BOYS AND GIRLS CLUBS OF THE NORTHWEST SUBURBS

ANNUAL FINANCIAL REPORT

BOYS & GIRLS CLUBS
OF THE NORTHWEST SUBURBS

FOR THE FISCAL YEAR ENDED
AUGUST 31, 2025

20 S. Grove Street, Suite 201
Carpentersville, IL 60110
Phone: 847.551.4309
www.bgcnws.org

BOYS AND GIRLS CLUBS OF THE NORTHWEST SUBURBS

TABLE OF CONTENTS

PAGE

FINANCIAL SECTION

INDEPENDENT AUDITORS' REPORT 1

FINANCIAL STATEMENTS

Statement of Financial Position 4
Statement of Activities 5
Statement of Cash Flows 6
Statement of Functional Expenses 7

Notes to Financial Statements 8

FINANCIAL SECTION

INDEPENDENT AUDITOR'S REPORT

This section includes the opinion of the Club’s independent auditing firm.

Lauterbach & Amen
668 N. River Road
Naperville, IL 60563
630.393.1483
lauterbachamen.com

INDEPENDENT AUDITOR'S REPORT

February 26, 2026

Members of the Board of Directors
Boys and Girls Clubs of the Northwest Suburbs
Carpentersville, Illinois

Report on the Audit of the Financial Statements

Opinion

We have audited the accompanying financial statements of the Boys and Girls Clubs of the Northwest Suburbs (the Club) (a nonprofit organization), which comprise the statement of financial position as of August 31, 2025, and the related statements of activities, cash flows, and functional expenses for the year then ended, and the related notes to the financial statements.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the Boys and Girls Clubs of the Northwest Suburbs, as of August 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 auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the Club 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.

Responsibilities of Management 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 the Club'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 and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

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

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the 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 Club'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 Club'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.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated February 26, 2026, on our consideration of the Club's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Club's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Club's internal control over financial reporting and compliance.

Lauterbach & Amen, LLP

LAUTERBACH & AMEN, LLP

FINANCIAL STATEMENTS

BOYS AND GIRLS CLUBS OF THE NORTHWEST SUBURBS

Statement of Financial Position
August 31, 2025

ASSETS	
Current Assets	
Cash and Investments	$ 4,321,788
Promises to Give	533,378
Grants and Other Receivables	1,203,719
Prepaid Expenses	97,467
Total Current Assets	6,156,352
Noncurrent Assets	
Promises to Give	329,050
Capital Assets	
Nondepreciable	882,180
Depreciable	1,292,934
Accumulated Depreciation	(784,149)
Total Capital Assets	1,390,965
Total Noncurrent Assets	1,720,015
Total Assets	7,876,367
LIABILITIES	
Current Liabilities	
Accounts Payable	129,618
Accrued Payroll	174,149
Scholarship Funds Payable	13,931
Deferred Revenue	35,492
Held for Member Groups	59,071
Compensated Absences	27,292
Total Current Liabilities	439,553
Noncurrent Liabilities	
Compensated Absences	109,166
Total Liabilities	548,719
NET ASSETS	
With Donor Restrictions	877,428
Without Donor Restrictions	6,450,220
Total Net Assets	7,327,648

The notes to the financial statements are an integral part of this statement.

BOYS AND GIRLS CLUBS OF THE NORTHWEST SUBURBS

Statement of Activities
For the Fiscal Year Ended August 31, 2025

	Without Donor Restrictions	With Donor Restrictions	Totals
Revenues and Other Support			
Contributions	$ 756,254	569,500	1,325,754
Grants	3,294,937	—	3,294,937
Special Events, Less Direct Expense of $115,878	610,668	—	610,668
Program Revenue	1,536,728	—	1,536,728
Interest	189,850	—	189,850
Contributed Nonfinancial Assets - Program Space	100,000	—	100,000
Net Assets Released from Restrictions	581,054	(581,054)	—
Total Revenues and Other Support	7,069,491	(11,554)	7,057,937
Expenses			
Programs Services	4,753,067	—	4,753,067
Supporting Services			
Management and General	1,062,090	—	1,062,090
Fundraising	365,240	—	365,240
Total Expenses	6,180,397	—	6,180,397
Change in Net Assets	889,094	(11,554)	877,540
Net Assets - Beginning	5,561,126	888,982	6,450,108
Net Assets - Ending	6,450,220	877,428	7,327,648

The notes to the financial statements are an integral part of this statement.

BOYS AND GIRLS CLUBS OF THE NORTHWEST SUBURBS

Statement of Cash Flows
For the Fiscal Year Ended August 31, 2025

Cash Flows from Operating Activities	
Increase (Decrease) in Net Assets	$ 877,540
Cash Flows from Capital and Related Financing Activities	
Purchase of Capital Assets	(463,511)
Adjustments to Reconcile Changes in Unrestricted Net Assets to	
Net Cash Provided by Operating Activities:	
Depreciation Expense	129,076
(Increase) Decrease in Current Assets	93,215
Increase (Decrease) in Current Liabilities	220,200
	442,491
Increase (Decrease) in Cash and Cash Equivalents	856,520
Cash and Cash Equivalents - Beginning	3,465,268
Cash and Cash Equivalents - Ending	4,321,788
Noncash Operating Activities	
Contributed Nonfinancial Assets - Program Space	100,000
Contributed Nonfinancial Assets - Expenses	(100,000)
	—

The notes to the financial statements are an integral part of this statement.

BOYS AND GIRLS CLUBS OF THE NORTHWEST SUBURBS

Statement of Functional Expenses
For the Fiscal Year Ended August 31, 2025

	Program Services	Management and General	Fundraising	Totals
Salaries and Wages	$ 3,155,094	491,001	139,293	3,785,388
Employment Taxes	203,605	34,762	9,932	248,299
Benefits	347,958	59,408	16,974	424,340
Employee Screening	5,321	908	260	6,489
Professional Fees	64,125	180,109	120,664	364,898
Program Supplies and Expenses	532,871	—	1,001	533,872
Occupancy	114,153	10,551	3,015	127,719
Transportation	92,617	—	—	92,617
Fees and Charges	—	16,987	2,335	19,322
Software	43,610	6,814	17,716	68,140
Dues	—	42,004	—	42,004
Recognition and Outreach	—	—	30,047	30,047
Conferences and Meetings	—	43,919	13,706	57,625
Depreciation	114,879	14,197	—	129,076
Insurance	47,814	8,335	2,332	58,481
Repairs	1,263	—	—	1,263
Printing and Publication		—	7,146	7,146
Rental and Maintenance of Equipment	18,541	—	—	18,541
Postage and Shipping	—	727	819	1,546
Contributed Nonfinancial Assets - Program Space	—	100,000	—	100,000
Office Supplies and Equipment	—	42,745	—	42,745
Miscellaneous	11,216	9,623	—	20,839
	4,753,067	1,062,090	365,240	6,180,397

The notes to the financial statements are an integral part of this statement.

NOTE 1 - NATURE OF ORGANIZATION

The Boys and Girls Clubs of the Northwest Suburbs's (the Club) is an Illinois nonprofit organization that is affiliated with Boys and Girls Club of America (BGCA), a well-established, well-respected national organization devoted to working with at-risk youth. The BGCA goal is to help these at-risk youth become productive citizens. The Club works with children ages 6 through 18 and offers them a wide variety of recreational and educational programs. The Club also offers guidance and counseling. Through these services, the Club hopes to develop positive self-esteem for the individuals involved in the programs. Most of the Club's funding is provided by grants from various sources. Other support is provided by contributions from fundraising, program fees, local companies and individuals. The Club conducts the following programs:

Education and Career Development - This program enables youth to become proficient in basic educational disciplines, apply learning to everyday situations, and embrace technology to achieve success in a career. Activities include homework assistance, tutoring, computer skills training, job shadowing, cooking club, and various other educational games and activities.

Health and Life Skills - This program develops young people's capacity to engage in positive behaviors that nurture their own well-being, set personal goals, and live successfully as self-sufficient adults. Activities include drug education, gang resistance, cultural appreciation, diversity training, and peer chat.

Character and Leadership Development - This program empowers youth to support and influence their Club and community, sustain meaningful relationships with others, develop a positive self-image, participate in the democratic process, and respect their own and others' cultural identities. Activities include teen dances, garbage clean-up projects, leadership conferences, and other various community service projects.

The Arts - This program enables youth to develop their creativity and cultural awareness through knowledge and appreciation of the visual arts, crafts, performing arts, and creative writing. Activities include arts and crafts, digital photography, digital movie-making, digital music-making, choir, mural making, and dance club.

Sports Fitness and Recreation - This program develops fitness, positive use of leisure time, skills for stress management, appreciation for the environment, and social skills. Activities include basketball competition, games room tournaments, outdoor games and activities, fitness activities and training, field trips, and much more.

Technology - This program provides training and resources to make members effective users of technology. The technology program teaches members technical skills and integrates technology into core program areas. Each program emphasizes the safe, ethical use of technology and explores high-tech career options.

Teen REACH - This program empowers youth, ages 6 through 17 years, to develop positive expectations for their future success through structured activities during non-school hours. The purpose of this program is to increase academic success and reduce risk-taking behaviors such as substance abuse and involvement in criminal and gang activities. Young people are encouraged to look to their futures and see the rewards of positive self-esteem.

21st Century - This program provides academic enrichment opportunities during non-school hours for children, particularly students who attend high-poverty and low-performing schools. The program helps students meet state and local student standards in core academic subjects, such as reading and math; offers students a broad array of enrichment activities that can complement their regular academic programs; and offers literacy and other educational services to the families of participating children.

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of Accounting

The financial statements are prepared using the accrual basis of accounting in which revenue is recognized when earned and expenses are recognized when incurred.

Net Assets

Net assets of the Club and changes therein are classified and reported as follows:

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 Club's management and the Board of Directors.

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 Club or by the passage of time. Other donor restrictions are perpetual in nature, where by the donor has stipulated the funds be maintained in perpetuity.

Donor restricted contributions are reported as increases in net assets with donor restrictions. When a restriction expires, net assets are reclassified from net assets with donor restrictions to net assets without donor restrictions in the Statement of Activities.

Use of Estimates

The preparation of financial statements in accordance 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 reported period. Actual results could differ from those estimates.

Revenue Recognition

The Club recognizes contributions when cash, securities, or other assets; an unconditional promise to give; or a notification of a beneficial interest is received. Conditional promises to give - that is, those with a measurable performance or other barrier and a right of return - are not recognized until the conditions on which they depend have been met.

Contributed Revenue

The Club recognizes revenue as it satisfies a performance obligation by transferring control over a product or a service to a customer. Revenue is measured at the transaction price, which is based on the amount of consideration that the Club expects to receive in exchange for transferring the promised good or service to the customer. Program fees and payments under cost-reimbursable contracts in advance are deferred to the applicable period in which the related services are performed, or expenses are incurred, respectively.

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

Contributed Revenue - Continued

A portion of the Club's revenue relates to contributions from donors, program service fees, and special event revenues. Management has evaluated its program service revenue and concluded that the fees they receive do not meet the definition of a contract because they do not meet the probability of collection criteria. The program participants are typically allowed to attend the programs even if they choose to make a partial payment, or no payment at all. Therefore these fees are recognized in revenue at a point in time, when received.

Special event revenues, which include registration fees or ticket purchases, sponsorships and purchase of auction items or raffle tickets, are recorded equal to the cost of direct benefits to donors, and contribution revenue for the difference. If the direct benefit portion of the amounts are received in advance of the event, they are deferred and recognized when the event occurs.

Accounts receivable is recorded net of an applicable allowance for credit losses. The Club makes estimates of the uncollectability of its accounts receivable based on historical performance and projected trends. The Club analyzes accounts receivable and historical bad debt levels, customer/grantor credit worthiness, and current economic trends when evaluating the adequacy of the allowance for credit losses.

At August 31, 2025, contributions of $35,492, have not been recognized in the Statement of Activities because the conditions on which they depend have not yet been met. All of these conditions relate to timing of when the programs, grants, and contributions are set to occur.

Cash and Investments

For the purpose of the Statement of Financial Position and Statement of Cash Flows, the Club's cash and cash equivalents are considered to be cash on hand, demand deposits and short-term investments with original maturities of three months or less from the date of purchase. Investments are generally reported at fair value. Short-term investments are reported at cost, which approximates fair value.

Fair Value Measurements

Fair value is defined as the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants as of a given measurement date. Fair value measurements are based on three-level hierarchy based on the reliability of observable and unobservable inputs as follows:

> Level 1 - Valuations are based on quoted prices in active markets for identical assets or liabilities that the entity has the ability to access at the measurement date.
> Level 2 - Valuations are based on quoted prices for similar assets or liabilities in active markets; quoted prices for identical or similar assets or liabilities in markets that are not active; and model-derived valuations whose significant inputs are observable.
> Level 3 - Valuations are based on unobservable inputs for the assets or liability that reflect the reporting entity's own data and assumptions that market participants would use in pricing the asset or liability.

Investment Income

The Club records investment income earned on net assets with donor restrictions and without donor restrictions as without donor restrictions revenue.

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

Promises to Give

Promises to give consist of unconditional promised to give to the Club. The carrying amount of promises to give may be recorded by a valuation allowance based on management's assessment of the collectability of specific promise to give balances. Promises to give expected to be collected in future years are initially recorded at fair value using present value techniques incorporating risk-adjusted discount rates designed to reflect the assumptions market participants would use in pricing the asset.

Capital Assets

Capital assets purchased or acquired with an original cost of $5,000 or more are reported at historical cost or estimated historical cost. Depreciation on all assets is computed and recorded using the straight-line method of depreciation over the following estimated useful lives:

Furniture and Fixtures	7 Years
Leasehold Improvements	10 Years
Machinery and Equipment	5 - 7 Years
Vehicles	7 - 10 Years

Compensated Absences

The Club accrues accumulated unpaid vacation and associated employee-related costs when earned (or estimated to be earned) by the employee.

Income Taxes

The Club is exempt from income tax under IRC section 501(c)(3), and similarly, is exempt from State of Illinois taxes under the Illinois Tax Act Section 205(a), though it is subject to tax on income unrelated to its exempt purpose, unless that income is otherwise excluded by the Code. The Club has processes presently in place to ensure the maintenance of its tax-exempt status; to identify and report unrelated income; to determine its filing and tax obligations in jurisdictions for which it has nexus; and to identify and evaluate other matters that may be considered tax positions. The Club has determined that there are no material uncertain tax positions that require recognition or disclosure in the financial statements. There was no unrelated business income for the year ended August 31, 2025.

The Club's Forms 990, *Return of Organization Exempt from Income Tax*, are subject to examination by the IRS, generally, for three years after they were filed. Annual filings with the State of Illinois are, similarly, subject to examination.

Functional Allocation of Expenses

The costs of providing the various programs and supporting services have been summarized on a functional basis in the statement of functional expenses. Functional expenses which are not directly attributable to one function are allocated between program, management and general, and fundraising services based on the number of employees involved, the amount of time spent, the percentage of their salary associated with the time and on estimated made by the Club's management.

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

Donated Services

The Club recognizes donated services as revenue at their estimated fair value when they create or enhance nonfinancial assets or they require specialized skills which would need to be purchased if they were not donated. The Club receives a significant amount of donated services from 91 volunteers who donated 195 hours of their time to perform a variety of tasks that assist the Club in carrying out their mission. The value of these services has not been recognized in the statements of activities since these services do not meet the criteria for recognition as contributed services.

NOTE 3 - CASH AND INVESTMENTS

At year-end the carrying amount of the Club's cash deposits totaled $2,536,266 and the bank balances totaled $2,611,957. At year-end $1,361,957 of the bank balance of the deposits was not covered by federal depository.

The Club's investments at August 31, 2025 consisted of the following:

		Investment Maturities (in Years)			
	Fair	Less Than			More Than
Investment Type	Value	1	1-5	6-10	10
Mutual Funds	$ 1,679,626	1,679,626	—	—	—
Exchange Transfer Fund	105,896	105,896	—	—	—
	1,785,522	1,785,522	—	—	—

The Club has the following recurring fair value measurements as of year-end:

- Mutual Funds of $1,679,626 are valued using quoted market prices (Level 1 inputs)
- Exchange Transfer Fund of $105,896 are valued using quoted market prices (Level 1 inputs)

NOTE 4 - INVESTMENTS

Investment return for the year ended August 31, 2025 consists of the following:

Interest and Dividends	$	68,230
Unrealized Gain/(Loss) on Investments		121,620
Total		189,850

NOTE 5 - PROMISES TO GIVE

Promises to give consist of the following at August 31, 2025:

Current Portion	$	533,378
Noncurrent Portion (Receivable from 1 to 5 Years)		345,250
Less: Discount on Long-Term Receivables		(16,200)
		862,428

NOTE 6 - AVAILABILITY AND LIQUIDITY

The following represents the Club's financial assets at August 31, 2025:

Financial Assets at Year End:		
Cash and Investments	$	4,321,788
Promises to Give		533,378
Grants and Other Receivables		1,203,719
		6,058,885
Less Amounts not Available to be used within one year		
Net Assets with Donor Restrictions		877,428
Financial Assets Available to Meet General Expenses over the Next Twelve Months		5,181,457

It is the policy of the Club to invest cash in excess of daily requirements in short-term investments. To assist in managing unanticipated liquidity needs, the Club has a committed line of credit in the amount of $500,000 which it could draw upon. Additionally, the Club has unrestricted investment accounts that could be assessed for short-term liquidity needs if necessary. The Club receives financial assets with donor restrictions for specific spending. These assets are not available for general operations and are tracked and accounted for separately. The Club has identified the liquidity goal to maintain cash and short-term investments available for operating expenditures to meet 90 days of normal operating expenses. Assuming subsequent year's revenues are fairly consistent, the Club should have sufficient funds to meet its operating needs.

NOTE 7 - CAPITAL ASSETS

Capital asset activity for the year was as follows:

	Beginning Balances	Increases	Decreases	Ending Balances
Nondepreciable Capital Assets				
Construction in Progress	$ 418,669	463,511	—	882,180
Depreciable Capital Assets				
Furniture and Fixtures	87,371	—	—	87,371
Leasehold Improvements	948,756	—	—	948,756
Machinery and Equipment	136,142	—	—	136,142
Vehicles	120,665	—	—	120,665
	1,292,934	—	—	1,292,934
Less Accumulated Depreciation				
Furniture and Fixtures	56,594	10,680	—	67,274
Leasehold Improvements	419,291	94,092	—	513,383
Machinery and Equipment	102,827	14,246	—	117,073
Vehicles	76,361	10,058	—	86,419
	655,073	129,076	—	784,149
Net Capital Assets	1,056,530	334,435	—	1,390,965

NOTE 8 - COMPENSATED ABSENCES

Changes in compensated absences liability during the fiscal year were as follows:

	Beginning Balances	Issuances	Retirements	Ending Balances	Due In One Year
Compensated Absences	$ 85,833	101,250	50,625	136,458	27,292

NOTE 9 - NET ASSETS

With Donor Restrictions

Net Assets with donor restrictions was comprised of the following:

With Donor Restrictions		
Woodland Campaign	$	483,800
Operating Expenses		15,000
Individual Restrictions		
Barbara Ferguson		13,128
Rob Gorman		10,000
Foglia Family Foundation		200,000
Jim Lapetina		9,500
Mark and Linda Krueger		60,000
Patrick and Cindy Galley		80,000
Ernie and Claudia Gamino		6,000
		877,428

Net Assets Released from Restrictions

Net assets were released from donor restrictions by the occurrence of expenses satisfying the purpose restrictions specified by the donor as follows:

Purpose Restricted		
Woodland Campaign	$	350,000
Discount		(90,703)
Individual Restrictions		
Barbara Ferguson		7,757
Ernie and Claudia Gamino		4,000
Foglia Family Foundation		100,000
Kimberly T. Duchossois		200,000
Rob Gorman		10,000
		581,054

Without Donor Restrictions

Net Assets without donor restrictions was comprised of the following:

Without Donor Restrictions	$	6,450,220

NOTE 10 - CONTRIBUTED NONFINANCIAL ASSETS

For the year ended August 31, 2025, contributed nonfinancial assets recognized with the Statement of Activities included:

Program Space	$ 100,000

The Club recognized contributed nonfinancial assets within revenue, including program space. All the contributed nonfinancial assets did not have any donor-imposed restrictions. Contributed program space was used to provide a location for various programs hosted by the Club. In valuing program space the Club estimated the fair value based on the 12,500 square footage of program space donated, at a market rate of $8 per square foot annually.

NOTE 11 - LINE OF CREDIT

The Club has a $500,000 revolving line of credit, due on demand. It has an interest rate of 6.5% and is collateralized by the Club's general business assets. As of August 31, 2025 there was no balance due on the line of credit. The line of credit is automatically extended annually.

NOTE 12 - RETIREMENT PLAN

Effective January 1, 2009, the Club has established a 401(k) retirement plan through the Boys and Girls Club of America. Contributions are made throughout the year at 5% of the qualified employee's salary. Retirement plan contributions were $143,795 for the year ended August 31, 2025.

NOTE 13 - RELATED PARTY

The Club benefits from contributions from board members and key employees. Aggregated contributions were received from board members in the amount of $434,100 during the year. This constitutes 8.3% of total support for the year ended August 31, 2025.