

AUDITED FINANCIAL STATEMENTS

*BIG RED BARN RETREAT*

December 31, 2024

TABLE OF CONTENTS  
*BIG RED BARN RETREAT*  
December 31, 2024

Independent Auditors' Report.....	1
-----------------------------------	---

AUDITED FINANCIAL STATEMENTS

Statements of Financial Position .....	3
Statement of Activities for the Year Ended December 31, 2024 .....	4
Statement of Activities for the Year Ended December 31, 2023 .....	5
Statement of Functional Expenses for the Year Ended December 31, 2024 .....	6
Statement of Functional Expenses for the Year Ended December 31, 2023 .....	8
Statements of Cash Flows.....	10
Notes to the Financial Statements .....	11

1704 Laurel Street  
Columbia, SC 29201

125 W. Stone Avenue  
Greenville, SC 29609

5 Broad Street  
Sumter, SC 29150



Midlands

Phone (803) 799-0555  
Fax (803) 799-4212

Upstate

Phone (864) 271-7503  
Fax (864) 751-5889

## INDEPENDENT AUDITORS' REPORT

To the Board of Directors of  
Big Red Barn Retreat

### REPORT ON THE AUDIT OF THE FINANCIAL STATEMENTS

#### *Opinion*

We have audited the financial statements of Big Red Barn Retreat (the "Retreat"), which comprise the statements of financial position as of December 31, 2024 and 2023, and the related statement of activities, functional expenses, and cash flows for the years then ended, and the related notes to the financial statements.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the Retreat as of December 31, 2024 and 2023, and the changes in its net assets and its cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

#### *Basis for Opinion*

We conducted our audits in accordance with auditing standards generally accepted in the United States of America (GAAS). Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the Retreat and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audits. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

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

Management is responsible for the preparation and fair presentation of the 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 the Retreat's ability to continue as a going concern for one year after the date that the financial statements are issued.

## *Auditors' 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 auditors' 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 GAAS 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 GAAS, 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 the Retreat'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 the Retreat'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.

Columbia, South Carolina  
December 12, 2025

*The Holla Group, P.A.*

## AUDITED FINANCIAL STATEMENTS

STATEMENTS OF FINANCIAL POSITION  
BIG RED BARN RETREAT

		December 31,	
		2024	2023
ASSETS			
Current Assets			
Cash and cash equivalents - unrestricted	\$	1,116,852	\$ 1,129,616
Cash and cash equivalents - restricted		22,250	11,105
Accounts receivable		10,426	-
Investments		2,617,133	1,931,256
Prepaid expenses		16,124	10,809
Total Current Assets		<u>3,782,785</u>	<u>3,082,786</u>
Noncurrent Assets			
Furniture and equipment, net		<u>48,385</u>	<u>45,267</u>
TOTAL ASSETS	\$	<u><u>3,831,170</u></u>	<u><u>\$ 3,128,053</u></u>
LIABILITIES AND NET ASSETS			
Current Liabilities			
Accounts payable	\$	44,100	\$ 8,199
Accrued expenses		35,987	70,385
Total Liabilities		<u>80,087</u>	<u>78,584</u>
Net Assets			
Without donor restrictions		3,708,186	3,038,364
With donor restrictions		42,897	11,105
Total Net Assets		<u>3,751,083</u>	<u>3,049,469</u>
TOTAL LIABILITIES AND NET ASSETS	\$	<u><u>3,831,170</u></u>	<u><u>\$ 3,128,053</u></u>

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

STATEMENT OF ACTIVITIES  
*BIG RED BARN RETREAT*  
For the Year Ended December 31, 2024

	Without Donor Restrictions	With Donor Restrictions	Total
REVENUES AND OTHER SUPPORT			
Contributions	\$ 451,355	\$ 62,950	\$ 514,305
Grants	-	1,323,983	1,323,983
In-kind rent	482,088		482,088
Investment income	177,752		177,752
Event revenue	240,084		240,084
Program revenue	243,025		243,025
Net assets released from restrictions	1,355,141	(1,355,141)	-
Total Revenues and Other Support	2,949,445	31,792	2,981,237
EXPENSES			
Program Services	1,957,924		1,957,924
Supporting Services			
Management and general	77,486		77,486
Fundraising	244,213		244,213
Total Expenses	2,279,623	-	2,279,623
CHANGE IN NET ASSETS	669,822	31,792	701,614
Net assets at beginning of year	3,038,364	11,105	3,049,469
NET ASSETS AT END OF YEAR	\$ 3,708,186	\$ 42,897	\$ 3,751,083

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

STATEMENT OF ACTIVITIES  
*BIG RED BARN RETREAT*  
For the Year Ended December 31, 2023

	Without Donor Restrictions	With Donor Restrictions	Total
REVENUES AND OTHER SUPPORT			
Contributions	\$ 464,275		\$ 464,275
Grants	174,845	\$ 1,055,050	1,229,895
In-kind rent	225,000		225,000
Investment income	88,032		88,032
Event revenue	218,784		218,784
Program revenue	82,657		82,657
Net assets released from restrictions	1,152,769	(1,152,769)	-
Total Revenues and Other Support	<u>2,406,362</u>	<u>(97,719)</u>	<u>2,308,643</u>
EXPENSES			
Program Services	1,410,712		1,410,712
Supporting Services			
Management and general	88,587		88,587
Fundraising	93,058		93,058
Total Expenses	<u>1,592,357</u>	<u>-</u>	<u>1,592,357</u>
CHANGE IN NET ASSETS	814,005	(97,719)	716,286
Net assets at beginning of year	<u>2,224,359</u>	<u>108,824</u>	<u>2,333,183</u>
NET ASSETS AT END OF YEAR	<u>\$ 3,038,364</u>	<u>\$ 11,105</u>	<u>\$ 3,049,469</u>

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



STATEMENT OF FUNCTIONAL EXPENSES  
*BIG RED BARN RETREAT*  
For the Year Ended December 31, 2024

	Program Services						
	Warrior PATHH	Psychotherapy Services	Therapeutic Yoga	Healing Arts	Garden	Farm To Table	Struggle Well
Accounting	\$ 17,159	\$ 3,010	\$ 903	\$ 301	\$ 903	\$ 903	\$ 2,107
Advertising	31,953	5,200	1,560	520	1,560	1,560	3,640
Automobile	5,989	289	87	29	87	87	203
Bank charges	-	-	-	-	-	-	-
Depreciation	8,021	1,032	262	70	250	182	613
Equipment	3,395	-	-	-	-	-	-
Fines and penalties	-	-	-	-	-	-	-
Food and water	49,849	-	-	92	10	548	11,899
Fundraising	-	-	-	-	-	-	-
In-kind rent	273,600	48,000	14,400	4,800	14,400	14,400	33,600
Healthcare	-	-	-	-	-	-	-
Insurance	4,771	837	251	84	251	251	586
Licenses and certifications	-	-	-	-	-	-	-
Maintenance	10	-	-	-	-	-	12
Memberships	32	100	-	-	-	-	-
Office equipment lease	1,898	333	100	33	100	100	233
Office supplies	5,022	540	162	54	162	162	378
Other	-	-	-	-	-	-	-
Payroll taxes	21,390	1,993	598	199	598	598	1,395
Postage	421	84	18	6	18	18	41
Professional services	672,113	88,843	20,990	3,745	8,923	6,185	27,327
Property tax	846	149	45	15	45	45	104
Recruiting	1,354	238	71	24	71	71	166
Salaries and wages	240,204	19,365	5,809	1,937	5,809	5,809	13,555
Subscriptions	14,130	2,378	713	238	713	713	1,664
Supplies	46,696	9,659	113	185	10,035	100	846
Telephone and internet	6,688	1,173	352	153	352	352	821
Training	314	55	17	6	17	17	39
Travel	15,743	-	-	-	-	-	9,195
Utilities	2,265	397	119	40	119	119	278
Waste removal	1,160	203	61	20	61	61	142
TOTAL FUNCTIONAL EXPENSES	<u>\$ 1,425,023</u>	<u>\$ 183,878</u>	<u>\$ 46,631</u>	<u>\$ 12,551</u>	<u>\$ 44,484</u>	<u>\$ 32,281</u>	<u>\$ 108,844</u>

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

STATEMENT OF FUNCTIONAL EXPENSES - Continued  
*BIG RED BARN RETREAT*  
For the Year Ended December 31, 2024

	Program Services				Total Program Services	Supporting Services		Total Expenses
	TM	Form Up Friday's	Financial Wellness	Other Programs		Management and General	Fundraising	
Accounting	\$ 602	\$ 602	\$ 301	\$ 301	\$ 27,092	\$ 1,505	\$ 1,505	\$ 30,102
Advertising	1,040	1,040	520	520	49,113	2,600	14,283	65,996
Automobile	57	57	29	29	6,943	145	145	7,233
Bank charges	-	-	-	-	-	20,839	173	21,012
Depreciation	183	223	53	127	11,016	435	1,380	12,831
Equipment	-	-	-	-	3,395	-	6,237	9,632
Fines and penalties	-	-	-	-	-	7,917	-	7,917
Food and water	-	-	-	111	62,509	366	15,154	78,029
Fundraising	-	-	-	-	-	-	14,902	14,902
In-kind rent	9,600	9,600	4,800	4,800	432,000	24,000	24,000	480,000
Healthcare	-	-	-	-	-	418	-	418
Insurance	167	167	84	84	7,533	-	11,500	19,033
Licenses and certifications	-	-	-	-	-	69	-	69
Maintenance	-	-	-	-	22	258	-	280
Memberships	-	-	-	-	132	144	-	276
Office equipment lease	67	67	33	33	2,997	166	166	3,329
Office supplies	108	108	54	54	6,804	270	486	7,560
Other	-	-	-	-	-	286	-	286
Payroll taxes	399	399	199	199	27,967	997	997	29,961
Postage	12	12	6	6	642	29	29	700
Professional services	15,490	22,322	995	14,024	880,957	4,976	132,298	1,018,231
Property tax	30	30	15	15	1,339	74	74	1,487
Recruiting	48	48	24	24	2,139	119	119	2,377
Salaries and wages	3,873	3,873	1,937	1,937	304,108	9,682	9,682	323,472
Subscriptions	476	476	238	238	21,977	1,189	2,632	25,798
Supplies	34	84	17	17	67,786	86	2,894	70,766
Telephone and internet	235	235	116	134	10,611	587	587	11,785
Training	11	11	6	6	499	28	623	1,150
Travel	-	-	-	-	24,938	-	4,046	28,984
Utilities	79	79	40	40	3,575	199	199	3,973
Waste removal	41	41	20	20	1,830	102	102	2,034
TOTAL FUNCTIONAL EXPENSES	<u>\$ 32,552</u>	<u>\$ 39,474</u>	<u>\$ 9,487</u>	<u>\$ 22,719</u>	<u>\$ 1,957,924</u>	<u>\$ 77,486</u>	<u>\$ 244,213</u>	<u>\$ 2,279,623</u>

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

STATEMENT OF FUNCTIONAL EXPENSES  
*BIG RED BARN RETREAT*  
For the Year Ended December 31, 2023

	Program Services						
	Warrior PATHH	Psychotherapy Services	Therapeutic Yoga	Healing Arts	Garden	Farm To Table	Struggle Well
Accounting	\$ 17,291	\$ 1,432	\$ 1,039	\$ 572	\$ 859	\$ 814	\$ 2,470
Advertising	75,317	6,476	4,258	2,590	3,886	6,164	14,821
Automobile	356	27	17	10	475	15	38
Bank charges	270	22	19	8	13	5	30
Depreciation	3,882	306	201	129	198	157	497
Equipment	804	84	54	34	50	50	117
Food and water	52,633	325	286	130	195	4,192	518
Fundraising	-	-	-	-	-	-	-
In-kind rent	139,500	11,250	6,750	4,500	6,750	6,750	15,750
Healthcare	1,949	188	156	52	135	48	207
Insurance	12,208	1,018	611	408	611	611	1,660
Licenses and certifications	31	3	2	2	1	1	2
Maintenance	492	15	9	6	9	9	22
Memberships	714	67	45	26	40	40	116
Office equipment lease	208	23	18	8	14	10	103
Office supplies	2,514	264	158	106	158	158	369
Other	-	-	-	-	-	-	-
Payroll taxes	11,477	1,008	668	406	605	559	2,430
Postage	227	45	27	18	27	27	94
Professional services	490,237	47,125	18,930	14,839	5,197	8,610	3,034
Salaries and wages	149,732	13,147	8,717	5,258	7,888	7,298	31,697
Subscriptions	1,318	135	86	54	437	77	658
Supplies	35,259	208	196	84	942	2,100	292
Telephone and internet	6,363	552	299	220	299	299	1,257
Training	1,790	144	4,942	58	129	129	202
Travel	27,057	65	39	26	39	39	91
Utilities	730	68	43	28	43	43	211
Waste removal	985	92	48	36	48	48	283
TOTAL FUNCTIONAL EXPENSES	<u>\$ 1,033,344</u>	<u>\$ 84,089</u>	<u>\$ 47,618</u>	<u>\$ 29,608</u>	<u>\$ 29,048</u>	<u>\$ 38,253</u>	<u>\$ 76,969</u>

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

STATEMENT OF FUNCTIONAL EXPENSES - Continued  
*BIG RED BARN RETREAT*  
For the Year Ended December 31, 2023

	Program Services				Total Program Services	Supporting Services		Total Expenses
	TM	Foam Up Friday's	Financial Wellness	Other Programs		Management and General	Fundraising	
Accounting	\$ 543	\$ 423	\$ 286	\$ -	\$ 25,729	\$ 1,432	\$ 1,477	\$ 28,638
Advertising	2,272	2,536	1,295	-	119,615	20,821	39,289	179,725
Automobile	10	11	5	-	964	-	28	992
Bank charges	3	9	4	-	383	14,981	30	15,394
Depreciation	95	124	44	-	5,633	314	314	6,261
Equipment	33	951	17	-	2,194	-	142	2,336
Food and Water	124	46	495	123	59,067	232	7,513	66,812
Fundraising	-	-	-	-	-	-	6,159	6,159
In-kind rent	4,500	4,500	2,250	-	202,500	11,250	11,250	225,000
Healthcare	32	52	26	-	2,845	1,385	191	4,421
Insurance	407	407	204	-	18,145	-	2,706	20,851
Licenses and certifications	1	1	1	-	45	2	3	50
Maintenance	6	6	3	-	577	18	15	610
Memberships	27	22	13	-	1,110	-	67	1,177
Office equipment lease	7	7	4	-	402	494	26	922
Office supplies	105	105	53	-	3,990	-	264	4,254
Other	-	-	-	-	-	100	-	100
Payroll taxes	373	370	202	-	18,098	1,971	1,053	21,122
Postage	18	18	9	-	510	-	43	553
Professional services	20,620	3,340	170	565	612,667	6,549	7,328	626,544
Salaries and wages	4,866	4,824	2,629	-	236,056	25,806	13,737	275,599
Subscriptions	51	51	27	-	2,894	2,595	139	5,628
Supplies	84	179	236	7,467	47,047	206	363	47,616
Telephone and internet	221	221	110	-	9,841	128	552	10,521
Training	58	2,631	29	-	10,112	145	144	10,401
Travel	26	26	13	-	27,421	-	65	27,486
Utilities	27	27	14	-	1,234	68	68	1,370
Waste removal	37	37	19	-	1,633	90	92	1,815
TOTAL FUNCTIONAL EXPENSES	<u>\$ 34,546</u>	<u>\$ 20,924</u>	<u>\$ 8,158</u>	<u>\$ 8,155</u>	<u>\$ 1,410,712</u>	<u>\$ 88,587</u>	<u>\$ 93,058</u>	<u>\$ 1,592,357</u>

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

STATEMENTS OF CASH FLOWS  
BIG RED BARN RETREAT

	For the Years Ended December 31,	
	2024	2023
CASH FLOWS FROM OPERATING ACTIVITIES		
Change in net assets	\$ 701,614	\$ 716,286
Adjustments to reconcile change in net assets to net cash provided by operating activities		
Depreciation expense	12,831	6,261
Unrealized gain	33,225	19,034
Changes in operating assets and liabilities:		
Increase in accounts receivable	(10,426)	-
Increase in prepaid expenses	(5,315)	(10,809)
Increase in accounts payable	35,901	8,199
Increase (decrease) in accrued expenses	(34,398)	61,240
NET CASH PROVIDED BY OPERATING ACTIVITIES	<u>733,432</u>	<u>800,211</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Sale of investments	1,975,043	829,395
Purchase of investments	(2,710,094)	(1,197,541)
NET CASH USED IN INVESTING ACTIVITIES	<u>(735,051)</u>	<u>(368,146)</u>
NET CHANGE IN CASH AND CASH EQUIVALENTS	(1,619)	432,065
Cash and cash equivalents at beginning of year	<u>1,140,721</u>	<u>708,656</u>
CASH AND CASH EQUIVALENTS AT END OF YEAR	<u>\$ 1,139,102</u>	<u>\$ 1,140,721</u>
Reconciliation of cash and restricted cash on the statement of financial position to cash and restricted cash shown above:		
Cash and cash equivalents - unrestricted	\$ 1,116,852	\$ 1,129,616
Cash and cash equivalents - restricted	22,250	11,105
	<u>\$ 1,139,102</u>	<u>\$ 1,140,721</u>

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

NOTES TO THE FINANCIAL STATEMENTS  
*BIG RED BARN RETREAT*

NOTE A -- NATURE OF ACTIVITIES AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Nature of Activities

Big Red Barn Retreat (the “Retreat”) is a non-profit organization founded in 2014 in memory of a late veteran. The mission of the Retreat is to provide community, peace, and hope through programs and services that promote Post-Traumatic Growth (PTG). The Retreat’s activities focus on providing non-clinical therapeutic and educational services to active-duty, reserve, National Guard, and retired service members, veterans, first responders, and their immediate family members who are managing military combat, occupational, or service-related stress in a natural, restorative setting. The Retreat funds its programs through grants, sponsorships, and private donations.

The Big Red Barn Retreat offers a range of programs and services designed to transform struggle into strength and promote emotional and physical well-being.

Warrior PATHH: This flagship program is a comprehensive 90-day journey that begins with a five-day immersive session held on site. The program uses a peer-to-peer, adult experiential learning model that facilitates Post-Traumatic Growth by helping participants reframe adversity and transform struggle into purpose. Cohorts are separated by gender and combine indoor and outdoor experiential learning to foster emotional regulation, connection, and self-mastery. Warrior PATHH graduates often continue their PTG journey by engaging in ongoing Retreat activities and peer networks.

Struggle Well: Struggle Well is a preventative, culture-shaping training program for first responders, active-duty military, National Guard, and Reserve members. The curriculum focuses on awareness and skill-building in PTG concepts and principles through one, two, or five-day sessions. Training is flexible and deliverable to organizations seeking to create cultures that metabolize stress in healthy ways and foster resilience across teams. Participants gain tools to approach hardship as a catalyst for personal and professional growth.

Services: Beyond its flagship programs, Warrior PATHH and Struggle Well, The Big Red Barn Retreat offers a range of holistic services designed to build community and sustain growth. These offerings provide entry points for new participants and continued connection for alumni who wish to maintain their wellness practices and PTG lifestyle. Through healing art, yoga, tai chi, equine programs, meditation, gardening, and farm-to-table cooking, veterans and first responders can explore creativity, balance, and mindfulness in a welcoming environment that supports lasting transformation.

Financial Wellness: The Financial Wellness program helps participants apply PTG principles to financial literacy and decision-making. Peer-to-peer sessions and guest-led workshops transform financial stress into opportunities for learning and growth. The program builds awareness, confidence, and practical skills that strengthen overall stability and promote long-term wellbeing.

Coffee Groups: The Big Red Barn Retreat’s Coffee Groups extend the philosophy of posttraumatic growth by transforming ordinary conversations into catalysts for growth. These weekly small-group meetings bring together veterans, first responders, active-duty military, National Guard, and Reserve members to discuss overcoming adversity, rediscovering purpose, and integrating PTG concepts into everyday life. Guided by

NOTES TO THE FINANCIAL STATEMENTS  
*BIG RED BARN RETREAT*

NOTE A -- NATURE OF ACTIVITIES AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES –  
Continued

trained facilitators, participants learn emotional regulation, resilience, and stress management through shared experience. Coffee Groups serve as a sustaining program that introduces and reinforces lessons from Struggle Well and Warrior PATHH, helping participants stay connected, accountable, and engaged in their growth journey.

Healing Art: Healing Art sessions offer participants a creative space to process emotions and rediscover meaning through expression. Facilitated by trauma-informed instructors, the process of artistic creation fosters insight, perspective, and self-compassion. Participants learn to reframe their experiences, an essential step in the PTG process.

Yoga: Yoga integrates mindful movement and breathwork to restore balance between body and mind. Participants learn to regulate their nervous systems, cultivate awareness, and respond rather than react to stress. This practice strengthens emotional resilience and supports a foundation of calm that extends into daily life.

Tai Chi: Tai Chi emphasizes slow, intentional movement to promote grounding, focus, and balance. This meditative practice builds patience and self-discipline while encouraging clarity and inner harmony. In alignment with PTG principles, Tai Chi helps participants rebuild control and centeredness after periods of stress or trauma.

Equine-Assisted Psychotherapy (EAP) and Equine-Assisted Learning (EAL): These programs utilize the natural intuition and responsiveness of horses to foster trust, communication, and self-awareness. EAP provides structured therapeutic sessions with licensed professionals to address emotional regulation and connection. EAL offers experiential learning that develops confidence, leadership, and teamwork. Both programs exemplify PTG by transforming self-doubt into self-understanding and reinforcing relational growth through empathy.

Meditation and Transcendental Meditation: Meditation practices at the Retreat help participants cultivate mindfulness, reduce stress, and enhance clarity. Transcendental Meditation provides an evidence-based technique for deep rest and renewal. These practices support PTG by improving self-regulation and fostering calm reflection that transforms stress into insight and resilience.

Gardening: The gardening program provides participants with a restorative, hands-on connection to nature. By cultivating plants that support future Retreat meals, participants experience contribution, patience, and gratitude. Gardening mirrors the PTG process—growth emerging through nurturing attention and steady care.

Farm-to-Table Cooking Classes: Cooking classes promote nutrition, creativity, and connection. Participants prepare meals from the Retreat's gardens and local farms, learning how healthy choices sustain both body and mind. The shared act of preparing food reinforces community, confidence, and PTG principles of self-efficacy and purposeful living.

NOTES TO THE FINANCIAL STATEMENTS  
*BIG RED BARN RETREAT*

NOTE A -- NATURE OF ACTIVITIES AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES –  
Continued

Summary of Significant Accounting Policies

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

Basis of Presentation: The Retreat prepares its financial statements in accordance with Financial Accounting Standards Board (FASB) Accounting Standards Codification (ASC) 958 dated August 2016, and the provisions of the American Institute of Certified Public Accountants (AICPA) *Audit and Accounting Guide for Not-for-Profit Organizations* (the “Guide”).

Under the provisions of the Guide, net assets and revenues, and gains and losses are classified based on the existence or absence of donor-imposed restrictions. Accordingly, the net assets of the Retreat and changes therein are classified as follows:

*Net assets without donor restrictions:* The portion of the net assets of the Retreat that can be used subject only to the broad limits resulting from the nature of the Retreat, the environment in which it operates, and the purposes specified in its bylaws. In some cases, the use of these resources is also subject to limits resulting from contractual agreements with suppliers, creditors, and others entered into by the Retreat in the course of its business. The Retreat has the ability to choose when using these resources.

*Net assets with donor restrictions:* The portion of net assets of the Retreat that is subject to either donor imposed time restrictions or donor-imposed purpose restrictions. These restrictions limit the Retreat’s choices when using these resources because the Retreat has a fiduciary responsibility to the donors to follow their instructions.

Revenue Recognition: Contributions received are recorded as increases in net assets without donor restrictions or net assets with donor restrictions depending on the existence and/or nature of any donor restrictions. When restrictions expire (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 statements of activities as net assets released from restrictions.

Use of 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 changes therein, 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. The significant estimates in these financial statements relate to the functional allocation of expenses. Actual results could differ from those estimates.

Cash and Cash Equivalents: The Retreat considers all highly liquid investments with a maturity of three months or less when purchased to be cash equivalents.



NOTES TO THE FINANCIAL STATEMENTS  
*BIG RED BARN RETREAT*

NOTE A -- NATURE OF ACTIVITIES AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES –  
Continued

Accounts Receivable: Accounts receivable is stated at the amount management expects to collect from outstanding balances. Management provides for probable uncollectible accounts through a provision for bad debt expenses and an adjustment to a valuation allowance based on its assessment of the current status of individual accounts. Balances that are still outstanding after management has used reasonable collection efforts are credit to accounts receivable. Management has determined all amounts are collectible at December 31, 2024 and 2023.

Investments: Investments in marketable securities with readily determinable fair values and all debt instruments in debt securities are reported at their fair values in the statement of financial position. Fair value is 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. See Note C for the discussion of fair value.

Purchases and sales of securities are recorded on a trade-date basis. Interest income is recorded on the accrual basis. Dividends are recorded on the ex-dividend date. Net appreciation (depreciation) (i.e., realized and unrealized gains and losses on investments) is included in the statement of activities, net of investment expenses, as increases or decreases in net assets without donor restrictions unless such income or appreciation is restricted by donor or law.

Furniture and Equipment: Furniture and equipment are stated at cost at the date of acquisition or fair market value at the date of donation. Depreciation is calculated on a straight-line method over estimated useful lives of three, five, and seven years. The Retreat's furniture and equipment purchases that exceed or are valued \$5,000 or more are capitalized.

Functional Expenses: All expenses are recorded when incurred in accordance with the accrual basis of accounting. The costs of providing program and supporting services are allocated and summarized on a functional basis in the statement of functional expenses. Accordingly, certain costs have been allocated among the program and supporting services benefited. The allocation between program services, management and general, and fundraising expense is based on square footage.

Income Taxes: The Retreat has received a determination letter from the Internal Revenue Service (IRS) indicating it is a tax-exempt organization under section 501(c)(3) of the Internal Revenue Code and is subject to federal income tax only on net unrelated business income. Management has determined that the Retreat has no current obligations for unrelated business income tax. Accordingly, no provisions for federal and state income taxes are included in the financial statements.

Accounting principles generally accepted in the United States of America require management to evaluate tax positions taken by the Retreat and recognize a tax liability (or asset) if the Retreat has taken an uncertain position that more likely than not would not be sustained upon examination by the IRS. Management has analyzed the tax positions taken by the Retreat, and has concluded that as of December 31, 2024 and 2022, there are no uncertain positions taken or expected to be taken that would require recognition of a liability (or asset) or disclosure in the financial statements. The Retreat is subject to routine audits by taxing jurisdictions; however, there are currently no audits for any tax periods in progress. Management believes it is no longer subject to income tax examinations for tax years prior to 2021.

NOTES TO THE FINANCIAL STATEMENTS  
*BIG RED BARN RETREAT*

NOTE A -- NATURE OF ACTIVITIES AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES –  
Continued

Advertising: Advertising expense for the years ended December 31, 2024 and 2023, was \$65,996 and \$179,725, respectively.

Subsequent Events: Subsequent events were evaluated through December 12, 2025, which represents the date the financial statements were available to be issued.

NOTE B -- CONCENTRATION OF CREDIT RISK

The Retreat maintains its cash in bank deposit accounts which at times may exceed federally insured limits. Accounts at each financial institution are insured by the Federal Deposit Insurance Corporation (FDIC) up to \$250,000. Carrying value is placed at actual year end bank balances at December 31:

Item and Credit Risk	2024	2023
Cash on deposit insured by FDIC	\$ 500,265	\$ 506,498
Cash on deposit in excess of FDIC limits	632,662	613,511
	<u>\$ 1,132,927</u>	<u>1,120,009</u>

NOTE C -- FAIR VALUE MEASUREMENTS

The framework for measuring fair value provides a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (level 1) and the lowest priority to unobservable inputs (level 3). The three levels of the fair value hierarchy under FASB ASC 820 are described as follows:

- |         |   |
|---------|---|
| Level 1 | Inputs to the valuation methodology are unadjusted quoted prices for identical assets or liabilities in active markets that the Retreat has the ability to access.  |
| Level 2 | <p>Inputs to the valuation methodology include:</p> <ul style="list-style-type: none"><li>• quoted prices for similar assets or liabilities in active markets;</li><li>• quoted prices for identical or similar assets or liabilities in inactive markets;</li><li>• inputs other than quoted prices that are observable for the asset or liability; and</li><li>• inputs that are derived principally from or corroborated by observable market data by correlation or other means.</li></ul> <p>If the asset or liability has a specified (contractual) term, the level 2 input must be observable for substantially the full term of the asset or liability.</p> |
| Level 3 | Inputs to the valuation methodology are unobservable and significant to the fair value measurement.   |

NOTES TO THE FINANCIAL STATEMENTS  
BIG RED BARN RETREAT

NOTE C -- FAIR VALUE MEASUREMENTS – Continued

The asset or liability's fair value measurement level within the fair value hierarchy is based on the lowest level of any input that is significant to the fair value measurement. Valuation techniques maximize the use of relevant observable inputs and minimize the use of unobservable inputs.

Following is a description of the valuation methodologies used for assets measured at fair value. There have been no changes in the methodologies used at December 31, 2024 and 2023.

Fixed Income: Valued at the closing price reported on the active market on which the individual securities are traded.

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

Mutual Funds: Valued at the daily closing price as reported by the fund. These funds are required to publish their daily net asset value (NAV) and to transact at that price. The mutual funds held by the Foundation are deemed to be actively traded.

The following tables set forth by level, within the fair value hierarchy, the Retreat's fair value measurements at December 31, 2024 and 2023:

Fair Value Measurements at December 31, 2024				
	Level 1	Level 2	Level 3	Total
Fixed income	\$ 662,450			\$ 662,450
Equities	1,323,321			1,323,321
Mutual funds	631,362			631,362
<b>TOTAL ASSETS AT FAIR VALUE</b>	<b>\$ 2,617,133</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 2,617,133</b>

Fair Value Measurements at December 31, 2023				
	Level 1	Level 2	Level 3	Total
Fixed income	\$ 306,848			\$ 306,848
Equities	1,624,408			1,624,408
<b>TOTAL ASSETS AT FAIR VALUE</b>	<b>\$ 1,931,256</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 1,931,256</b>

Investment return in the statement of activities is reported net of investment expenses and is summarized as follows at December 31:

	2024	2023
Interest and dividends	\$ 144,527	\$ 68,998
Unrealized gain	33,225	19,034
<b>TOTAL INVESTMENT RETURN</b>	<b>\$ 177,752</b>	<b>\$ 88,032</b>

NOTES TO THE FINANCIAL STATEMENTS  
BIG RED BARN RETREAT

NOTE D -- FURNITURE AND EQUIPMENT

Furniture and equipment consist of the following as of December 31:

	2024	2023
Furniture and equipment	\$ 85,902	\$ 35,731
Construction in progress	-	34,222
Less accumulated depreciation	(37,517)	(24,686)
TOTAL FURNITURE AND EQUIPMENT, NET	<u>\$ 48,385</u>	<u>\$ 45,267</u>

Depreciation expense was \$12,831 and \$6,261 for the years ending December 31, 2024 and 2023, respectively.

NOTE E -- IN-KIND REVENUE AND EXPENSE

The Retreat receives in-kind amounts for the value of the 75 acre farm where the Retreat operates. In kind expenses were evaluated by a third party professional real estate broker based on the fair rental value if the complex was leased to a third party rather than donated to the Retreat. In assessing the fair value, lease rates for comparable farms in the area were used to evaluate the in-kind contribution for the donated value of the property in which the Retreat is located on. The value of the donated rental expense received was \$480,000 and \$225,000 for the years ended December 31, 2024 and 2023, respectively.

NOTE F -- RELATED PARTY TRANSACTIONS

For the years ended December 31, 2024 and 2023, a substantial portion of revenue was derived from a Board member. Additionally, the use of the property of the Retreat and reflected as in-kind revenue and in-kind expense was made by the same person.

NOTE G -- NET ASSETS WITH DONOR RESTRICTIONS

Net assets with donor restrictions are available for the following programs at December 31:

	2024	2023
Yoga/Tai Chi/TM	\$ 22,500	\$ -
Generator	-	11,105
Healing Arts	20,397	-
TOTAL NET ASSETS WITH DONOR RESTRICTIONS	<u>\$ 42,897</u>	<u>\$ 11,105</u>

NOTES TO THE FINANCIAL STATEMENTS  
*BIG RED BARN RETREAT*

NOTE H -- LIQUIDITY AND AVAILABILITY OF RESOURCES

The following table reflects the Retreat's financial assets as of December 31, 2024 and 2023, reduced by amounts not available for general expenditure within one year. Financial assets are considered unavailable when illiquid or not convertible to cash within one year, or because the Board of Directors has set aside the funds for a specific contingency reserve.

	<u>2024</u>	<u>2023</u>
Financial assets:		
Cash and cash equivalents	\$ 1,139,102	\$ 1,140,721
Accounts receivable	10,426	-
Investments	<u>2,617,133</u>	<u>1,931,256</u>
Total Financial Assets	3,766,661	3,071,977
Less those unavailable for general expenditure within one year, due to:		
Funds with donor restrictions	<u>(42,897)</u>	<u>(11,105)</u>
FINANCIAL ASSETS TO MEET CASH NEEDS FOR GENERAL EXPENDITURES WITHIN ON YEAR	<u>\$ 3,713,338</u>	<u>\$ 3,060,872</u>