GREAT MIAMI VALLEY YMCA
FINANCIAL STATEMENTS AND
SINGLE AUDIT COMPLIANCE REPORTS
(UNDER UNIFORM GUIDANCE)
DECEMBER 31, 2025 AND 2024

CONTENTS

holbrook
&manter

INDEPENDENT AUDITORS' REPORT

The Board of Trustees
Great Miami Valley YMCA
Hamilton, Ohio

Report on the Audit of the Financial Statements

Opinion
We have audited the accompanying financial statements of the **Great Miami Valley YMCA,** (the Association), which comprise the statements of financial position as of **December 31, 2025 and 2024**, and the related statements of activities and changes in net assets, functional expenses and cash flows for the years 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 Association as of **December 31, 2025 and 2024**, and the changes in net assets and cash flows for the years then ended in conformity with accounting principles generally accepted in the United States of America.

Basis for Opinion
We have conducted our audit in accordance with auditing standards generally accepted in the United States of America (US GAAS) and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States (*Government Auditing Standards*). 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 Association 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; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

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 Association's ability to continue as a going concern within one year after the date that the financial statements are available to be issued.

Auditors' Responsibilities for 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 US GAAS 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 US GAAS 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 Association'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 Association's ability to continue as a going concern for a reasonable period of time.

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

Supplementary Information
Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The accompanying schedule of expenditures of federal awards, as required by Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, is presented for purposes of additional analysis and is not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the schedule of expenditures of federal awards is fairly stated, in all material respects, in relation to the financial statements as a whole.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have issued our report dated May 20, 2026 on our consideration of the Organization'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 Organization'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 of the Organization's internal control over financial reporting and compliance.

Holbrook & Manter

Certified Public Accountants

May 20, 2026
Columbus, Ohio

GREAT MIAMI VALLEY YMCA
STATEMENTS OF FINANCIAL POSITION
DECEMBER 31, 2025 AND 2024

ASSETS

	2025	2024
Cash and cash equivalents	$ 1,860,602	$ 4,991,466
Custodian cash - restricted cash	102,720	102,720
Accounts receivable, net	308,571	418,513
Contributions receivables, net	83,377	97,211
Inventory and supplies	17,375	12,218
Investments, at fair value	17,581,887	12,230,574
Right of use assets - operating leases	83,411	41,571
Property and equipment, net	23,141,065	19,697,152
Prepaids and other assets	78,467	2,000
Interest rate swap agreements	(126,345)	574
Total assets	$ 43,131,130	$ 37,593,999

LIABILITIES AND NET ASSETS

	2025	2024
LIABILITIES:-		
Accounts payable	$ 1,026,291	$ 479,157
Accrued expenses	316,565	276,149
Deferred revenue	832,071	4,639,870
Operating leases liability	83,411	41,570
Financing leases liability	524,648	149,510
Custodial funds	102,720	102,720
Notes payable	8,274,488	9,016,312
Total liabilities	11,160,194	14,705,288
NET ASSETS:-		
Without donor restriction	23,779,438	15,086,945
With donor restriction	8,191,498	7,801,766
Total net assets	31,970,936	22,888,711
Total liabilities and net assets	$ 43,131,130	$ 37,593,999

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

GREAT MIAMI VALLEY YMCA
STATEMENTS OF ACTIVITIES AND CHANGES IN NET ASSETS
FOR THE YEARS ENDED DECEMBER 31, 2025 AND 2024

	2025			2024		
SUPPORT AND REVENUES:-	Without Donor Restriction	With Donor Restriction	Total	Without Donor Restriction	With Donor Restriction	Total
Contributions and grants	$ 9,544,371	$ 115,324	$ 9,659,695	$ 1,571,606	$ 150,000	$ 1,721,606
United Way	30,219	0	30,219	12,520	0	12,520
Membership dues	6,761,474	0	6,761,474	5,859,196	0	5,859,196
Program service fees	4,149,536	0	4,149,536	4,034,564	0	4,034,564
Sales of inventory	37,074	0	37,074	42,141	0	42,141
Interest and dividend income, net of fees	245,905	146,189	392,094	203,419	132,510	335,929
Miscellaneous	558,639	0	558,639	519,126	0	519,126
Net assets released from restrictions	843,882	(843,882)	0	1,188,735	(1,188,735)	0
Total support and revenues	22,171,100	(582,369)	21,588,731	13,431,307	(906,225)	12,525,082
EXPENSES:-						
Program expenses:						
Booker T. Washington Community Center	1,481,819	0	1,481,819	460,883	0	460,883
Hamilton-Central	705,785	0	705,785	682,127	0	682,127
Family Branch-Fitton	1,091,966	0	1,091,966	1,037,089	0	1,037,089
Family Branch-East Butler	2,349,680	0	2,349,680	2,206,720	0	2,206,720
Family Branch-Fairfield	1,143,694	0	1,143,694	1,120,805	0	1,120,805
Camp Campbell Gard	1,336,361	0	1,336,361	1,308,676	0	1,308,676
Middletown	900,821	0	900,821	922,447	0	922,447
Atrium	1,678,895	0	1,678,895	1,515,156	0	1,515,156
Childcare	2,341,909	0	2,341,909	2,296,539	0	2,296,539
Total program expenses	13,030,930	0	13,030,930	11,550,442	0	11,550,442
Support services:						
General and administrative	1,399,962	0	1,399,962	1,311,247	0	1,311,247
Development and fundraising	180,255	0	180,255	177,044	0	177,044
Total support expenses	1,580,217	0	1,580,217	1,488,291	0	1,488,291
Total expenses	14,611,147	0	14,611,147	13,038,733	0	13,038,733
Change in net assets from operations	7,559,953	(582,369)	6,977,584	392,574	(906,225)	(513,651)
OTHER INCOME / (EXPENSE)						
Realized and unrealized gains	1,131,107	972,101	2,103,208	687,035	1,064,059	1,751,094
Changes in fair value of interest rate swaps	(126,919)	0	(126,919)	(112,250)	0	(112,250)
Gain on sale of fixed assets	128,352	0	128,352	3,400	0	3,400
Total change in net assets	8,692,493	389,732	9,082,225	970,759	157,834	1,128,593
Total net assets beginning of year	15,086,945	7,801,766	22,888,711	14,116,186	7,643,932	21,760,118
Total net assets end of year	$ 23,779,438	$ 8,191,498	$ 31,970,936	$ 15,086,945	$ 7,801,766	$ 22,888,711

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

GREAT MIAMI VALLEY YMCA
STATEMENT OF FUNCTIONAL EXPENSES
FOR THE YEAR ENDED DECEMBER 31, 2025

	Program Services										Support Services		
	Booker T Wash Com Ctr.	Hamilton Central	Fitton	East Butler	Fairfield	Camp Campbell Gard	Middletown	Atrium	Childcare	Total program expenses	General and Administrative	Development and Fundraising	Total Expenses
Salaries	$ 206,315	$ 282,219	$ 531,880	$ 933,750	$ 461,409	$ 339,476	$ 258,044	$ 511,020	$ 1,536,055	$ 5,060,168	$ 746,918	$ 102,933	$ 5,910,019
Employee benefits	30,003	51,475	52,672	94,922	36,533	36,899	31,099	51,347	118,079	503,029	100,032	16,716	619,777
Payroll taxes	16,188	21,618	43,360	74,531	37,278	42,766	20,813	43,183	134,480	434,217	66,603	6,900	507,720
Total salaries and related	252,506	355,312	627,912	1,103,203	535,220	419,141	309,956	605,550	1,788,614	5,997,414	913,553	126,549	7,037,516
Professional fees	1,133,327	36,013	54,198	100,747	59,870	106,790	39,232	71,497	119,213	1,720,887	265,337	29,385	2,015,609
Purchases	779	28	(409)	8,782	(106)	8,213	368	(338)	0	17,317	0	0	17,317
Supplies	19,017	29,754	43,739	120,408	57,706	207,128	36,368	61,950	234,281	810,351	41,187	0	851,538
Telephone	9,694	17,397	12,039	14,742	13,140	9,124	17,923	17,534	2,102	113,695	12,284	0	125,979
Postage	0	0	17	1,790	0	993	0	88	0	2,888	7,205	0	10,093
Occupancy	43,560	210,757	206,338	561,827	293,554	380,724	322,087	329,674	111,828	2,460,349	65,577	0	2,525,926
Printing and publication	1,767	1,559	1,753	2,870	2,190	49,845	1,897	4,562	29,307	95,750	31,320	23,221	150,291
Travel, meals, and entertainment	2,016	606	582	3,059	620	3,258	1,053	1,835	27,947	40,976	16,623	0	57,599
Conference and meetings	(987)	1,955	0	1,216	0	2,462	0	1,604	0	6,250	0	0	6,250
Organizational dues	8,053	7,154	12,878	32,910	14,309	12,878	10,426	17,440	28,617	144,665	17,268	1,100	163,033
Awards and grants	12,087	0	0	0	0	0	0	0	0	12,087	16,000	0	28,087
Interest	0	0	30,274	105,352	31,814	0	0	254,067	0	421,507	0	0	421,507
Total expense before depreciation	1,481,819	660,535	989,321	2,056,906	1,008,317	1,200,556	739,310	1,365,463	2,341,909	11,844,136	1,386,354	180,255	13,410,745
Depreciation	0	45,250	102,645	292,774	135,377	135,805	161,511	313,432	0	1,186,794	13,608	0	1,200,402
Total expenses	$ 1,481,819	$ 705,785	$ 1,091,966	$ 2,349,680	$ 1,143,694	$ 1,336,361	$ 900,821	$ 1,678,895	$ 2,341,909	$ 13,030,930	$ 1,399,962	$ 180,255	$ 14,611,147

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

GREAT MIAMI VALLEY YMCA
STATEMENT OF FUNCTIONAL EXPENSES
FOR THE YEAR ENDED DECEMBER 31, 2024

	Program Services										Support Services		
	Booker T Wash Com Ctr.	Hamilton Central	Fitton	East Butler	Fairfield	Camp Campbell Gard	Middletown	Atrium	Childcare	Total program expenses	General and Administrative	Development and Fundraising	Total Expenses
Salaries	$ 239,364	$ 304,852	$ 516,152	$ 903,547	$ 483,909	$ 365,011	$ 277,039	$ 462,433	$ 1,582,092	$ 5,134,399	$ 686,275	$ 99,714	$ 5,920,388
Employee benefits	33,002	48,511	41,216	89,640	38,469	41,637	24,501	44,922	110,356	472,254	127,608	16,077	615,939
Payroll taxes	18,663	23,252	41,042	70,561	38,404	35,747	21,774	35,802	127,539	412,784	61,283	7,315	481,382
Total salaries and related	291,029	376,615	598,410	1,063,748	560,782	442,395	323,314	543,157	1,819,987	6,019,437	875,166	123,106	7,017,709
Professional fees	42,930	32,560	50,719	96,115	59,438	94,089	35,834	57,699	99,896	569,280	261,684	23,451	854,415
Purchases	358	10	245	8,636	75	13,873	19	455	0	23,671	0	0	23,671
Supplies	26,819	21,690	36,122	128,054	52,681	232,359	36,041	59,244	208,749	801,759	11,957	0	813,716
Telephone	9,036	16,833	11,844	14,377	12,735	8,296	17,503	18,577	4,818	114,019	12,474	0	126,493
Postage	0	0	0	2,000	0	42	0	18	0	2,060	964	0	3,024
Occupancy	61,500	180,239	178,023	461,884	237,098	343,271	355,943	245,685	78,565	2,142,208	66,459	0	2,208,667
Printing and publication	11,421	182	857	2,655	2,356	15,057	2,098	3,254	7,863	45,743	32,045	29,387	107,175
Travel, meals, and entertainment	2,937	1,463	3,731	8,284	2,271	3,392	637	4,548	36,567	63,830	18,582	0	82,412
Conference and meetings	(485)	533	0	201	0	2,083	0	96	0	2,428	0	0	2,428
Organizational dues	6,682	8,353	11,694	36,753	16,706	18,376	8,758	20,312	40,094	167,728	15,981	1,100	184,809
Awards and grants	8,656	0	0	0	0	0	0	0	0	8,656	0	0	8,656
Interest	0	71	28,367	99,807	30,224	71	71	241,489	0	400,100	0	0	400,100
Total expense before depreciation	460,883	638,549	920,012	1,922,514	974,366	1,173,304	780,218	1,194,534	2,296,539	10,360,919	1,295,312	177,044	11,833,275
Depreciation	0	43,578	117,077	284,206	146,439	135,372	142,229	320,622	0	1,189,523	15,935	0	1,205,458
Total expenses	$ 460,883	$ 682,127	$ 1,037,089	$ 2,206,720	$ 1,120,805	$ 1,308,676	$ 922,447	$ 1,515,156	$ 2,296,539	$ 11,550,442	$ 1,311,247	$ 177,044	$ 13,038,733

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

GREAT MIAMI VALLEY YMCA
STATEMENTS OF CASH FLOW
FOR THE YEARS ENDED DECEMBER 31, 2025 AND 2024

	2025	2024
CASH FLOWS FROM OPERATING ACTIVITIES:-		
Change in net assets	$ 9,082,225	$ 1,128,593
Adjustments to reconcile the change in total net assets to net cash provided by operating activities:-		
Depreciation and amortization expense	1,200,402	1,205,458
Amortization of debt issuance costs	18,376	17,951
Net realized and unrealized gains on investments	(2,103,208)	(1,751,094)
Change of fair value of interest rate swaps	126,919	112,250
Changes in assets and liabilities:		
Accounts receivable, net	109,942	(64,413)
Contributions receivable	13,834	28,524
Inventories	(5,157)	3,016
Prepaids	(76,467)	0
Accounts payable	547,134	36,741
Accrued expenses	40,416	17,898
Deferred revenue	(3,807,798)	2,681,345
Custodial funds	0	(368)
Net cash provided by operating activities	5,146,618	3,415,901
CASH FLOWS FROM INVESTING ACTIVITIES:-		
Purchases of property and equipment	(4,644,315)	(685,235)
(Purchase) proceeds from investments	(3,248,105)	1,264,316
Net cash (used) provided by investing activities	(7,892,420)	579,081
CASH FLOWS FROM FINANCING ACTIVITIES:-		
Payments on notes payable	(760,200)	(1,688,604)
Payments on financing lease obligations	375,138	(28,597)
Net cash used in financing activities	(385,062)	(1,717,201)
Net change in cash	(3,130,864)	2,277,781
Cash at beginning of the year	5,094,186	2,816,405
Cash at the end of the year	$ 1,963,322	$ 5,094,186
SUPPLEMENTAL DISCLOSURE OF CASH FLOW INFORMATION:-		
Cash paid for:-		
Interest	$ 421,507	$ 400,100
Taxes	$ 0	$ 0
SUPPLEMENTAL DISCLOSURES FOR NONCASH INVESTING AND FINANCING ACTIVITIES		
ROU assets acquired by operating lease	$ 69,100	$ 0
ROU assets acquired by financing lease	$ 493,876	$ 70,835

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

NOTE 1 - GENERAL ORGANIZATION INFORMATION

Organization - The Great Miami Valley YMCA (the Association or the YMCA) is a non-profit association organized under the laws of the State of Ohio. The Association is devoted to the development of a Christian personality and the building of a Christian society. The management of the Association is vested in the Board of Trustees, which is vested with all the power necessary to control the property, finances and policies of the Association. The Association provides, and derives revenue from, memberships and programs that promote a Christian philosophy to residents of Southwestern Ohio. Some of the Association's major classes of programs include aquatics, fitness, sports, childcare, camp and related activities, gymnastics, pre-school, and other health related programs.

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of Presentation - The Association follows the Accounting Standards Codification (ASC) No.958-205-45, "Financial Statements of Not-for-Profit Organizations." Under ASC No. 958-205-45, the Association 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. In addition, the Association is required to present a statement of cash flows.

Use of Estimates - The financial statements of the Association are presented in conformity with accounting principles generally accepted in the United States of America. This presentation requires use of estimates and assumptions made by management that affect certain amounts and disclosures. Accordingly, actual results could differ from those estimates.

Measure of Operations - In its statement of activities, the Association includes in its definition of operations all revenues and expenses that are an integral part of its programs and supporting activities. Nonoperating activity consists primarily of grants, other income, realized and unrealized gains and losses on investments, change in the fair value of interest rate swaps, and gains and losses on the sale of fixed assets.

Cash and Cash Equivalents - The Association maintains cash deposits in certain financial institutions that may exceed federally insured amounts at times. Cash equivalents include short-term investments that have an original maturity of 90 days or less from the purchase date.

Custodian Cash - Custodian cash represents cash that is managed and accounted specifically for participating organizations which use the Association's services and facilities. The cash is not intended to be used for the Association's operating activities.

Accounts Receivable and Employee Retention Credit Receivable - Accounts receivable represents amounts due for program service fees and membership fees.

Accounts receivable are stated at the amount management expects to collect from outstanding balances. Management provides for probable allowance for credit losses through a provision for uncollectible receivables and an adjustment to a valuation allowance based on its assessment of the current status of receivables. Balances that are still outstanding after management has used reasonable collection efforts are written off through a charge to the valuation allowance and a credit to the appropriate accounts receivable. Based on these criteria, an allowance for credit losses in the amount of approximately $83,000 has been provided at December 31, 2025 and 2024.

It is management's policy not to accrue interest on past due accounts as they are typically difficult to collect.

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 Association that are subject to the guidance in FASB ASC 326 were trade accounts receivable.

Contributions Receivable - Unconditional promises to give cash and other assets are reported at fair value at the date the unconditional promise is received. Donor restricted contributions are reported as donor restricted support if they are received with donor stipulations that limit the use of the donated assets. When a donor-stipulated time restriction or purpose restriction expires or is accomplished, net assets with donor restrictions are reclassified as net assets without donor restriction and reported in the statements of activities as net assets released from restrictions. Donor-restricted contributions whose restrictions are met within the same year as received are reported as contributions without donor restriction.

Promises to give, which represents donor pledges for capital projects and annual campaigns are stated at the amount management expects to collect from outstanding balances. Management provides for probable uncollectible amounts through a provision for bad debt expense and an adjustment to a valuation allowance based on its assessment of the current status of individual unconditional pledges. Balances that are still outstanding after management has used reasonable collection efforts are written off through a charge to the valuation allowance and a credit to the applicable promise to give.

Unconditional gifts that are expected to be collected within one year are reported at their net realizable value. Unconditional gifts that are expected to be collected in future years are reported at the present value of estimated future cash flows. Conditional gifts depend on the occurrence of either a specified future and/or uncertain event and are recognized as revenue when the conditions are substantially met and the gift becomes unconditional.

Inventories and Supplies - Inventories and supplies of saleable merchandise are carried at the lower of cost or net realizable value under the first-in, first-out method. Shipping and handling costs on purchases are included in the cost of inventory. Inventories and supplies primarily consist of apparel and fitness accessories.

Assets Limited as to Use - Assets limited as to use include investments of net assets with donor restrictions, custodian cash, and cash and investments designated by the governing board.

Property and Equipment - Purchased property and equipment are stated at cost less accumulated depreciation. Donated property, exceeding $5,000, is recorded at its approximate fair value at the time of donation. The original buildings and equipment at Camp Campbell Gard were purchased with funds with donor restrictions according to the terms of the Ethelyne Grove Gard Gramm will.

Depreciation and amortization is computed on the straight-line basis, based on the estimated useful life of the related assets. The estimated useful lives of the assets range from three years for computer related equipment to forty years for buildings. Maintenance and repair expenses are charged to expense as incurred and improvements and betterments exceeding $5,000 are capitalized. The related property and accumulated depreciation accounts are relieved of applicable amounts when property is retired or otherwise disposed of. Resulting gains or losses are reflected in the statements of activities.

Impairment of Long-Lived Assets - The Association reviews long-lived assets for impairment whenever events or changes in circumstances indicate the carrying amount of an asset may not be recoverable. Recoverability of assets to be held and used is measured by comparison of the carrying amount of an asset to future undiscounted net cash flows expected to be generated by the asset. If such assets are considered to be impaired, the impairment to be recognized is measured by the amount by which the carrying amount of the assets exceeds the fair value of the assets. Assets to be disposed of are reported at the lower of carrying amount or the fair value less the costs to sell.

Management has determined that no impairment exists at December 31, 2025 or 2024.

***Debt Issuance Costs* -** Loan closing costs are being amortized over the life of the related loan. Unamortized costs are presented as a direct deduction from the face amount of the debt. Amortization is included with interest expense in the statement of functional expenses.

Provision for Interest Rate Swap Agreements - The Association makes limited use of derivative instruments for the purpose of managing interest rate risks. Interest rate swap agreements are used to convert the Association's floating rate bond to a fixed rate. The differentials paid or received on the interest rate swap agreements are recognized as adjustments to interest expense.

The provision for interest rate swap agreements is recorded on the statements of financial position at its estimated fair value. Changes in the fair value of the liability are recorded in the statements of activities.

Classifications of Net Assets - Resources are classified into two net asset categories according to donor-imposed restrictions. A description of these categories is as follows:

> Net Assets Without Donor Restriction - Net assets that are not subject to donor-imposed restriction. Net assets without donor restrictions may be used at the discretion of management to support the Association's purposes and operations.
>
> Net Assets With Donor Restriction - Net assets subject to donor-imposed stipulations that may or will be met either by actions of the Association and/or the passage of time and net assets subject to donor-imposed stipulations that they be maintained in perpetuity by the Association. Contributions used to purchase fixed assets per donor restrictions are reclassified to net assets without donor restrictions when the fixed asset is purchased. In addition, net assets with donor restrictions include unappropriated accumulated investment income on endowment funds with no donor-imposed restrictions on the endowment earnings.

Contributed Services and Materials - Donated materials, equipment and skilled volunteer services are reflected as contributions at their estimated fair values at the date of receipt of service. Many individuals volunteer their time and perform a variety of tasks to assist the Association with various assistance programs, including fundraising; however, such contributed time does not meet the specific requirements of accounting standards for recognition in the financial statements.

Revenue Recognition under ASC 606 - The Association should recognize revenue to depict the transfer of promised goods or services to customers in an amount that reflects the consideration for which the entity expects to be entitled in exchange for those good or services. The Association's significant revenue streams consist of the following:

> Membership Dues - Membership dues are recognized ratably over the period of membership, which varies based on when members join or leave the YMCA. Unearned membership revenue is reflected as deferred revenue on the statements of financial position. Members are provided with monthly access to the YMCA locations and a variety of services, and revenue is recognized monthly as the services are provided.
>
> Management has adopted the practical expedient whereby costs to obtain membership contracts are not capitalized as the average length of a membership contract is less than one year.
>
> Program Service Fees - Program service fees include fitness classes, child care, camps, swim lessons, and other programs operating at YMCA locations, program sites, camps, or schools. Program service fee revenue is reported at the amount that reflects the consideration to which the YMCA expects to be entitled in exchange for providing services to their program participants. Performance obligations are determined based on the nature of the services provided by the YMCA, and are generally providing a service at a point in time. Revenue is recognized at the time the program is held. Unearned program service fee revenue is reflected as deferred revenue on the statements of financial position. Discounted program service fees paid

by members are recognized during the period in which the discount is taken and the program service is provided.

Sales of Inventory - Inventory sales revenue is recognized at the time of sale as no subsequent performance obligations exist.

Rental and Miscellaneous - Rental income is recognized over the period of the related lease. Rental income does not fall under Topic 606 for revenue recognition purposes.

Contributions and Grants – Contributions and grants (under ASC 958), including unconditional promises to give (pledges), are recognized as revenue in the period received. Conditional promises to give are not recognized until they become unconditional - that is, when the barriers to entitlement are overcome. Contributions of assets other than cash are recorded at their estimated fair value. Contributions are reported as increases in net assets without donor restrictions unless use of the contributed assets is limited by donor-imposed restrictions. Expenses are reported as decreases in net assets without donor restrictions. Expirations of donor-imposed restrictions on net assets (i.e., the donor-stipulated purpose is fulfilled or the time restriction has expired) are reported as net assets released from restrictions.

Functional Allocation - The costs of providing the various programs and other activities of the YMCA have been summarized on a functional basis in the statements of functional expenses. Salary and other personnel costs that are not directly coded to a programmatic activity are allocated based on time certifications and the best estimate of employees. Building maintenance, and depreciation expenses are allocated among the programs and supporting services benefited. Other operating costs are allocated using various allocation methodologies including allocations based on personnel, square footage, or revenue generated.

***Leases* -** The Association determines if an arrangement is a lease at inception. Right of Use (ROU) assets represent the Association's right to use an underlying asset for the lease term and lease liabilities represent the Association's obligation to make lease payments arising from the lease. ROU assets and liabilities are recognized at commencement date based on the present value of lease payments over the lease term. Lease terms may include options to extend or terminate the lease when it is reasonably certain that the Association will exercise that option. Lease expense for operating lease payments is recognized on a straight-line basis over the lease term. The Association has elected to recognize payments for short-term leases with a lease term of 12 months or less as expense as incurred and these leases are not included as lease liabilities or right of use assets on the statements of financial position.

The individual lease contracts do not provide information about the discount rate implicit in the lease. Therefore, the Association has elected to use their average borrowing rate for computing the present value of lease liabilities.

***Investments* -** Investments, are stated at fair value based either on quoted market prices, or for certain investments with no readily available quoted market prices, on fair values as determined by management based on review of inputs provided by the investment manager and evaluated by an independent reporting service on a monthly basis.

The YMCA invests in a variety of investment vehicles, including U.S. government securities, corporate bonds, common stock, and mutual and exchange traded funds.

Realized and unrealized gains and losses are recorded in the period in which they occur in the statement of activities.

Investment securities, in general, are exposed to various risks, such as interest rate, credit, and overall market volatility. Due to the level of risk associated with certain investment securities, it is reasonably possible that changes in the values of investment securities will occur in the near term and that such changes could materially affect the amounts reported in future statements of activities.

Fair Value Measurements - Financial Accounting Standards Board Accounting Standards Codification (FASB ASC) provides a framework for measuring fair value under accounting principles generally accepted in the United States of America. FASB ASC 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. FASB ASC also establishes a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value into three broad levels. The fair value hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (level 1 measurements) and the lowest priority to unobservable inputs (level 3 measurements). A financial instrument's categorization within the fair value hierarchy is based upon the lowest level of input that is significant to the instrument's fair value measurement. The objective of a fair value measurement is to determine 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 (an exit price). Accordingly, the fair value hierarchy gives the highest priority to quoted prices (unadjusted) in active markets for identical assets or liabilities (Level 1) and the lowest priority to unobservable inputs (Level 3). The YMCA may use valuation techniques consistent with the market, income and cost approaches to measure fair value.

The three levels of the fair value hierarchy under FASB ASC are:

> Level 1 – Inputs to the valuation methodology are unadjusted quoted prices for identical assets or liabilities in active markets that the Association has the ability to access at the measurement date.
>
> Level 2 – Inputs to the valuation methodology include quoted prices for similar assets or liabilities in active markets; quoted prices for identical or similar assets in inactive markets; inputs other than quoted prices that are observable for the asset or liability; and inputs that are derived principally from or corroborated by observable market data by correlation or other means. If the asset or liability has a specified contractual term, the Level 2 input must be observable for substantially the full term of the asset or liability.
>
> Level 3 – Inputs to the valuation methodology are unobservable and significant to the fair value measurement.

The valuation methodologies used for assets and liabilities measured at fair value have not changed from prior periods. The Association has investments and restricted cash and investments valued at both Level 1 and Level 2.

A description of the valuation methodologies used for assets measured at fair value, as well as the general classification of such instruments pursuant to the valuation hierarchy, is set forth below:

> *U.S. government agency bonds and corporate bonds:* The fair values are determined by a discounted cash flow model. Significant inputs to the cash flow model include the coupon, yield, and expected maturity date. Yields are based upon LIBOR or the U.S. Treasury yield curve plus a spread, which is determined by published sources.
>
> *Mutual funds/exchange traded funds/index funds/corporate common stock:* Valued by the bid/ask and closing pricing. Each security is valued on a quoted market price and is traded in an active market.
>
> *Money market fund:* Valued at the net asset value of the underlying asset.
>
> *Interest rate swap:* The fair value of the provision for interest rate swap agreements has been derived from proprietary models based upon recognized financial principles and reasonable estimates about relevant future market conditions and may reflect certain other financial factors such as anticipated profit or hedging, transactional, and other costs, and is therefore, classified as a Level 2.

Advertising Costs - Advertising costs are expensed as incurred.

Federal Income Taxes - The Association is exempt from federal income tax under the provisions of Internal Revenue Code Section 501(c)(3). The Internal Revenue Service has determined that the Association qualifies for the Charitable contribution deduction under Section 170(b)(1)(A) and has been classified as an organization that is not a private foundation under Section 509(a)(2).

Accounting principles generally accepted in the United States of America require management to evaluate tax positions taken by the Association and recognize a tax liability if the Association has taken an uncertain position that more likely than not would fail to be sustained upon examination by the Internal Revenue Service. As discussed above, the Association is exempt from federal income taxes and management believes the Association has not engaged in any activities that would disqualify it from tax-exempt status or incur a tax obligation for the years ended December 31, 2025 or 2024. The Association believes their estimates are appropriate based on current facts and circumstances. The Association is subject to routine audits by taxing jurisdictions; however, there are currently no audits for any tax periods in progress. The Association's policy with regard to interest and penalty, if incurred, is to recognize interest through interest expense and penalties through other expenses.

NOTE 3 - CONTRIBUTIONS RECEIVABLE

The YMCA's pledges represent contributions for facilities and equipment and to support the ongoing operations of the YMCA. Outstanding pledge contributions from various corporations, foundations, and individuals were discounted at rates between 2.45% and 5.00% based on imputed interest rates applicable to the year in which the promise was received and were as follows at December 31:

	2025		
	Gross	**Discount**	**Net**
Current	$ 35,750	$ 0	$ 35,750
1 to 5 years	50,000	2,373	47,627
Gross promisies to give	85,750	2,373	83,377
Less allowance	0	0	0
Total promises to give	$ 85,750	$ 2,373	$ 83,377

	2024		
	Gross	**Discount**	**Net**
Current	$ 31,394	$ 0	$ 31,394
1 to 5 years	70,000	4,183	65,817
Gross promisies to give	101,394	4,183	97,211
Less allowance	0	0	0
Total promises to give	$ 101,394	$ 4,183	$ 97,211

NOTE 4 - INVESTMENTS

The Association's investments, reported at fair market value, are classified as investments without donor restrictions and investments with donor restrictions. The Association's investments consist of corporate stocks and bonds, mutual funds, U.S. federal money funds, and other short-term U.S. government securities.

The breakdown is as follows:

	2025	2024
Total investments with donor restrictions	$ 8,191,498	$ 7,801,766
Total investments without donor restrictions	9,390,389	4,428,808
Total investments	$ 17,581,887	$ 12,230,574

NOTE 5 - PROPERTY AND EQUIPMENT

The following is a summary of property and equipment as of December 31:

	2025	2024
Land	$ 3,411,032	$ 3,411,032
Buildings	44,675,917	44,298,350
Equipment and furniture	5,872,623	5,305,950
Vehicles	105,576	105,576
Construction in process	3,700,075	0
Total property and equipment	57,765,223	53,120,908
Less accumulated depreciation	(34,624,158)	(33,423,756)
Property and equipment, net	$ 23,141,065	$ 19,697,152

Depreciation expense for the years ended December 31, 2025 and 2024 was $1,200,402 and $1,205,458, respectively.

The cost of assets under financing leases is approximately $552,000 with accumulated depreciation of approximately $21,000 at December 31, 2025. The cost of assets under financing leases was approximately $355,000 with accumulated depreciation of approximately $124,000 at December 31, 2024.

NOTE 6 - LINE OF CREDIT

The Association has available a $500,000 revolving line of credit agreement with First Financial Bank that matured in February 2026. Interest was charged at the prime rate which was 6.75% at December 31, 2025, with a minimum rate of 3.25% and a maximum rate of 21%. The line of credit had a balance of $0 at December 31, 2025. The line was cross collateralized with the First Financial Bank loans included in long-term debt as described in Note 8.

NOTE 7 - DEFERRED REVENUE

Deferred revenue represents membership dues, program fees, gift cards purchased but not used, and grants received but not yet spent that are designated for or related to future years' activities and are recognized as revenue in the period in which revenue is earned.

NOTE 8 - NOTES PAYABLE

Notes payable consist of the following at December 31:

	2025	2024
Economic Development Facilities Revenue Refunding Bonds Series 2024 (Great Miami Valley YMCA Project)	$ 8,340,400	$ 9,100,600
Less: Current Portion	(797,000)	(760,200)
Less: Unamortized Debt Issuance Costs, net	(65,912)	(84,288)
Long-Term Debt, net	$ 7,477,488	$ 8,256,112

Series 2014 Bond (related to 2023 Calendar Year)
During 2014, the Association borrowed $15,380,000 from the Butler County Port Authority (Series 2014 bonds) to payoff the remaining principal balance of the Series 2007 bonds.

The bond agreement required monthly principal and interest payments with final maturity, subject to prior redemption, being August 1, 2024. The Association refinanced this debt into the 2024 Series Bond (as noted below) in August 2024. The bonds had interest at 68.5% of LIBOR plus 1.55% adjusted monthly.

However, during the COVID-19 pandemic, the bank did not require the Association to make principal payments on the Series 2014 bond for six months and interest payments for three months. These principal and interest payments were added to the required balloon payment at maturity of the Series 2014 bond.

The Association provided as collateral a first priority security interest on all improvements, equipment, furnishings, and other personal property, a mortgage of the Atrium branch, and a mortgage of the East Butler branch. The net book value of the land and building of the Atrium and East Butler Branches was $12,944,185 at December 31, 2023. In addition, the Association may not sell, mortgage, or pledge as collateral the Hamilton-Central, Middletown Area Family Branch, or Fitton Branch without consent.

On August 7, 2014, the Association entered into an interest rate swap agreement in order to reduce the impact of changes in interest rates on its floating rate debt. The swap effectively changed the Association's variable interest rate to a fixed rate of 3.40% through August 1, 2024 on a notional amount of $10,231,900 at December 31, 2023. The swap notional amount is based on the repayment schedule of the bond.

Series 2024 Bond (related to 2024 Calendar Year)
During 2024, the Association borrowed $9,350,000 from the Butler County Port Authority (Series 2024 bonds) to payoff the remaining principal balance of the Series 2014 bonds.

The bond agreement requires monthly principal and interest payments with final maturity, subject to prior redemption, being August 1, 2029. The bonds will bear interest at 80% of the term SOFR rate plus 1.4% adjusted monthly.

The Association provided as collateral a first priority security interest on all improvements, equipment, furnishings, and other personal property, a mortgage of the Atrium branch, including the assignment of future rental and pledge revenue related to an agreement with Atrium Medical Center. The net book value of the land and building of the Atrium Branch is $8,187,622 and $8,463,809 at December 31, 2025 and 2024, respectively. In addition, the Association may not sell, mortgage, or pledge as collateral the Hamilton-Central, Middletown Area Family Branch, or Fitton Branch without consent.

On August 1, 2024, the Association entered into an interest rate swap agreement in order to reduce the impact of changes in interest rates on its floating rate debt. The swap effectively changed the Association's variable interest rate to a fixed rate of 4.56% through August 1, 2029 on a notional amount of $8,340,400 and $9,100,600 at December 31, 2025 and 2024, respectively. The swap notional amount is based on the repayment schedule of the bond.

The Association is exposed to credit loss in the event of nonperformance by the other party to the interest rate swap agreement. However, the Association believes that the risk of nonperformance by the other party in conjunction with this agreement is not material to the financial statements. The effect of the interest rate swap agreements resulted in decrease of an asset and loss of $126,119 and $112,250 during 2025 and 2024, respectively.

Future minimum payments on notes payables are:

Year		Amount
2026	$	797,000
2027		835,600
2028		876,000
2029		5,831,800
	$	8,340,400

Various provisions of the loan agreements include certain loan covenants. Any failure by the Association to comply with these covenants would constitute an instance of default, and the lender could, at its option, require immediate repayment of the outstanding balance on the loan. At December 31, 2025 and 2024, management is not aware of any violations of these loan covenants that would constitute an event of default.

NOTE 9 - NET ASSETS WITH DONOR RESTRICTIONS AND ENDOWMENTS

Net assets with donor restrictions are restricted for the following purposes or periods:

		2025		**2024**
Urban Youth Initiatives	$	138,363	$	138,363
Camp Campbell Gard		2,604,134		2,493,958
Capital projects / principal and interest repayments on Capital projects		6,020		152,298
Accumulated endowment investment income available for appropriation		3,637,506		3,211,672
Total purpose and time restrictions		6,386,023		5,996,291
Endowments				
Perpetual in nature		1,805,475		1,805,475
Total net assets with donor restrictions	$	8,191,498	$	7,801,766

Investment income earned on investments with time or purpose donor restrictions is primarily restricted for the original contribution's purpose.

The Camp Campbell Gard net assets are investments with restrictions by the terms of the Ethelyne Grove Gard Gramm will for the maintenance, development, improvement and/or beautification of Camp Campbell Gard.

Net assets are released from restrictions by incurring expenses satisfying the restricted purpose, by the expiration of time restrictions, or through appropriation for expenditure from endowment funds are as follows:

		2025		2024
Specific Purpose				
Camp Campbell Gard	$	259,238	$	535,013
Capital expenditures		261,602		3,722
Release of appropriated endowment amounts without time or purpose restrictions		323,042		650,000
Net assets released from restrictions	$	843,882	$	1,188,735

The net assets with donor restrictions in perpetuity at December 31, 2025 and 2024 are comprised of the Henry Lee Good Trust of $616,210, the Wheeler Trust Fund of $24,796, the Baltzell Fund of $10,000 and the Kelso Trust Fund of $1,154,469. The income and appreciation of the endowment funds is recorded as income and appreciation with donor restriction and is reclassified to net assets without donor restriction as the funds are appropriated for expenditure.

The Association obtained a ruling from the Attorney General of Ohio stating that the Association could utilize all income and appreciation in the Henry Lee Good Trust since December 31, 1981 for general operating purposes. The principal in the trust at December 31, 1981 of $616,210 must remain intact for perpetuity and is classified as with donor restrictions. The Association has not designated which investments totaling $616,210 in the Henry Lee Good Trust are with donor restrictions.

Changes in Endowment Net Assets:

		With Donor Restrictions
Endowment net assets, December 31, 2023	$	4,877,511
Investment return:		
Investment income		108,116
Investment fees	(	16,152)
Net appreciation (realized and unrealized)		697,672
Appropriate of endowment assets for expenditure	(	650,000)
Endowment net assets, December 31, 2024	$	5,017,147
Investment return:		
Investment income		97,473
Investment fees		0
Net appreciation (realized and unrealized)		651,403
Appropriate of endowment assets for expenditure	(	323,042)
Endowment net assets, December 31, 2025	$	5,442,981

Interpretation of Relevant Law

The Association's Board of Directors has interpreted the State Prudent Management of Institutional Funds Act (SPMIFA) in the state of Ohio regarding endowments as requiring the preservation of the fair value of the original gift as of the gift date of the donor-restricted endowment funds absent explicit donor stipulations to the contrary. As a result of this interpretation, the Association classifies as net assets with donor restrictions (a) the original value of gifts donated to the permanent endowment, (b) the original value of subsequent gifts to the permanent endowment, and (c) accumulations to the permanent endowment made in accordance with the direction of the applicable donor gift instrument at the time the accumulation is added to the fund.

The investment income earned on the donor-restricted endowment fund is also classified as net assets with donor restrictions until those amounts are appropriated for expenditure by the Association in a manner consistent with the standard of prudence prescribed by SPMIFA.

The Association considers the following factors in making a determination to appropriate or accumulate donor-restricted endowment funds:

(1) The duration and preservation goals of the fund
(2) The purposes of the Association and the donor-restricted endowment fund
(3) General economic conditions
(4) The possible effect of inflation and deflation
(5) The expected total return from income and the appreciation of investments
(6) Other resources of the Association
(7) The investment policies of the Association

Funds with Deficiencies

From time to time, the fair value of assets associated with individual donor-restricted endowment funds may fall below the level that the donor requires the Association to retain as a fund of perpetual duration due to unfavorable market conditions. At December 31, 2025 and 2024, there were no deficiencies.

Return Objectives and Risk Parameters

Endowment assets include those assets of donor-restricted funds that the Association must hold in perpetuity. The Association has no term endowments or board-designated endowment funds. Under the Association's investment management policy, as approved by the Board of Directors, the endowment assets are invested in a manner that is intended to emphasize long-term growth of capital while assuming a moderate level of investment risk.

Strategies Employed for Achieving Objectives

To satisfy its long-term rate of return objectives, the Association relies on a total return strategy in which investment returns are achieved through both capital appreciation (realized and unrealized) and current yield (interest and dividends). The Association targets a diversified asset allocation with investment of assets into cash equivalents, fixed income securities and equity securities to achieve its long-term return objectives of the growth of capital while maintaining liquidity based on expected cash needs within prudent risk constraints.

Spending Policy and How the Investment Objectives Relate to Spending Policy

In general, the Board of Directors approves the spending of any capital appreciation and current yield from the endowment funds.

Specifically, the Association has a policy of growing the Henry Lee Good endowment while appropriating for expenditure a portion of the capital appreciation and current yield on an as needed basis to help cover the bond and loan payments. In establishing this spending policy, the Association considered the long-term expected return on this endowment. Accordingly, over the long term, the Association expects the current spending policy to allow this endowment to appreciate.

The current spending policy with regard to the Kelso fund is to focus on growing the endowment while appropriating for expenditure a portion of the capital appreciation and current yield to help cover maintenance expense at the Middletown branch. The current policy with regard to the Wheeler and Baltzell funds is to focus on capital appreciation rather than appropriate funds for expenditure.

NOTE 10 - IN-KIND CONTRIBUTIONS AND SERVICES

The Association has entered into a 50 year lease with the Fairfield City School District Board of Education for the land located under the East Butler branch in the amount of one dollar per year. On an annual basis, due to the fact that the lease can be terminated prior to maturity in 2050, the Association records the estimated fair market value of the land lease as a contribution and occupancy expense. The value of the land lease donation was $93,500 for 2025 and 2024.

The amount recorded for volunteer services was $0 December 31, 2025 and 2024.

NOTE 11 - LEASES

The Association has leasing arrangements where the Association is the lessee. These arrangements create ROU assets and liabilities. These arrangements are described below. The Association's policy is to not record ROU assets and lease liabilities for leases with terms less than one year.

Financing Leases
The Association has capital leases for fitness equipment. The first capital lease began in October 2024 and requires 60 monthly payments of $1,325 with an interest rate of 8%. The second lease began in June 2025 and requires 36 monthly payments of $971 with an interest rate of 8.6%.

The Association has a capital lease for dehumidification equipment. The lease began in December 2025 and requires 60 monthly payments of $8,829 with an interest rate of 5.86%.

The obligation under these financing leases have been recorded at the present value of future minimum lease payments, discounted at appropriate interest rates.

Operating Leases
The Association is bound by various operating leases for various equipment. The monthly payments range from approximately $315 per month to $1,304 per month with maturity dates until 2030.

The following table provides quantitative information concerning the Association's operating and finance leases for the years ended December 31, 2025 and 2024:

Lease expense		Year Ending 2025		Year Ending 2024
Finance lease expense				
Amortization of ROU assets	$	113,524	$	113,487
Interest on lease liabilities		8,246		9,888
Operating lease expense		37,062		32,952
Total	$	158,832	$	156,327
Other Information				
Cash paid for amounts included in the measurement of lease liabilities				
Operating cash flows from finance leases (i.e. Interest)	$	6,756	$	10,180
Financing cash flows from finance leases (i.e. principal portion)	$	109,281	$	114,262
Operating cash flows from operating leases	$	35,358	$	32,543
ROU assets obtained in exchange for new finance lease liabilities	$	493,876	$	70,835
ROU assets obtained in exchange for new operating lease liabilities	$	69,100	$	0
Weighted-average remaining lease term in years for finance leases		4.75		1.62
Weighted-average remaining lease term in years for operating leases		3.81		2.55
Weighted-average discount rate for finance leases		8.80%		5.83%
Weighted-average discount rate for operating leases		4.50%		2.10%

A maturity analysis of annual discounted cash flows for lease liabilities as of December 31, 2025 is as follows:

Years Ending		Finance		Operating
2026	$	133,493	$	29,263
2027		133,493		17,188
2028		126,696		15,648
2029		117,867		15,648
2030		77,820		13,316
Total undiscounted cash flows		589,369		91,063
Less: present value discount	(	64,721)	(	7,652)
Total lease liabilities	$	524,648	$	83,411

NOTE 12 - RETIREMENT PLAN

The Association maintains a defined contribution retirement plan for its employees. The plan states that the Association will contribute 12.0% of the employee's gross wages to the plan. Employees become eligible to participate in the plan when they have completed two years of employment and have worked at least 1,000 hours in two years that do not have to be consecutive years. The Association contributed approximately $330,000 and $329,000 for 2025 and 2024, respectively.

NOTE 13 - RELATED PARTY TRANSACTIONS

The Association regularly conducts business with members of its governing board or the organizations at which they are employed, such as purchasing insurance and banking services, and may receive grants from organizations that employ members of the governing board. In addition, certain members of the governing board are significant contributors to the Association.

NOTE 14 - RISKS AND UNCERTAINTIES

The Association maintains multiple cash accounts with banks that at times may exceed the federally insured limit of $250,000. In addition, the Association is subject to market risk with its portfolio of investments.

NOTE 15 - COMMITMENTS AND CONTINGENCIES

The Association may be involved from time to time in litigation, which arises in the normal course of business. With respect to these possible claims, the Association believes it has valid defenses and/or appropriate insurance coverage in place. In management's judgment, no material exposure exists on the eventual settlement of such litigation and accordingly, no provision has been made in the accompanying financial statements.

NOTE 16 - FAIR VALUE MEASUREMENTS

The following table sets forth by level, within the fair value hierarchy, the Association's assets and liabilities at fair value as of December 31, 2025 and 2024:

Assets at Fair Value as of December 31, 2025

	Level 1	Level 2	Level 3	Total
Equity securities				
Common stock	$ 13,133,575	$ 0	$ 0	$ 13,133,575
Fixed income funds				
Bond mutual funds	4,448,312	0	0	4,448,312
Total investments	$ 17,581,887	$ 0	$ 0	$ 17,581,887
Provision for interest rate swap agreement	$ 0	$ (126,345)	$ 0	$ (126,345)

Assets at Fair Value as of December 31, 2024

	Level 1	Level 2	Level 3	Total
Equity securities				
Common stock	$ 9,162,260	$ 0	$ 0	$ 9,162,260
Fixed income funds				
Bond mutual funds	3,068,314	0	0	3,068,314
Total investments	$ 12,230,574	$ 0	$ 0	$ 12,230,574
Provision for interest rate swap agreement	$ 0	$ 574	$ 0	$ 574

NOTE 17 - REVENUE AND CONTRACT LIABILITIES

The following table shows the Association's revenue disaggregated according to the timing of the transfer of goods or services for the year ended December 31:

Disaggregation of Revenue From Contracts with Customers

		2025		2024		2023
Peformance obligations satisfied at a point in time:						
Program Service Fees	$	4,149,536	$	4,034,564	$	4,938,579
Sale of Inventory		37,074		42,141		44,377
Performance obligations satisfied over time:						
Memberships		6,761,474		5,859,196		5,222,209
	$	10,948,084	$	9,935,901	$	10,205,165

Receivables, Contract Assets and Liabilities

The timing of revenue recognition, billings, and cash collections results in accounts receivable for certain types of memberships and deferred revenue (contract liabilities) for certain memberships and certain program services paid in advance on the statement of financial position.

The balance of contract liabilities at December 31, 2025 and 2024, less any refunds, will be recognized as revenue over the period the services are rendered. The Association applies the practical expedient under FASB ASC 606-10-50-14 and does not disclose information about the remaining performance obligations that have original expected durations of one year or less.

Contract liabilities and accounts receivable were as follows for the years ended December 31:

		2025		2024		2023
Deferred revenue	$	832,071	$	4,639,870	$	1,958,525
Accounts receivable, net		308,571		418,513		354,100

Contract liabilities represent payments received prior to the start of the requisite service being paid for. The following table depicts activities for contract liabilities:

		Balance at December 31, 2024		Refunds Issued		Revenue Recognized included in December 31, 2024 Balance		Cash Received in Advance of Performance		Balance at December 31, 2025
Grant Revenue	$	4,471,835	$	0	$	3,847,166	$	0	$	624,669
Memberships		87,437		0		87,437		92,685		92,685
Program Service Fees		78,313		0		78,313		112,432		112,432
Gift Cards		2,285		0		0		0		2,285
Total	$	4,639,870	$	0	$	4,012,916	$	205,117	$	832,071

	Balance at December 31, 2023	Refunds Issued	Revenue Recognized included in December 31, 2023 Balance	Cash Received in Advance of Performance	Balance at December 31, 2024
Grant Revenue	$ 1,786,014	$ 0	$ 314,179	$ 3,000,000	$ 4,471,835
Memberships	69,525	0	69,525	87,437	87,437
Program Service Fees	100,701	0	100,701	78,313	78,313
Gift Cards	2,285	0	0	0	2,285
Total	$ 1,958,525	$ 0	$ 484,405	$ 3,165,750	$ 4,639,870

NOTE 18 - LIQUIDITY AND AVAILABILITY

Financial assets available for general expenditures, that is, without donor restrictions limiting their use, within one year of the balance sheet date are comprised of the following at December 31:

	2025	2024
Cash and cash equivalents without donor restrictions	$ 1,860,602	$ 4,991,466
Accounts receivable, net	308,571	418,513
Contributions receivable	35,750	31,394
Investments without donor restrictions	9,390,389	4,428,808
Financial assets available to meet general expenditures over the next twelve months	$ 11,595,312	$ 9,870,181

The Association's governing board has an investment policy to grow a portion of its unrestricted resources for long-term purposes. These funds are invested for long-term appreciation but remain available and may be spent at the discretion of the board. Restricted cash and investments include donor-restricted endowments and funds that must be spent on certain donor-restricted purposes.

The Association regularly monitors the availability of resources required to meet its operating needs and other contractual commitments, while also striving to maximize the investment of available funds and repay the line of credit. The Association's policy is to structure its financial assets to be available as its general expenditures, liabilities, and other obligations come due.

NOTE 19 - SUBSEQUENT EVENTS

The Association evaluated all subsequent events through May 20, 2026, the date which the financial statements were available to be issued.

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

The Board of Directors
Great Miami Valley YMCA
Hamilton, Ohio

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the Great Miami Valley YMCA (the Organization) which comprise the statement of financial position as of December 31, 2025, and the related statements of activities and changes in net assets, functional expenses, and cash flows for the year then ended, and the related notes to the financial statements, and have issued our report thereon dated May 20, 2026.

Report on Internal Control over Financial Reporting

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

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

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

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Organization's financial statements are free from material statement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of this Report

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

Holbrook & Manter

Certified Public Accountants

May 20, 2026
Columbus, Ohio

INDEPENDENT AUDITORS REPORT ON COMPLIANCE FOR EACH MAJOR PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY THE UNIFORM GUIDANCE

The Board of Directors
Great Miami Valley YMCA
Hamilton, Ohio

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited the Great Miami Valley YMCA's compliance with the types of compliance requirements identified as subject to audit in the OMB *Compliance Supplement* that could have a direct and material effect on each of the Organization's major federal programs for the year ended December 31, 2025. The Organization's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

In our opinion, the Organization complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended December 31, 2025.

Basis for Opinion on Each Major Federal Program

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America (GAAS); the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States (*Government Auditing Standards)*; and the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Our responsibilities under those standards and the Uniform Guidance are further described in the Auditors' Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of the Organization and to meet our other ethical responsibilities, in accordance with 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 opinion on compliance for each major federal program. Our audit does not provide a legal determination of the Organization's compliance with the compliance requirements referred to above.

Responsibilities of Management for Compliance

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules, and provisions of contracts or grant agreements applicable to the Organization's federal programs.

Auditors' Responsibilities for the Audit of Compliance

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on the Organization's compliance based on our audit. 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, *Government Auditing Standards*, and the Uniform Guidance will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about the Organization's compliance with the requirements of each major federal program as a whole.

In performing an audit in accordance with GAAS, *Government Auditing Standards*, and the Uniform Guidance, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material noncompliance, 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 Organization's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- Obtain an understanding of the Organization's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of the Organization's internal control over compliance. Accordingly, no such opinion is expressed.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and any significant deficiencies and material weaknesses in internal control over compliance that we identified during the audit.

Report on Internal Control over Compliance

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

Our consideration of internal control over compliance was for the limited purpose described in the Auditors' Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance. Given these limitations, during our audit we did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above. However, material weaknesses or significant deficiencies in internal control over compliance may exist that were not identified.

Our audit was not designed for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, no such opinion is expressed.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

Holbrook & Manter

Certified Public Accountants

May 20, 2026
Columbus, Ohio

GREAT MIAMI VALLEY YMCA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED DECEMBER 31, 2025

FEDERAL GRANTORS/PASS-THROUGH GRANTOR/ PROGRAM TITLE	FEDERAL ASSISTANCE LISTING NUMBER	PASS-THROUGH ENTITY IDENTIFYING NUMBER	TOTAL FEDERAL EXPENDITURES
U.S. Department of Agriculture			
Pass-through Ohio Department of Education			
Children and Adult Food Program	10.558	N/A	$ 95,203
TOTAL FOR U.S. DEPARTMENT OF AGRICULTURE			95,203
U.S. Department of Housing and Urban Development			
Pass-through City of Hamilton			
Community Development Block Grant	14.218	N/A	130,537
TOTAL FOR U.S. DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT			130,537
U.S. Department of Treasury			
Pass-through Board of Commissioners Butler County, Ohio			
Renovation, Rehabilitation, and Expansion of the Booker T. Washington Center	21.027	N/A	929,074
Pass-through City of Middletown, Ohio			
Construction of Outdoor Aquatic Park	21.027	N/A	2,911,433
TOTAL US DEPARTMENT OF TREASURY			3,840,507
TOTAL EXPENDITURE OF FEDERAL AWARDS			$ 4,066,247

The notes to the schedule of expenditures of federal awards should be read with this schedule.

NOTE 1 - BASIS OF PRESENTATION

The schedule of expenditures of federal awards (Schedule) includes all federal award activity of the Organization under programs of the federal government for the year ended December 31, 2025. The information in this schedule is presented in accordance with the requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Because the Schedule presents only a selected portion of the operations of the Organization, it is not intended to and does not present the financial position, changes in net assets, or cash flows of the Organization.

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Expenditures reported on the Schedule are reported on the accrual basis of accounting. Such expenditures are recognized following the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowed or are limited to reimbursement.

NOTE 3 - FEDERAL INDIRECT COST RATE

The Organization elected the 10% de minimis indirect cost rate as allowed under the Uniform Guidance when charging indirect costs to federal programs.

GREAT MIAMI VALLEY YMCA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED DECEMBER 31, 2025

SECTION I - SUMMARY OF AUDITORS' RESULTS

Financial Statements:

Type of report the auditor issued on whether the financial statements were prepared in accordance with accounting principles generally accepted in the United States of America: Unmodified

Internal control over financial reporting:

Material weakness(es) identified?	____	Yes	X	No
Significant deficiency(ies) identified?	____	Yes	X	None reported
Noncompliance material to financial statements note	____	Yes	X	No

Federal Awards:

Internal control over major programs:

Material weakness(es) identified?	____	Yes	X	No
Significant deficiency(ies) identified?	____	Yes	X	None noted

Type of auditors' report on compliance for major federal programs: Unmodified

Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516(a)?	____	Yes	X	No

Identification of major federal programs:

CFDA Numbers	Name of Federal Program or Cluster
21.027	Coronavirus State and Local Fiscal Revenue Funds

Dollar threshold used to distinguish between Type A and Type B Programs: $1,000,000

Auditee qualified as low-risk auditee?	____	Yes	X	No

SECTION II: FINANCIAL STATEMENT FINDINGS

This section identities the significant deficiencies, material weaknesses, fraud, noncompliance with provisions of laws, regulations, contracts, grant agreements and abuse related to the financial statements for which *Government Auditing Standards* require reporting.

There were no findings noted in the current year that are required to be reported in accordance with *Government Auditing Standards.*

SECTION III: FEDERAL AWARD FINDINGS AND QUESTIONED COSTS

This section identifies the audit findings required to be reported by 2 CFR 200.561(a) (significant deficiencies, material weaknesses, material instances of noncompliance, including questioned costs and material abuse.)

There were no findings noted in the current year that are required to be reported in accordance with 2 CFR 200.516(a).