226		11,226
	$ 2,145,808		$ 2,058,505

*Item was capitalized

NOTE A - ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Organization and description of activities

Community Cooperative, Inc. (the "Organization") (CCI) was incorporated in February 1985 under the laws of Florida as a not-for-profit corporation named Community Cooperative Ministries, Inc. (CCMI), to operate a soup kitchen for those in need and to provide material needs and basic social services to the citizens of Lee County.

Effective June 30, 2006, the Organization merged with and assumed the operations of Meals on Wheels of Lee County, Florida, Inc. ("MOW") and Faith in Action Caring for the Elderly of Southwest Florida, Inc. ("FIA"). Articles of Merger were filed with the State of Florida on June 26, 2006.

During 2014, Community Cooperative, Inc. agreed to absorb the operations of God's Table of Fort Myers Beach from an unrelated third party not-for-profit organization. God's Table was a program designed to assist the homeless and needy on Fort Myers Beach.

Effective April 2014, Community Cooperative Ministries, Inc. (CCMI) changed its official name to Community Cooperative, Inc. (Community Cooperative) (CCI).

Effective March 1, 2020, the Organization merged with and assumed the operations of Meals on Wheels of Bonita Springs (MOW). Articles of merger were filed with the State of Florida on March 1, 2020.

Community Cooperative utilizes food and food related services as a gateway to accomplish its mission but also as a means through which to introduce its clients to the array of other services available to those clients. Those other services are provided by CCI or referred to other community based organizations or government agencies.

Specifically, CCI operates the following programs:

Food Services:

The Community Café, which is located at the Fort Myers main campus, provides a hot, freshly prepared meal, five days per week to anyone in the community who is in need of food. There is no charge to eat in the cafe.

NOTE A - ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, CONTINUED

Organization and description of activities, continued

The Community Market is a sustainable, client choice model for long-term hunger elimination that provides a choice and reduces food waste. The market provides customers an opportunity to shop the shelves for food, which includes fresh produce, meats, and dairy.

The Mobile Food Pantry takes the Community Market on the road to areas in Lee County that have been deemed food deserts. The majority of the residents in these neighborhoods live below the federal poverty level and have little to no transportation.

Meals on Wheels is a home delivered meal program that delivers meals to Lee County residents who are elderly, ill or disabled and are unable to shop or prepare their own food. This service provides daily nutrition and contact for homebound seniors regardless of their ability to pay. Although CCI operates this program, the program is known as Meals on Wheels of Southwest Florida.

Social and Educational Services: Often referred to as the United Way House, provides on-site and referral resources for job training, housing, mental health, substance abuse, child-care, education, financial well-being, health and wellness, and life coaching. CCI also provides assistance with Medicaid and SNAP applications as well as providing basic needs such as clothing, hygiene products, mail services, and comprehensive case management.

Volunteer Services: This department continually recruits and organizes volunteers for all programs. In the year of December 31, 2025, CCI had 4,366 volunteers and 276 Meals on Wheels volunteers. The total hours were 51,124 and 23,005, respectively.

Growing Healthy Kids and Families: includes Food Literacy in Preschool and Healthy School Lunch programs.

NOTE A - ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, CONTINUED

The following is a summary of the significant accounting policies used in the preparation of these financial statements.

Basis of accounting

The accounting and reporting policies of CCI conform to accounting principles generally accepted in the United States of America and are in accordance with the audit guide issued by the American Institute of Certified Public Accountants, "Not-for-Profit Organizations" and the accounting standards issued by the Financial Accounting Standards Board (FASB) in the Accounting Standards Codification (ASC).

The Organization prepares its financial statements on the accrual basis of accounting. Grant revenues are recorded as support when performance occurs under the terms of the specific grant agreement. Grant revenue includes all resources received from another entity in accordance with an entitlement or grant document.

Financial statement presentation

The financial statement presentation follows the recommendations of Financial Accounting Standards Board (FASB) Accounting Standards Codification (ASC). Under FASB ASC, CCI is required to report information regarding its financial position and activities according to two classes of net assets: net assets without donor restrictions and net assets with donor restrictions.

CCI reports its contributions in accordance with FASB ASC 958-606. In accordance with FASB ASC 958-606, contributions received are recorded as without donor restrictions (unrestricted) or with donor restrictions (temporarily restricted or permanently restricted) support depending on the existence and/or nature of any donor restrictions. Under FASB ASC 958-606, such contributions are required to be reported as contributions with donor restriction and are then reclassified to net assets without donor restrictions upon expiration of the time restriction or compliance with the purpose restriction.

NOTE A - ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, CONTINUED

Cash and cash equivalents

For the purpose of the Statement of Cash Flows, the Organization considers all undesignated, unrestricted, highly-liquid investments with an initial maturity of three months or less to be cash equivalents.

Investments

Investments are generally carried at fair value. Marketable securities are carried at fair value. The Organization has the ability to and intends to hold these investments for the foreseeable future. Gains and losses are determined using the specific identification method when securities are sold or mature. Due to the type and nature of investments held, any related gain or loss is reflected as investment income. Unrealized appreciation or depreciation of the investments is considered immaterial and, therefore, not separately reflected in the financial statements. Related investment fees are considered insignificant.

Fair value of financial investments

CCI adheres to FASB ASC 820-10-50-1 through 820-10-50-8 (formerly SFAS No. 157), "Fair Value Measurements". This Standard applies to reported balances that are required or permitted to be measured at fair value under an existing accounting pronouncement. This Standard emphasizes that fair value is a market-based measurement, not an entity-specific measurement. Therefore, a fair value measurement should be determined based on the assumptions that market participants would use in pricing the asset or liability. This Standard establishes a fair value hierarchy which consists of three levels of inputs that may be used to measure fair value as follows:

Level 1 - Inputs that utilize quoted prices (unadjusted) in active markets for identical assets or liabilities that the Organization has the ability to access.

Level 2 - Inputs that include quoted prices for similar assets and liabilities in active markets and inputs that are observable for the asset or liability, either directly or indirectly, for substantially the full term of the financial instrument. Fair values for these instruments are estimated using pricing models, quoted prices of securities with similar characteristics or discounted cash flows.

NOTE A - ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, CONTINUED

Fair value of financial investments, continued

Level 3 - Inputs that are unobservable inputs for the asset or liability, which are typically based on an entity's own assumptions, as there is little, if any, related market activity.

In instances where the determination of the fair value measurement is based on inputs from different levels of the fair value hierarchy, the level in the fair value hierarchy within which the entire fair value measurement falls is based on the lowest level input that is significant to the fair value measurement in its entirety.

Accounts receivable - Meals on Wheels and Prepared Meal Sales

Accounts receivable consist of billings due from individuals for Meals on Wheels and prepared meal sales. The Organization uses the direct write-off method of accounting for uncollectible accounts. At December 31, 2025, all receivables are considered by management to be fully collectible.

Pledges receivable

Pledges receivable are considered to be current and fully collectible by management.

Property and equipment

The Organization's policy is to capitalize assets with a cost of $2,500 or more and a useful life greater than one (1) year. Property and equipment is recorded at cost, except for donated items (used in operations of the Organization) which are recorded at fair market value as of the date received. Assets are depreciated using the straight-line method over their respective estimated lives, as follows:

Fixed Asset Category	Useful Lives
Building and improvements	5-39 years
Furniture and equipment	3-10 years
Vehicles	5-7 years

Advertising costs

The Organization's policy is to expense advertising costs as such costs are incurred.

NOTE A - ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, CONTINUED

Inventory

The Organization maintains an inventory of food items and consumable supplies for the soup kitchen, food pantry, and food service distribution. Many of the items are received through donations. The method used to determine the value of the inventory is based on the cost and/or estimated price per pound using the rate established by Feeding America of $1.90 per pound using the first in - first out basis.

Compensated absences

No amounts have been accrued or recorded for time accrued (vacation and sick) by employees as the Organization's policies do not provide for compensation of such time upon termination of the employee. All accrued time must be used before the calendar year end or it is forfeited.

Impairment of fixed assets

The Organization adheres to FASB ASC 360-10-50-2, "Accounting for the Impairment or Disposal of Long-Lived Assets." FASB ASC 360-10-50-2 requires, among other things, that entities identify events or changes in circumstances which indicate that the carrying amount of an asset may not be recoverable.

There was no effect on the Organization's financial statements resulting from FASB ASC 360-10-50-2 for the year ended December 31, 2025.

Contributions

In order to observe restrictions which donors place on grants and other gifts, as well as designations made by the Board of Directors, all assets, liabilities and activities are accounted for in the following net asset classifications:

Net assets without donor restrictions - Net assets that are not subject to donor-imposed restrictions and may be expended for any purpose in performing the primary objectives of the Organization. These net assets may be used at the discretion of the Organization's management and the Board of Directors. This classification included Board designated net assets.

NOTE A - ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, CONTINUED

Contributions, continued

Net assets with donor restrictions - Net assets subject to stipulations imposed by donors and grantors. Some donor restrictions are temporary in nature; those restrictions will be met by actions of the Organization or by the passage of time. Other donor restrictions are perpetual in nature, whereby the donor has stipulated the funds be maintained in perpetuity. Net assets with donor restrictions include:

Temporarily Restricted Net Assets - subject to donor-imposed stipulations that may be fulfilled by actions of the Organization to meet the stipulations or become unrestricted at the date specified by the donor.

Permanently Restricted Net Assets - subject to donor-imposed stipulations that they be retained and invested permanently by the Organization. The donors require the Organization use all or part of the investment return on these net assets for specified or unspecified purposes.

Donated services

A number of volunteers, including the Board of Directors, have donated significant amounts of their time and expertise to Community Cooperative's programs and supporting services. As such, an amount of $76,268 has been reflected in the financial statements for these donated services. The amount was determined based upon vendor invoices submitted. The amounts are reflected in the Statement of Functional Expenses under computer, communications and fundraising.

Donated goods

Certain amounts for donated food have been reflected as donated goods revenue and expense on the Statement of Activities when consumed or distributed. Donated food held in inventory is recorded when donated at its estimated cost per pound, which approximates fair value.

NOTE A - ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, CONTINUED

Revenue recognition

All donor-restricted support is reported as an increase in net assets with donor restrictions, depending on the nature of the restriction. When a restriction expires (that is, when a stipulated time restriction ends or purpose restriction is accomplished), net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the Statement of Activities as net assets released from restrictions. Donor restricted contributions, whose restrictions are met in the same reporting period, are reported as unrestricted (net assets without donor restrictions) support.

Revenue from Exchange Transactions: The Organization recognizes revenue from these types of transactions in accordance with FASB Accounting Standards Update ("ASU") 2014-09, Revenue from Contracts with Customers, as amended. ASU 2014-09 applies to exchange transactions with customers that are bound by contracts or similar arrangements and establishes a performance obligation approach to revenue recognition.

The Organization records the following exchange transaction revenue in its Statement of Activities for the year ended December 31, 2025:

Special Event Revenue - The Organization conducts special events in which a portion of the proceeds paid by a donor represents payment for the direct cost of the benefits received by the donor at the event - the exchange component, and a portion represents a contribution to the Organization. Unless a verifiable objective means exists to demonstrate otherwise, the fair value of the benefit is measured at cost to the Organization. The contribution component is the excess of the gross proceeds over the fair value of the benefit received by the donor. The direct costs of the special event are recorded as direct donor benefits in the Statement of Activities. The performance obligation is the delivery of the event. The event fee is set by the Organization. FASB ASU 2014-09 requires the Organization allocate the transaction price to the performance obligations. As such, the Organization presents the exchange and contribution components of the gross proceeds from special events. For special event fees received before year-end for an event that will occur after year-end, the Organization follows AICPA guidance where the inherent

NOTE A - ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, CONTINUED

Revenue recognition, continued

contribution is conditioned on the event taking place and is therefore treated as unearned revenue along with the exchange component.

Revenue from Non-Exchange Transactions: The Organization recognizes revenue from these types of transactions in accordance with FASB ASU 2018-08, clarifying the Scope and the Accounting Guidance for Contributions Received and Contributions Made. FASB ASU 2018-08 applies to non-exchange transactions. The Organization records the following non-exchange transaction revenue in its Statement of Activities for the year ended December 31, 2025:

Contributions and other grants - Revenue from contributions is recognized at the time the contribution is made. Revenue from grants is recognized as reimbursements are requested and barriers are met.

Functional expenses

The cost of providing the various programs and other activities has been detailed in the Statement of Functional Expenses and summarized on a functional basis in the Statement of Activities. Expenses that can be identified with a specific program service are charged directly to that program, according to their natural expenditure classification. Other expenses that are common to several functions are allocated by various statistical bases. The Board of Directors routinely approves the method of allocating expenses.

Income taxes

No provision for income tax expense has been made in the accompanying financial statements since the Organization is exempt from income taxes under Internal Revenue Code Section 501(c)(3). In addition, the Organization is not a private foundation within the meaning of Section 509(a) of the Internal Revenue Code.

The Internal Revenue Code provides for taxation of unrelated business income under certain circumstances. Management believes the Organization met the requirements to maintain its tax-exempt status and has no income subject to unrelated business income tax. The Organization's income tax returns for the past three years are open

NOTE A - ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, CONTINUED

Income taxes, continued

and subject to examination by tax authorities, and may change upon examination. The Organization reports no unrelated business taxable income; however, such status is subject to final determination upon examination of the related tax returns by the appropriate taxing authorities.

Accounting for Uncertainty in Income Tax Items

The Financial Accounting Standards Board has issued guidance on accounting for uncertainty in income taxes and the Organization has adopted this guidance. The Organization has evaluated its tax provision and any estimates utilized in its tax returns, and concluded that it has taken no uncertain tax positions that require adjustment to the financial statements to comply with the provisions of this guidance. Interest and penalties associated with uncertain tax positions will be recognized in income tax expenses, if required.

Leases

During the year ended December 31, 2022, the Organization adopted ASU 2016-02 Topic 842 - Leases. This Standard required the recognition of certain lease assets and liabilities in the Statement of Financial Position for leases that previously were classified as operating leases. The Organization, however, determined its current office equipment lease agreement to be immaterial, therefore, it does not meet the reporting criteria of ASU 2016-02 at December 31, 2025.

Allowance for Credit Losses

In June 2016, the FASB issued guidance (FASB ASC 326) which significantly changed how entities will measure credit losses for most financial assets and certain other instruments that aren't measured at fair value through net income. The most significant change in this Standard is a shift from the incurred loss model to the expected loss model. Under the Standard, disclosures are required to provide users of the financial statements with useful information in analyzing an entity's exposure to credit risk and the measurement of credit losses. Financial assets held by the Organization that are subject to the guidance in FASB ASC 326 were trade accounts receivable, pledges receivable and grants receivable.

CCI has deemed credit losses immaterial and, as such, no provision is made in the financial statements at December 31, 2025.

NOTE A - ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, CONTINUED

Management 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 assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

Subsequent events

Subsequent events have been evaluated through May 11, 2026, which is the date the financial statements were available to be issued.

NOTE B - CASH AND CASH EQUIVALENTS

Cash and cash equivalents consist of the following at December 31, 2025:

	Amount
Depository accounts	$ 720,128
Money market accounts	3,131,482
Petty cash	500
	$ 3,852,110

Cash and cash equivalents include restricted cash of $37,121, which is comprised of $5,500 of unearned revenue and $31,621 of temporarily restricted grants at December 31, 2025. The Board has designated the use of cash and cash equivalents in the amount of $1,634,282 at December 31, 2025.

Concentration of credit risk

The Organization maintains its cash and cash equivalent balances at one financial institution which, at times, may exceed federally insured limits. The cash and cash equivalents are insured by the Federal Deposit Insurance Corporation (FDIC) up to $250,000 per financial institution. As of December 31, 2025, the Organization's bank balances were categorized by risk as follows:

	Bank Balance
Amount covered by Federal Depository Insurance	$ 250,000
Amount covered by IntraFi Network	2,283,437
Amount uninsured	1,368,805
	$ 3,902,242

NOTE B - CASH AND CASH EQUIVALENTS, CONTINUED

During the year ending December 31, 2025, the Organization opened a new investment account and all amounts in this account are invested in the Reich & Tang Money Market Fund, which participates in the IntraFi Network. Through this structure, the money market program provides expanded deposit coverage, allowing a single investor to obtain up to $60 million in FDIC coverage. As of December 31, 2025, all funds held in this account are fully insured under this program.

The Organization has not experienced any economic losses on such accounts. The Organization believes it is not exposed to any significant credit risk regarding its cash balances.

NOTE C - INVESTMENTS

Investments consist of the following at December 31, 2025:

	Cost	Fair Value
Equities	$ 409,243	$ 577,361
Money market - Endowment	33,295	33,295
Fixed income securities	325,000	320,842
	$ 767,538	$ 931,498

Investments are recorded at fair value, as reflected on the Statement of Financial Position as of December 31, 2025, and are restricted in the amount of $544,456 and unrestricted of $387,042 that includes a Board designated amount of $134,282. Certain investments are held by a financial institution in a money market fund. The fund at year end recorded a rate of return of 11.44%. The fund is not subject to FDIC coverage.

The Organization has adopted an investment policy including the requirements of the related FUPMIFA Florida Statutes Section 617.2104. The Organization's investment policy allows management to invest in available investment vehicles to maximize income. Management has also attempted to minimize risk while working to achieve maximum investment returns. Investments consist of two components: the beneficial interest held by a community foundation and an internal investment, a portion of which is restricted as an endowment. The Board's intent is to continue to develop the endowment. As such, it has elected to invest the endowment along with certain unrestricted funds in various investment vehicles. This was done to minimize risk and fees. The Organization does not maintain any underwater endowments as of December 31, 2025. In accordance with its established investment policy, funds may not be appropriated for expenditure from endowments whose market value has fallen below the original gift amount.

NOTE C - INVESTMENTS, CONTINUED

In accordance with FASB ASC 820, the Organization uses fair value measurements to record adjustments to certain assets. FASB ASC 820 defines fair value as "the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date." The Codification also sets out a fair value hierarchy ranking the levels of the inputs used as assumptions in the valuation techniques used to value an asset or liability. The fair value hierarchy gives the highest priority to quoted prices in an active market for identical assets or liabilities (Level 1) and the lowest priority to unobservable inputs (Level 3). The three levels of hierarchy are described as follows:

Level 1 - inputs are quoted market prices in active markets for identical assets or liabilities that are accessible at the measurement date. An active market is a market in which transactions of the asset or liability occur with sufficient frequency and volume to provide pricing information on an ongoing basis.

Level 2 - inputs are from other than quoted market prices included in Level 1 that are observable for the asset or liability, either directly or indirectly. These inputs include quoted market prices of similar assets or liabilities in active markets, quoted market prices for identical or similar assets or liabilities in markets that are not active, and pricing models developed principally from inputs from or corroborated by observable market data by correlation or other means.

Level 3 - inputs are unobservable and allowed in situations where there is little, if any, market activity for the asset or liability at measurement date. These inputs reflect the reporting entity's own assumptions about assumptions that would be used by market participants.

The Organization uses fair value measurements to record adjustments to its investments and to determine fair value disclosures.

NOTE C - INVESTMENTS, CONTINUED

The following table presents the fair value hierarchy for the Organization's assets measured at fair value as of December 31, 2025:

	Fair Value Measurements Using:			
	Fair Value	Level 1	Level 2	Level 3
Beneficial interest in assets				
held at community foundation	$ 88,526	$ -	$ -	$ 88,526
Investments:				
Equities - mutual funds	577,361	577,361	-	-
Money market accounts	33,295	-	33,295	-
Fixed Income securities:				
Pooled fixed income funds	320,842	-	320,842	-
	$ 1,020,024	$ 577,361	$ 354,137	$ 88,526

Level 1: Includes equity mutual funds.

Level 2: Classifications consist of commingled funds where detailed holdings were available and the funds fair value could be determined based on market prices, such as money markets and certain other bond funds. It also included specific investments in rated fixed income securities.

Level 3: Classifications consist of the following:

Beneficial interest in assets - has been valued, as a practical expedient, at the fair value of the Organization's share of the community foundation's (Collaboratory) investment pool as of the measurement date and includes, in some instances, a match provided by the community foundation. The community foundation values securities and other financial instruments on a fair value basis of accounting. The estimated fair values of certain investments of the community foundation, which includes private placements and other securities for which prices are not readily available, are determined by the management of the community foundation and may not reflect amounts that could be realized upon immediate sale, nor amounts that ultimately may be realized. Accordingly, the estimated fair values may differ significantly from the values that would have been used had a ready market existed for these investments. The beneficial interest in assets held at the community foundation are not redeemable by the Organization as described in Note I.

NOTE C - INVESTMENTS, CONTINUED

Net investment gain on the beneficial interest in assets for the year ended December 31, 2025, was $6,766 which included cash distributions of $3,142. The components of the net appreciation on investments, may include dividend and interest income, realized gains and losses, gain or loss on sale of contributed shares and market fluctuations associated with the underlying investments. Investment manager's fees and Foundation fees are netted against these amounts.

Activity related to the beneficial interest consists of the following for the year ended December 31, 2025:

	Without Donor Restrictions	With Donor Restrictions	Total
Beginning Balance	$ -	$ 81,760	$ 81,760
Additions	-	-	-
Cash Distribution to CCI	-	(3,142)	(3,142)
Investment Performance	-	11,844	11,844
Foundation Fees	-	(1,654)	(1,654)
Investment Manager's Fees	-	(282)	(282)
Ending Balance	$ -	$ 88,526	$ 88,526

Financial instruments not measured at fair value

Financial instruments not measured at fair value include cash and cash equivalents, receivables, inventory, prepaid expenses, deposits, accounts payable, accrued expenses, loans and the line of credit. The carrying amounts of these items approximates fair value due to the short term nature of the financial instruments.

Investment risk

Credit risk is the risk that a portfolio will lose value as a result of a real or perceived change in the ability of an issuer to repay its debts. To reduce this risk, the investment policy limits investments in fixed income securities to those rated within the highest three classifications. The policy calls for not more than 20% of equities in one company nor more than 25% in one sector. It also calls for not more than 20% in fixed income in one issuer. Market risk is the risk that due to many factors including but not limited to global, national and local economic factors, these investments can and may lose principal. In addition, the Organization has employed qualified investment managers who specialize in investments within certain asset classes. Management believes this diversification will reduce the risk of loss of principal and preserve the Organization's assets.

NOTE C - INVESTMENTS, CONTINUED

Interest rate risk

Interest rate risk is the risk that changes in market interest rates will adversely affect the fair value of an investment. Generally, the longer the maturity of an investment, the greater the sensitivity of its fair value to change in market interest rates. As a means of limiting its exposure to interest rate risk, the Organization diversifies its investments by security type and institution, and limits holdings in any one type of investment with any one issuer with various durations of maturities.

Custodial credit risk

For an investment, custodial credit risk is the risk that, in the event of the failure of the counterparty, the Organization will not be able to recover the value of its investment or collateral securities (loss of principal) that are in the possession of an outside party. To date the Organization has experienced no such loss.

The Organization's internal investments are maintained at a financial institution and are managed by a third party investment manager. The investments are held either in the Organization's name or that of the financial institution. The investments are registered and uninsured.

There were no losses during the fiscal year due to default by counterparties to investment transactions.

Foreign currency risk

Foreign currency risk is the risk that fluctuations in the currency exchange rate may affect transactions conducted in currencies other than US Dollars and the carrying value of foreign investments. The Organization's potential exposure to foreign currency risk derives mainly from investments in international equities and fixed income funds in the amount of $73,893. The Organization did own international fixed income funds at December 31, 2025 and therefore, has exposure to foreign currency risk related to international corporations fixed income funds.

Fixed income investments

The investment policy allows investment in fixed income securities. These fixed income securities comprise 34.4% of the Organization's investments.

NOTE C - INVESTMENTS, CONTINUED

Fixed income investments, continued

At December 31, 2025, the credit ratings of the fixed income investments are reflected below:

	2025	
	Fair Value	Percentage of MV of Fixed Income Securities
Rating of fixed income securities		
AAA	$ 190,034	59.23%
AA	29,758	9.27%
A	28,076	8.75%
BBB	40,345	12.58%
BB	13,619	4.24%
B	9,066	2.83%
Not rated*	9,944	3.10%
Total fixed income securities	$ 320,842	100%

* Although the pooled fixed income fund is not officially rated, the bonds held within the fund are rated AAA-B and not rated. Duration periods are not readily available.

The investment policy states targeted investment allocations as follows:

Asset Class	Range	Target Allocation	Actual 2025 Allocation	Actual %
Equities	45-75%	60%	$ 577,361	62%
Domestic	25-65%	50%	503,468	54%
International	0-25%	10%	73,893	8%
Fixed Income	25-55%	40%	320,842	34%
Investment Grade	25-40%	37%	320,842	34%
High Yield	0-7%	3%	-	0%
Cash and Equivalents (MMA)	0-10%	0%	33,295	4%
Allocation total			$ 931,498	100%

NOTE D - GRANTS RECEIVABLE

Grants receivable consist of the following at December 31, 2025:

	Amount
Lee County - PFR	$ 6,484
MOW	-
	$ 6,484

The management of Community Cooperative, Inc. believes the grants receivable to be fully collectible. Therefore, no allowance for doubtful accounts has been recorded.

NOTE E - PROPERTY AND EQUIPMENT

Property and equipment consists of the following at December 31, 2025:

	Amount
Land	$ 555,224
Building and improvements	1,805,674
Furniture and equipment	455,048
Vehicles	321,959
Work in process	5,163
Property and equipment	3,143,068
Less: accumulated depreciation	(1,655,184)
Property and equipment, net	$ 1,487,884

Depreciation expense for the year ended December 31, 2025, was $182,400, and is allocated between program services and general and administrative expenses.

NOTE F - LINE OF CREDIT

CCI has a $170,000 one year revolving line of credit (LOC) dated October 23, 2025, with a financial institution, with interest payable monthly at .25 % below the lender's prime rate. The LOC has an interest rate floor of 2.75%. At December 31, 2025, the interest rate was 6.5%. The LOC is collateralized by the investment account and is due on demand. During the year ended December 31, 2025, CCI borrowed no funds on the LOC. The outstanding balance on the LOC at December 31, 2025, was $0 and is due in full on October 23, 2026.

LOC interest expense incurred for the year ended December 31, 2025, was $0.

NOTE G - NET ASSETS

Net assets consisted of the following at December 31, 2025:

	Amount
Without donor restrictions:	
Net investment in property and equipment	$ 1,487,884
Unrestricted - undesignated	2,763,803
Unrestricted - designated - Board endowment	134,282
Unrestricted - designated - Building and capital asset reserve	700,000
Unrestricted - designated - operating reserves	800,000
	5,885,969
With donor restrictions:	
Temporarily Restricted	
Collier Community Foundation - Women's Giving Circle	6,212
Richard M. Schulze Family Foundation	9,369
The Bridge Fund	5,000
Collier Community Foundation	2,640
Kiwanis Club of Cape Coral	900
WildBlue Charitable Neighbors	6,500
WaWa Foundation	1,000
	31,621
Permanently Restricted	
Endowment - internally held	544,456
Collaboratory Endowment (Note I)	88,526
	632,982
	664,603
Total Net Assets	$ 6,550,572

At December 31, 2025, the Organization had net assets with donor restrictions of $664,603 of which $531,621 were temporarily restricted for specific purposes as required by the respective contract, and/or donor/grantor. The net assets with donor restrictions are offset by restricted investments.

At December 31, 2025, the Organization had net assets with donor restrictions of $664,603 of which $632,982 were permanently restricted for specific purposes as required by the respective contract and offset by restricted investments of $544,456 and beneficial interest of $88,526.

NOTE G - NET ASSETS, CONTINUED

Designations of net assets are voluntary segregations of net assets without donor restrictions for specific purposes, projects or investments by the Board of Directors and may be amended at anytime by the Board of Directors. At December 31, 2025, CCI had $1,634,282 designated assets.

The Board's designated net assets policy calls for operating reserves of approximately six (6) months "cash" expenses target. It also calls for building and capital asset reserves of approximately annual depreciation to be set aside as designated net assets. These amounts may be amended by the Board at any time. Such amounts are to be held in separate interest bearing accounts.

NOTE H - GOVERNMENT GRANTS AND CONTRACTS REVENUE

Government grants and contracts revenue consist of the following for the year ended December 31, 2025:

	Amount
Lee County Department of Human Services	$ 137,304
City of Cape Coral (CDBG)	20,000
	$ 157,304

NOTE I - ENDOWMENT FUNDS

The Community Cooperative endowment effort consists of two funds; one held by a local community foundation (Collaboratory) and one being developed internally.

On April 5, 1994, Community Cooperative entered into an agreement with a local foundation (an unrelated organization) to create an endowment fund for the benefit of Community Cooperative. The agreement called for a $5,000 contribution by Community Cooperative to the local foundation that was matched by the local foundation, creating a total endowment of $10,000.

NOTE I - ENDOWMENT FUNDS, CONTINUED

This portion of the endowment fund is recorded in the financial statements of Community Cooperative as a beneficial interest. In accordance with the terms of the agreement these funds are the property of the foundation and not Community Cooperative and are not available for distribution to Community Cooperative. The assets of the agreement are held for the benefit of Community Cooperative and a portion of the income from the fund is available to be distributed to Community Cooperative annually subject to the approval of the foundation's Board of Directors. Annual income from the agreement has, historically, been reinvested by the respective Foundation at the direction of Community Cooperative. Once the annual income was reinvested, it historically was not available for future distribution to Community Cooperative. The agreement also incurs investment management costs. The endowment fund agreement permits additional endowment gifts to be contributed. During the year ended December 31, 2025, net investment gain, net of investment management costs were $6,766. Community Cooperative received a distribution of $3,142. The total endowment held by the foundation for the benefit of Community Cooperative at December 31, 2025, was $88,526 which was recorded by Community Cooperative as of December 31, 2025.

On February 21, 2018, Community Cooperative entered into an agreement with a donor to create an endowment fund for the benefit of Community Cooperative. The donor contributed $51,679 to create the internally held endowment.

On April 26, 2019, Community Cooperative amended the agreement with the original donor of the endowment fund for the benefit of Community Cooperative. The donor also contributed an additional $100,500 to the endowment.

On May 26, 2021, Community Cooperative entered into an agreement with a donor to create an endowment fund for the benefit of Community Cooperative. The donor contributed $100,000 to create the endowment.

$25,156 contribution was made to the internally held endowment during the year ended December 31, 2025.

NOTE I - ENDOWMENT FUNDS, CONTINUED

The composition of permanently restricted portion of the endowment net assets for this fund and the changes in endowment net assets as of December 31, 2025, are as follows:

	Amount
Endowment net assets, January 1, 2025	$ 466,836
Contributions	25,156
Investment return (gain) (net)	52,464
Endowment net assets, December 31, 2025	$ 544,456

In order to provide a sustainable level of income to support the special needs of the Organization while preserving the real (inflation adjusted) purchasing power of the investment portfolio and endowed funds, the Organization establishes the following spending policy with regard to the use of available funds as follows:

1. Up to 4% of the total market value of the available funds may be distributed annually based upon a three-year rolling average. Distributions shall be calculated annually.

2. The percentage distributed shall be reviewed annually by the Board Finance Committee and adjusted as appropriate according to the needs of the Organization and the current market climate but at no time should the spending rate percentage be lower than 3% or exceed 6% unless specifically authorized by a two-thirds majority vote of the Board of Directors.

3. Should the suggested distribution result in a reduction of the real value of the endowment and reserve funds to a level below the adjusted real value, the Board Finance Committee shall determine an alternative percent or amount to be withdrawn.

4. Any endowment determined to be "underwater" cannot have any amounts appropriated or spent until the endowment balance is above the original corpus.

The spending policy provides that a prudent portion of the annual earnings and/or accumulated appreciation of each fund may be expended each year. Once an endowment has grown to at least 120% of its initial gift value, then management according to the Spending Policy shall deem it prudent to allow spending from the endowment.

NOTE J - RELATED PARTY TRANSACTIONS

During the year ended December 31, 2025, contributions and grants included $352,921 from members of the Board.

As of December 31, 2025, the Organization held $4,783,608 (carrying amount) in banks and an investment company in which members of the Board held management positions.

The Organization's LOC is also through an entity in which a Board member is employed.

NOTE K - IN-KIND CONTRIBUTIONS

Donated Goods and Services

The Organization receives in-kind contributions of time and pro bono services from members of the community and volunteers related to program operations, special events, and fundraising. 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 recognizes in-kind contribution revenue and a corresponding expense in an amount approximating the estimated fair value of the donation. For the year ended December 31, 2025, no amounts have been recorded for these services inasmuch as no donated services were received which met the criteria to be recorded.

Donated goods consisting of food items and gift cards are recorded as in-kind contribution revenue with a corresponding increase to inventory. The Organization values gift cards at face value and food items at $1.90 per pound. Expense is recognized upon distribution of the items.

NOTE K - IN-KIND CONTRIBUTIONS, CONTINUED

Donated Goods and Services, continued

The Organization received the following contributions of goods and services for the year ended December 31, 2025:

	Support and Revenues	Expenses	Revenue/Expense Category
Donated food inventory	$ 1,981,932	$ -	In-kind revenue
Consumed donated food inventory	-	1,971,011	Food services
Donated assets used in operations	76,382	-	Capital asset
Donated professional services	76,268	76,268	Professional services
Donated program supplies	11,226	11,226	Supplies
	$ 2,145,808	$ 2,058,505	

All donated goods were utilized by the Organization's program services or held in inventory at December 31, 2025. Donated professional fees were allocated to program, administrative or fundraising expenses in accordance with the functional expense policy. There were no donor-imposed restrictions associated with the donated services and goods.

The difference between donated food inventory revenue and expenses is recorded as an inventory adjustment.

NOTE L - UNITED WAY CONTRIBUTIONS

The Lee County United Way provided Community Cooperative with annual allocated grants of $374,000 for the year ended December 31, 2025.

NOTE M - ECONOMIC DEPENDENCE

The operations of the Community Cooperative, Inc. is dependent on the receipt of support and revenue from grantor agencies and fundraising events. Loss of these funds and/or large decreases in these types of funding would have a material effect on the Organization and a negative impact on overall operations. For the year ended December 31, 2025, the Organization received approximately 20% of its support from two major fundraising events.

NOTE N - COMMITMENTS AND CONTINGENCIES

The Organization is currently receiving and previously has received grants, contracts, and other third party funds which are subject to special compliance audits by the grantor and other third party agencies that provide these reimbursements. These audits may result in disallowed expense amounts.

Disallowed amounts, if any, constitute a contingent liability of the Organization. Accordingly, such liabilities are not reflected within the financial statements of the Organization, as management does not believe any contingent liabilities that may exist to be material.

NOTE O - LITIGATION

The Organization is involved from time to time in routine litigation, the substance of which would not materially affect its financial position, due to third party insurance coverage and/or federal tort limits. The Organization is not in a position at December 31, 2025, to predict a final outcome of such lawsuits or claims, or the related costs involved. The Organization intends to vigorously contest all claims unless first settled. Management is not aware of any asserted claims at December 31, 2025.

NOTE P - LIQUIDITY

Financial assets available within one year of December 31, 2025, consisted of the following:

	Amount
Cash and cash equivalents	$ 3,852,110
Investments without donor restrictions	387,042
Accounts receivable	27,055
Grants receivable	6,484
Pledges receivable	130,000
	4,402,691
Less amounts due within one year:	
Current liabilities	145,711
	145,711
Financial assets available to meet general expenditures over the next twelve months	$ 4,256,980

NOTE P - LIQUIDITY, CONTINUED

Of the amount available the Board of the Organization has designated $1,634,282.

The Organization's goal is generally to maintain financial assets to meet 90 days of operating expenses (approximately $800,000). As part of its liquidity plan, excess cash is invested in short-term investments, including money market accounts and fixed income securities. The Organization also has a $170,000 revolving line of credit available to meet cash flow needs.

NOTE Q - RETIREMENT BENEFIT PLAN

401(k) Plan

On January 1, 2025, Community Cooperative, Inc. adopted a single employer defined contribution plan effective January 1, 2025 - Plan 001, which is available to all its employees provided they are at least 18 years of age an have completed 250 hours of qualified service. The Plan allows both pre-tax employee deferrals and Roth contributions as well as employer contributions. Participants vest over a four (4) year period of qualified service. The Plan is administered by a third party. All assets of the Plan are held by a third-party trustee. For the year ending December 31, 2025 there were employee contributions of $67,652 and employer contributions of $22,409.