

ECHOING HILLS VILLAGE, INC. AND AFFILIATE
CONSOLIDATED FINANCIAL STATEMENTS
AND SUPPLEMENTARY INFORMATION
YEARS ENDED DECEMBER 31, 2025 AND 2024



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INDEPENDENT AUDITORS' REPORT

Board of Directors
Echoing Hills Village, Inc. and Affiliate
Maumee, Ohio

Report on the Audit of the Consolidated Financial Statements

Opinion

We have audited the consolidated financial statements of Echoing Hills Village, Inc. and Affiliate which comprise the consolidated statements of financial position as of December 31, 2025 and 2024 and the related consolidated statements of activities and changes in net assets, functional expenses, and cash flows for the years then ended and the related notes to the consolidated financial statements.

In our opinion, the accompanying consolidated financial statements present fairly, in all material respects, the financial position of the Echoing Hills Village, Inc. and Affiliate as of December 31, 2025 and 2024, and the results of its operations, changes in their net assets, and its cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

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

Responsibilities of Management for the Consolidated Financial Statements

Management is responsible for the preparation and fair presentation of the consolidated 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 consolidated financial statements that are free from material misstatement, whether due to fraud or error.

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

Auditors' Responsibilities for the Audit of the Consolidated Financial Statements

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

In performing an audit in accordance with GAAS, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the consolidated 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 consolidated 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 Echoing Hills Village, Inc. and Affiliate'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 consolidated financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the Echoing Hills Village, Inc. and Affiliate'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.

Supplementary Information

Our audits were conducted for the purpose of forming an opinion on the consolidated financial statements as a whole. The consolidating statements of financial position and consolidating statements of activities and changes in net assets are presented for purposes of additional analysis and are not a required part of the consolidated 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 consolidated financial statements. The information has been subjected to the auditing procedures applied in the audits 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 GAAS. In our opinion, the information is fairly stated in all material respects in relation to the consolidated financial statements as a whole.

A handwritten signature in cursive script that reads "CliftonLarsonAllen LLP".

CliftonLarsonAllen LLP

Maumee, Ohio
May 6, 2026

ECHOING HILLS VILLAGE, INC. AND AFFILIATE
CONSOLIDATED STATEMENTS OF FINANCIAL POSITION
DECEMBER 31, 2025 AND 2024

	<u>2025</u>	<u>2024</u>
ASSETS		
CURRENT ASSETS		
Cash and Cash Equivalents	\$ 10,575,066	\$ 7,437,351
Cash Restricted as to Use	125,258	149,801
Accounts Receivable, Net Service	4,472,614	3,754,816
Current Portion of Unconditional Promises to Give	55,050	3,376
Resident Funds	2,583,172	2,532,343
Prepaid Expenses and Other Current Assets	<u>316,805</u>	<u>267,073</u>
Total Current Assets	18,127,965	14,144,760
 INVESTMENTS	 4,332,328	 5,567,489
 PROPERTY AND EQUIPMENT, NET	 16,091,863	 17,013,571
 OPERATING RIGHT-OF-USE ASSETS, NET	 490,050	 659,661
 OTHER ASSETS		
Deposits	9,050	8,550
Cash Surrender Value Life Insurance	426,722	417,343
Unconditional Promises to Give, Net of Current Portion	<u>9,122,819</u>	<u>8,567,728</u>
Total Other Assets	<u>9,558,591</u>	<u>8,993,621</u>
 Total Assets	 <u>\$ 48,600,797</u>	 <u>\$ 46,379,102</u>

See accompanying Notes to Consolidated Financial Statements.

ECHOING HILLS VILLAGE, INC. AND AFFILIATE
CONSOLIDATED STATEMENTS OF FINANCIAL POSITION (CONTINUED)
DECEMBER 31, 2025 AND 2024

	<u>2025</u>	<u>2024</u>
LIABILITIES AND NET ASSETS		
CURRENT LIABILITIES		
Accounts Payable	\$ 1,764,143	\$ 1,545,238
Resident Funds Payable	2,583,172	2,532,343
Line of Credit	51,220	-
Current Portion of Long-Term Debt	286,320	852,175
Current Portion of Operating Lease Liability	211,485	205,033
Current Portion of Charitable Gift Annuity Payable	3,890	3,890
Accrued Payroll and Related	3,177,155	2,357,300
Deferred Revenue Medicaid	51,943	33,436
Total Current Liabilities	<u>8,129,328</u>	<u>7,529,415</u>
LONG-TERM LIABILITIES		
Long-Term Debt, Net of Current Portion	6,069,755	5,797,729
Operating Lease Liability, Net of Current Portion	278,565	453,193
Charitable Gift Annuity Payable, Net of Current Portion	5,165	5,165
Interest Rate Swap Agreement	174,660	40,757
Total Long-Term Liabilities	<u>6,528,145</u>	<u>6,296,844</u>
Total Liabilities	14,657,473	13,826,259
NET ASSETS		
Without Donor Restrictions	19,316,672	18,654,110
With Donor Restrictions:		
Purpose and Time Restricted	4,210,882	3,491,653
Perpetual in Nature	10,415,770	10,407,080
Total With Donor Restrictions	<u>14,626,652</u>	<u>13,898,733</u>
Total Net Assets	<u>33,943,324</u>	<u>32,552,843</u>
Total Liabilities and Net Assets	<u>\$ 48,600,797</u>	<u>\$ 46,379,102</u>

See accompanying Notes to Consolidated Financial Statements.

ECHOING HILLS VILLAGE, INC. AND AFFILIATE
CONSOLIDATED STATEMENT OF ACTIVITIES AND CHANGES IN NET ASSETS
YEAR ENDED DECEMBER 31, 2025

Year Ended December 31, 2025

	Without Donor Restrictions	With Donor Restrictions	Total
OPERATING REVENUES			
Net Service Revenue	\$ 45,512,937	\$ -	\$ 45,512,937
Other Operating Revenue	64,415	-	64,415
Gain on Disposal of Property and Equipment	53,135	-	53,135
Net Assets Released from Restrictions	162,864	(162,864)	-
Total Operating Revenues	45,793,351	(162,864)	45,630,487
OPERATING EXPENSES			
Program Expenses	40,559,441	-	40,559,441
General and Administrative Expenses	5,374,128	-	5,374,128
Fundraising Expenses	179,411	-	179,411
Total Operating Expenses	46,112,980	-	46,112,980
OPERATING REVENUES IN DEFICIT OF OPERATING EXPENSES	(319,629)	(162,864)	(482,493)
OTHER INCOME			
Investment Income, Net	399,400	-	399,400
Net Realized and Unrealized Gains on Investments	444,401	-	444,401
Contributions	166,895	360,237	527,132
Change in Value of Split-Interest Agreements	-	555,090	555,090
Total Other Income	1,010,696	915,327	1,926,023
EXCESS OF REVENUES OVER EXPENSES	691,067	752,463	1,443,530
OTHER CHANGES IN NET ASSETS			
Contributions - Restricted for Property and Equipment	-	80,849	80,849
Change in Value of Interest Rate Swap Agreement	(133,898)	-	(133,898)
Net Assets Released from Restrictions - Property and Equipment	105,393	(105,393)	-
Total Other Changes in Net Assets	(28,505)	(24,544)	(53,049)
CHANGES IN NET ASSETS	662,562	727,919	1,390,481
Net Assets - Beginning of Year	18,654,110	13,898,733	32,552,843
NET ASSETS - END OF YEAR	<u>\$ 19,316,672</u>	<u>\$ 14,626,652</u>	<u>\$ 33,943,324</u>

See accompanying Notes to Consolidated Financial Statements.

ECHOING HILLS VILLAGE, INC. AND AFFILIATE
CONSOLIDATED STATEMENT OF ACTIVITIES AND CHANGES IN NET ASSETS
YEAR ENDED DECEMBER 31, 2024

Year Ended December 31, 2024

	Without Donor Restrictions	With Donor Restrictions	Total
OPERATING REVENUES			
Net Service Revenue	\$ 41,998,047	\$ -	\$ 41,998,047
Other Operating Revenue	71,844	-	71,844
Gain on Disposal of Property and Equipment	45,150	-	45,150
Net Assets Released from Restrictions	278,938	(278,938)	-
Total Operating Revenues	42,393,979	(278,938)	42,115,041
OPERATING EXPENSES			
Program Expenses	37,257,694	-	37,257,694
General and Administrative Expenses	4,939,522	-	4,939,522
Fundraising Expenses	196,453	-	196,453
Total Operating Expenses	42,393,669	-	42,393,669
OPERATING EXPENSES IN EXCESS (DEFICIT) OF OPERATING REVENUES	310	(278,938)	(278,628)
OTHER INCOME			
Investment Income, Net	360,347	-	360,347
Net Realized and Unrealized Gains on Investments	379,921	-	379,921
Contributions	882,864	189,297	1,072,161
Change in Value of Split-Interest Agreements	-	577,344	577,344
Total Other Income	1,623,132	766,641	2,389,773
EXCESS OF REVENUES OVER EXPENSES	1,623,442	487,703	2,111,145
OTHER CHANGES IN NET ASSETS			
Contributions - Restricted for Property and Equipment	-	254,149	254,149
Change in Value of Interest Rate Swap Agreement	(40,757)	-	(40,757)
Net Assets Released from Restrictions - Property and Equipment	946,132	(946,132)	-
Total Other Changes in Net Assets	905,375	(691,983)	213,392
CHANGES IN NET ASSETS	2,528,817	(204,280)	2,324,537
Net Assets - Beginning of Year	16,125,293	14,103,013	30,228,306
NET ASSETS - END OF YEAR	<u>\$ 18,654,110</u>	<u>\$ 13,898,733</u>	<u>\$ 32,552,843</u>

See accompanying Notes to Consolidated Financial Statements.

ECHOING HILLS VILLAGE, INC. AND AFFILIATE
CONSOLIDATED STATEMENT OF FUNCTIONAL EXPENSES
YEAR ENDED DECEMBER 31, 2025

	Program	General and Administrative	Fundraising	Total
Salaries and Wages	\$ 20,541,416	\$ 2,719,906	\$ 130,142	\$ 23,391,464
Payroll Taxes	1,857,609	198,428	9,742	2,065,779
Employee Benefits	2,987,253	386,424	1,994	3,375,671
Total Salaries and Related Expenses	25,386,279	3,304,757	141,878	28,832,914
Contracted Adult Day Program	1,032,243	-	-	1,032,243
Advertising and Promotion	383	77,666	-	78,049
Dietary Cost	996,392	16	-	996,408
Government Mandated Fees	1,762,361	-	9,378	1,771,739
Insurance	256,252	177,696	691	434,639
Information Technology	91,503	223,687	-	315,190
Professional Fees	17,909	53,909	-	71,818
Lease and Rent	255,292	3,600	-	258,892
Maintenance and Repair	1,020,886	29,055	-	1,049,941
Medical and Habilitation Supplies and Equipment	732,184	-	-	732,184
Contracted Medical and Therapy Services	5,166,859	397,502	-	5,564,361
Interest	389,533	10,921	-	400,454
Office Expenses	273,517	227,722	14,835	516,074
Other Expenses	478,488	50,642	8,996	538,126
Staff Development, Conferences, and Dues	132,659	238,420	1,612	372,691
Supplies	251,021	6,595	-	257,616
Travel	447,763	83,738	1,979	533,480
Utilities	670,435	16,016	-	686,451
Total Expenses Before Depreciation and Amortization	39,361,959	4,901,942	179,369	44,443,270
Depreciation and Amortization	1,197,482	472,186	42	1,669,710
Total Operating Expenses	<u>\$ 40,559,441</u>	<u>\$ 5,374,128</u>	<u>\$ 179,411</u>	<u>\$ 46,112,980</u>

See accompanying Notes to Consolidated Financial Statements.

ECHOING HILLS VILLAGE, INC. AND AFFILIATE
CONSOLIDATED STATEMENT OF FUNCTIONAL EXPENSES
YEAR ENDED DECEMBER 31, 2024

	Program	General and Administrative	Fundraising	Total
Salaries and Wages	\$ 20,184,877	\$ 2,571,869	\$ 142,151	\$ 22,898,897
Payroll Taxes	1,657,218	186,400	10,235	1,853,853
Employee Benefits	2,521,867	374,439	2,205	2,898,511
Total Salaries and Related Expenses	24,363,962	3,132,708	154,591	27,651,261
Contracted Adult Day Program	1,042,836	-	-	1,042,836
Advertising and Promotion	729	57,624	-	58,353
Dietary Cost	959,031	-	-	959,031
Government Mandated Fees	1,790,336	-	3,667	1,794,003
Insurance	176,364	67,968	16,533	260,865
Information Technology	121,256	278,732	82	400,070
Professional Fees	-	87,244	76	87,320
Lease and Rent	236,713	4,856	-	241,569
Maintenance and Repair	963,241	22,173	-	985,414
Medical and Habilitation Supplies and Equipment	685,092	-	-	685,092
Contracted Medical and Therapy Services	3,851,938	195,085	-	4,047,023
Interest	66,583	-	-	66,583
Office Expenses	241,445	176,676	16,851	434,972
Other Expenses	584,519	119,374	-	703,893
Staff Development, Conferences, and Dues	177,646	201,302	2,917	381,865
Supplies	257,642	12,157	-	269,799
Travel	435,643	72,658	1,694	509,995
Utilities	606,331	12,573	-	618,904
Total Expenses Before Depreciation and Amortization	36,561,307	4,441,130	196,411	41,198,848
Depreciation and Amortization	696,387	498,392	42	1,194,821
Total Operating Expenses	<u>\$ 37,257,694</u>	<u>\$ 4,939,522</u>	<u>\$ 196,453</u>	<u>\$ 42,393,669</u>

See accompanying Notes to Consolidated Financial Statements.

**ECHOING HILLS VILLAGE, INC. AND AFFILIATE
CONSOLIDATED STATEMENTS OF CASH FLOWS
YEARS ENDED DECEMBER 31, 2025 AND 2024**

	2025	2024
CASH FLOWS FROM OPERATING ACTIVITIES		
Change in Net Assets	\$ 1,390,481	\$ 2,324,537
Adjustments to Reconcile Change in Net Assets to Net Cash Provided by Operating Activities:		
Depreciation and Amortization	1,669,710	1,194,821
Noncash Lease Expense	169,611	100,590
Net Realized and Unrealized Gains on Investments	(444,401)	(379,921)
Gain on Disposal of Property and Equipment	(53,135)	(45,150)
Change in Value of Split-Interest Agreements	(555,090)	(577,344)
Change in Value of Interest Rate Swap Agreement	133,903	40,757
Contributions with Donor Restrictions for Investment in Property and Equipment	(80,849)	(254,149)
Changes in Operating Assets and Liabilities:		
Accounts Receivable - Net Service	(717,798)	(647,777)
Unconditional Promises to Give	(51,674)	17,335
Prepaid Expenses and Other Current Assets	(50,232)	(23,176)
Accounts Payable	218,905	(343,213)
Operating Lease Liability	(168,176)	(97,923)
Accrued Payroll and Related	819,855	107,637
Deferred Revenue - Medicaid	18,507	33,436
Net Cash Provided by Operating Activities	2,299,617	1,450,460
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchases of Property and Equipment	(748,002)	(6,851,162)
Proceeds from Sale of Property and Equipment	53,135	45,150
Purchase of Investments	(101,970)	(1,040,584)
Proceeds from Sale of Investments	1,781,531	1,559,050
Change in Surrender Value of Life Insurance	(9,379)	(27,388)
Net Cash Provided (Used) by Investing Activities	975,315	(6,314,934)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from Issuance of Long-Term Debt	-	5,040,000
Proceeds from Line of Credit	51,220	-
Principal Payments on Long-Term Debt	(293,829)	(161,195)
Contributions with Donor Restrictions for Investment in Property and Equipment	80,849	254,149
Net Change in Annuity Obligations	-	(4,226)
Net Cash Provided (Used) by Financing Activities	(161,760)	5,128,728
NET CHANGE IN CASH, CASH EQUIVALENTS, AND CASH RESTRICTED AS TO USE	3,113,172	264,254
Cash, Cash Equivalents, and Cash Restricted as to Use - Beginning of Year	7,587,152	7,322,898
CASH, CASH EQUIVALENTS, AND CASH RESTRICTED AS TO USE - END OF YEAR	<u>\$ 10,700,324</u>	<u>\$ 7,587,152</u>

See accompanying Notes to Consolidated Financial Statements.

**ECHOING HILLS VILLAGE, INC. AND AFFILIATE
CONSOLIDATED STATEMENTS OF CASH FLOWS (CONTINUED)
YEARS ENDED DECEMBER 31, 2025 AND 2024**

	<u>2025</u>	<u>2024</u>
SUPPLEMENTAL DISCLOSURE OF CASH FLOW INFORMATION		
Cash Paid for Interest, Net of Capitalized Interest of \$-0- and \$206,339, Respectively, for December 31, 2025 and 2024	<u>\$ 400,224</u>	<u>\$ 66,837</u>
SUPPLEMENTAL DISCLOSURES OF NONCASH INVESTING AND FINANCING ACTIVITIES		
Right-of-Use Asset Received in Exchange for Operating Leases	<u>\$ 35,109</u>	<u>\$ 168,165</u>

See accompanying Notes to Consolidated Financial Statements.

**ECHOING HILLS VILLAGE, INC. AND AFFILIATE
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
DECEMBER 31, 2025 AND 2024**

NOTE 1 PRINCIPAL ACTIVITY AND SIGNIFICANT ACCOUNTING POLICIES

Organization

Echoing Hills Village, Inc. and Affiliate (the Village) is a nonprofit corporation organized for the purpose of providing support to individuals with physical and intellectual disabilities through residential services and programs. The Village is the sole corporate member of the Echoing Hills Village Foundation, Inc. (the Foundation or collectively, the Organization).

Echoing Hills Village Foundation, Inc. is a separate, nonprofit corporation organized to support the activities and programs of the Village. The Foundation receives and manages contributions and endowment funds for the benefit of the Village. The Foundation is supported by donor contributions and investment earnings.

The Organization's various program and support services are detailed below:

Residential Services

The Village operates 21 intermediate-care facilities for individuals with intellectual disabilities (ICF/IID). These programs are licensed in the state of Ohio and are certified to receive Medicaid funds. The services offered include year-round living accommodations in a home-like atmosphere, professional care, and various opportunities for daily activity. The Village also provides homemaker and personal care services and transportation to individuals who live in their own homes or apartments.

Camp Echoing Hills

Camp Echoing Hills (the Camp) provides year-round recreational opportunities for the developmentally disabled. The Camp provides opportunity for physical enrichment through activities such as baseball, hayrides, swimming, and other events. Spiritual nurture is gained through discussion groups and worship and devotional programs in and out of doors. Funding for the camping program comes from fees for services and contributions from interested individuals, businesses, service clubs, churches, and foundations.

Travel Opportunities

This program, sponsored by the Camp, allows the developmentally disabled travel opportunities providing recreation and spiritual growth. Trips have been taken to Germany, Panama, and many states in the U.S., including Arizona, California, Florida, Hawaii, Maryland, and New York. Funding for travel opportunities comes from fees for services and contributions.

Echoing Connections

These programs, located in Ohio in Stark, Montgomery, Athens, and Coshocton counties, are an alternative to the counties' sheltered workshop program providing individuals with physical and intellectual disabilities opportunities for paid employment, vocational training, and recreational activities in coordination with career and skills development and community integration.

**ECHOING HILLS VILLAGE, INC. AND AFFILIATE
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
DECEMBER 31, 2025 AND 2024**

NOTE 1 PRINCIPAL ACTIVITY AND SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Organization (Continued)

Echoing U

Echoing U is a four-year post-secondary transition program for young adults with disabilities up to age 30 who have graduated high school. Echoing U provides a four-year cohort program where young people can build practical, real-world life skills that prepare them to make the next major steps in their lives. The goal of the program is to support young adults with physical and intellectual disabilities achieve their fullest potential.

Basis of Presentation and Consolidation

The consolidated financial statements of the Organization have been prepared on the basis of accounting principles generally accepted in the United States of America (GAAP). The preparation of consolidated financial statements in conformity with GAAP requires management to make estimates and assumptions that affect amounts reported in the consolidated financial statements. Actual results could differ from those estimates. The accompanying consolidated financial statements include the accounts of the Village and the Foundation. All significant intercompany transactions and balances have been eliminated in consolidation.

Use of Estimates

Management uses estimates and assumptions in preparing financial statements. Those estimates and assumptions affect the reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities, and reported revenues and expenses. Actual results could differ from those estimates.

Cash and Cash Equivalents

Cash and cash equivalents include certain investments in highly liquid debt instruments with original maturities of three months or less.

At December 31, 2025 and 2024, the Echoing Hills Village, Inc. had \$5,018,457 and \$2,967,923, respectively, and periodically throughout the year, in excess of federally insured limits. Echoing Hills Village Inc. does not expect to incur any losses resulting from cash held at financial institutions. At December 31, 2025 and 2024, the Foundation had \$-0- in excess of federally insured limits.

Accounts Receivable, Net Service

Accounts receivable for residents and governmental agencies are recorded at the amount expected to be collected. In evaluating the collectability of accounts receivable, the Organization makes an assessment of all amounts that remain unpaid following normal payment periods. In the opinion of management, adequate provisions have been made for any amounts deemed uncollectible for potential credit losses, billing adjustments, and any adjustments that may result from audits and settlements by governmental agencies.

**ECHOING HILLS VILLAGE, INC. AND AFFILIATE
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
DECEMBER 31, 2025 AND 2024**

NOTE 1 PRINCIPAL ACTIVITY AND SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Accounts Receivable, Net Service (Continued)

The Village has a significant concentration of its accounts receivable balance due from Medicaid for residential and support services. At December 31, 2025 and 2024, the Medicaid accounts receivable as a percentage of total accounts receivable, net service were 99% and 97%, respectively. In addition, included on the consolidated statements of financial position was \$51,943 and \$33,436 on December 31, 2025 and 2024, respectively, for deferred revenue from Medicaid. The 2025 amount relates to Medicaid overpayments from 2025 that remained unclaimed as of the report date, while the 2024 amount relates to Medicaid overpayments from 2024 that were not reclaimed until February 2025.

Resident Funds and Resident Funds Payable

The Organization maintains various bank accounts for deposits and disbursements for the residents' personal needs allowances. These funds are held in trust by the Organization and total \$2,583,172 and \$2,532,343 at December 31, 2025 and 2024, respectively.

Investments

Investments, which consist principally of equity securities, fixed-income securities, exchange traded funds, and mutual funds, are carried at fair value based upon independent market quotes. The change in fair value is reported as unrealized gain and loss in the accompanying consolidated statements of activities. Donated investments are recorded as contributions at their estimated fair values at the time of donation. Investment income includes dividends and interest net of fees of \$46,827 and \$44,732 as of December 31, 2025 and 2024, respectively.

Property and Equipment

Property and equipment purchases are recorded at cost or, if donated, at the estimated fair market value at the time of donation. Depreciation is computed on the straight-line basis over the estimated useful lives of the assets, ranging from 2 to 40 years. The Organization capitalizes assets with an original cost greater than \$500 based on Medicaid regulations. Costs of maintenance and repairs are charged to expenses when incurred.

Gifts of long-lived assets such as land, buildings, or equipment are reported as contributions without donor restriction, unless explicit donor stipulations specify how the donated assets must be used. Gifts of long-lived assets with explicit restrictions that specify how the assets are to be used and gifts of cash or other assets that must be used to acquire long-lived assets are reported as contributions with donor restrictions.

Cash Surrender Value of Life Insurance

The Organization records as an asset the cash surrender value of life insurance policies, net of any policy loans, in which they are the owner and the beneficiary.

ECHOING HILLS VILLAGE, INC. AND AFFILIATE
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
DECEMBER 31, 2025 AND 2024

NOTE 1 PRINCIPAL ACTIVITY AND SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Charitable Gift Annuity Obligations

The Organization has entered into various gift annuity agreements whereby, upon receipt of an annuity gift, the Organization pays the donor an annuity for the remainder of his or her life and/or spouse's life. At the time of the gift, the assets are recorded at their fair market value and an obligation is established for the present value of the annuity payments estimated to occur based upon the donor's and/or spouse's life expectancy. The difference between the gift and the obligation is recognized as contributions without donor restriction or as an increase in net assets with donor restrictions based upon the donor-imposed restrictions, if any. The original gift upon receipt was included in investments. As of December 31, 2025 and 2024, the Organization has gift annuity obligations of \$9,055.

Leases

The Organization leases certain facilities and equipment. The Organization determines if an arrangement is a lease at inception. Operating leases are included in operating lease right-of-use (ROU) assets and operating lease liabilities on the statements of financial position. Finance leases are included in property and equipment and finance lease liabilities on the statements of financial position.

ROU assets represent the Organization's right to use an underlying asset for the lease term and lease liabilities represent the Organization's obligation to make lease payments arising from the lease. ROU assets and liabilities are recognized at the lease commencement date based on the present value of lease payments over the lease term. As most leases do not provide an implicit rate, the Organization uses a risk-free rate based on the information available at commencement date in determining the present value of lease payments. The operating lease ROU asset also includes any lease payments made and excludes lease incentives. The lease terms may include options to extend or terminate the lease when it is reasonably certain that the Organization will exercise that option. Lease expense for lease payments is recognized on a straight-line basis over the lease term. The Organization 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 ROU assets on the consolidated statements of financial position.

The Organization has elected not to separate nonlease components from lease components and instead accounts for each separate lease component and the nonlease component as a single lease component.

The Organization's lease agreements do not contain any material residual value guarantees or material restrictive covenants.

**ECHOING HILLS VILLAGE, INC. AND AFFILIATE
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
DECEMBER 31, 2025 AND 2024**

NOTE 1 PRINCIPAL ACTIVITY AND SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Leases (Continued)

In evaluating contracts to determine if they qualify as a lease, the Organization considers factors such as if the Organization has obtained substantially all of the rights to the underlying asset through exclusivity, if the Organization can direct the use of the asset by making decisions about how and for what purpose the asset will be used and if the lessor has substantive substitution rights. This evaluation may require significant judgment.

In determining the discount rate used to measure the ROU asset and lease liability, the Organization uses rates implicit in the lease, or if not readily available, the Organization has elected to use a risk-free discount rate determined using a period comparable with that of the lease term for computing the present value of lease liabilities.

Classification of Net Assets

Net Assets Without Donor Restrictions – Net assets without donor restrictions consist of all the resources and obligations related to the daily operations of the Organization.

Net Assets With Donor Restrictions – Net assets restricted for purpose contain donor-imposed restrictions that permit the Organization to use or expend the assets as specified. The restrictions are satisfied either by the passage of time or by actions of the Organization. Net assets with restrictions that are perpetual in nature result from donor-imposed restrictions that limit the use of net assets in perpetuity. Earnings, gains, and losses on net assets with donor restrictions are classified as without donor restriction, unless specifically restricted by the donor or by applicable state law.

Net Service Revenue

The Organization's principal activities are operating long-term healthcare facilities and day activity programs for individuals with physical and intellectual disabilities. Revenue is primarily derived from participation in the Medicaid program.

The Organization reports net service revenue at the amount the Organization expects to be entitled in exchange for providing individual supportive care. These amounts are due from individuals and third-party payors (including government programs) and include variable consideration for retroactive revenue adjustments due to settlements of audits, reviews, and investigations. Generally, the Organization bills all payors in the week (Waiver) or month (ICF/IID) after the services being provided. Revenues are recognized as performance obligations are satisfied.

Performance obligations are determined based on the nature of the services provided by the Organization. The Organization's service revenues primarily represent services that are bundled and treated as a single performance obligation satisfied over time as services are provided. The Organization measures performance obligation on a daily basis as the services are provided from the date of admissions until the date of discharge.

**ECHOING HILLS VILLAGE, INC. AND AFFILIATE
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DECEMBER 31, 2025 AND 2024**

NOTE 1 PRINCIPAL ACTIVITY AND SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Net Service Revenue (Continued)

Opening balances of accounts receivable, net service, as of January 1, 2025 and 2024 were \$3,754,816 and \$3,107,039, respectively. Ending balances of accounts receivable, net service, as of December 31, 2025 and 2024 was \$4,472,614 and \$3,754,816, respectively. Opening balance of deferred revenue related to Medicaid, as of January 1, 2025 and 2024 was \$33,436 and \$-0-, respectively. Ending balances of deferred revenue related to Medicaid, as of December 31, 2025 and 2024 was \$51,943 and \$33,436, respectively.

The Organization determines transaction price based on contractually agreed-upon amounts or rates. The Organization utilizes the expected value method to determine the amount of variable consideration that should be included to arrive at the transaction price. The Organization assesses collectability on all accounts prior to providing the service.

ICF/IID Revenue

Medicaid reimbursement for an Ohio ICF/IID is based on cost and clinical assessments, with a rate cap based on the statewide average Medicaid rate for ICFs/IID. The Medicaid payment system in Ohio is a prospective one, whereby rates for the following state fiscal year beginning July 1 are based upon filed cost reports for the preceding calendar year. Future reimbursement changes are subject to legislative approval. The continuity of this system is subject to the uncertainty of the fiscal health of the state of Ohio, which can directly impact future rates and the methodology currently in place. Any significant change in rates, or the payment system itself, could have a material impact on future Medicaid funding to providers. ICF/IDD Revenue from Medicaid makes up approximately 85% and 84% of total net service revenue for the years ended December 31, 2025 and 2024, respectively.

Amounts paid under the Medicaid program are generally based on allowable costs and amounts earned are subject to review and audit by the Ohio Department of Medicaid. In the opinion of management, no provision was necessary as of December 31, 2025 for any adjustments that may result from such reviews. Any differences between estimated settlements and final determinations are reflected in operations in the year finalized.

Laws and regulations governing the Medicaid program are complex and subject to interpretation. Management believes it is in compliance with all applicable laws and regulations and is not aware of any pending or threatened investigations involving allegations of potential wrongdoings. While no such regulatory inquiries have been made, compliance with such laws and regulations can be subject to future government review and interpretation, as well as significant regulatory action, including fines, penalties, and exclusion from the Medicaid program.

ECHOING HILLS VILLAGE, INC. AND AFFILIATE
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
DECEMBER 31, 2025 AND 2024

NOTE 1 PRINCIPAL ACTIVITY AND SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Net Service Revenue (Continued)

Day Habilitation Revenue

The Village provides day habilitation services for ICF/IID and waiver individuals and those living in other home and community settings through its Echoing Connections and Echoing U programs. Payments for the Village's ICF/IID individuals come from the facility's overall Medicaid rate. Individuals who live in other ICFs/IID pay on a fee-for-service basis. The Village bills the Department of Developmental Disabilities for individuals in the community who are funded through state of Ohio waiver programs. The Ohio legislature, through its biennium budget process, sets both ICF/IID and waiver reimbursement payment rates.

Waiver Revenue

The Ohio Department of Developmental Disabilities (DODD) issues waivers for the fee-based reimbursement of services provided for home and community-based services and vocational day services. The fee received is dependent on a profiling mechanism which places the individual receiving service into a funding range. Also, the fee is based on the acuity level of the individual which determines staffing requirements, group setting, and location of service provided. If any of these variables change during the year, the fee changes. Waiver Revenue from Medicaid makes up approximately 13% and 14% of total net service revenue for the years ended December 31, 2025 and 2024, respectively.

The Village is certified by the DODD to provide certain waiver services in the areas of homemaker/personal care, out-of-home respite, transportation, and adult day support. The Village bills the DODD directly to receive payment for the services it provides. Future revenue is subject to annual reassessments of individual needs and functioning levels and state of Ohio departmental budget allocations.

Contributions

The Organization recognizes contributions in accordance with ASC Subtopic 958-605, which requires the Organization to determine if a contribution is conditional on the basis of whether an agreement includes a barrier that must be overcome and either a right of return of assets transferred or a right of release of a promisor's obligation to transfer assets. Unconditional contributions are recognized as revenue when received or promised. Conditional contributions are recorded as liabilities and recognized as revenue in the period in which conditions are met. The Organization reports all donor-restricted contributions whose restrictions are met in the same reporting period as support without donor restrictions.

The Organization reports gifts of cash and other assets as restricted support if they are received with donor stipulation that limit the use of donated assets. When a donor stipulated time restriction ends, or a donor purpose restriction is accomplished, net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the statement of activities and changes in net assets as net assets released from restrictions.

**ECHOING HILLS VILLAGE, INC. AND AFFILIATE
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
DECEMBER 31, 2025 AND 2024**

NOTE 1 PRINCIPAL ACTIVITY AND SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Donated Services

No amounts have been reflected in the consolidated financial statements for donated services. Many individuals volunteer their time and perform a variety of tasks that assist the Organization with specific programs related to resident care and activities.

Functional Allocation of Expenses

The costs of providing various programs and support services have been summarized on a functional basis in the consolidated statements of functional expenses. Accordingly, certain costs have been allocated among the programs and supporting services benefited. Costs are charged directly to the program or support cost center benefited at the time of the expenditure and accordingly no additional allocation of expenses is required.

Excess of Revenues Over Expenses

The consolidated statements of activities and changes in net assets includes excess of revenues over expenses. Other changes in net assets which are excluded from excess of revenues over expenses, consistent with industry practice, include the release of contributions restricted for property and equipment, change in value of the interest rate swap agreement, and contributions received with donor restrictions for property and equipment.

Interest Rate Swap

The Organization uses an interest rate swap to mitigate interest rate risk on long-term debt. The related liability or asset is reported at fair value in the consolidated statements of financial position, and the change in value of the interest rate swap is included in the consolidated statement of activities.

Income Taxes

The Village and Foundation are exempt from federal income tax under Section 501(c)(3) of the Internal Revenue Code. In addition, the organizations qualify for the charitable contribution deduction and have been classified as organizations that are not private foundations. Management is not aware of any course of action or series of events that have occurred that might adversely affect qualified status.

Management of the Organization is required to determine whether a tax position of the Organization is more likely than not to be sustained upon examination by the applicable taxing authority, including resolution of any related appeals or litigation processes, based on the technical merits of the position. Management of the Organization is not aware of any tax positions for which it is reasonably possible that the total amounts of unrecognized tax benefits will significantly change in the next 12 months. However, management's conclusions may be subject to review and adjustment at a later date based on factors including, but not limited to, new tax laws, regulations, and administrative interpretations (including relevant court decisions). The Organization's federal tax returns for the prior three fiscal years remain subject to examination by the Internal Revenue Service.

**ECHOING HILLS VILLAGE, INC. AND AFFILIATE
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
DECEMBER 31, 2025 AND 2024**

NOTE 1 PRINCIPAL ACTIVITY AND SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Subsequent Events

The Organization has evaluated subsequent events to the statement of financial position date of December 31, 2025, through May 6, 2026, which is the date the consolidated financial statements were available to be issued, and have determined that there are no subsequent events that require recognition or disclosure.

NOTE 2 CASH, CASH EQUIVALENTS, AND CASH RESTRICTED AS TO USE FOR STATEMENTS OF CASH FLOWS

Cash restricted as to use consists of cash that is donor-restricted for the purpose of purchasing property and equipment. The following table provides a reconciliation of cash, cash equivalents, and cash restricted as to use as presented in the statements of cash flows at December 31:

	2025	2024
Cash and Cash Equivalents	\$ 10,575,066	\$ 7,437,351
Cash Restricted as to Use; Donor-Restricted for Property and Equipment	125,258	149,801
Total	<u>\$ 10,700,324</u>	<u>\$ 7,587,152</u>

NOTE 3 UNCONDITIONAL PROMISES TO GIVE

The Organization had the following outstanding unconditional promises to give at December 31:

	2025	2024
Less Than One Year - Other Promises to Give	\$ 55,050	\$ 3,376
Greater Than Five Years - Split-Interest Agreements	9,122,819	8,567,728
Total	<u>\$ 9,177,869</u>	<u>\$ 8,571,104</u>

Under the split-interest agreements, the Organization will receive future distributions from trusts only after obligations to another beneficiary are satisfied over the remaining life of the beneficiary. At the time of the beneficiary's death, the trusts are to terminate, and the remaining trust assets are to be distributed to the Organization. The fair value of the assets in the trusts less the present value of the expected payments to the beneficiary uses the beneficiary's life expectancy and a 3.43% discount rate in 2025 and 2024. It is at least reasonably possible that the recorded value of the split-interest agreements will change in the near term. The value of the split-interest agreements is included in net assets with donor restrictions.

The split-interest agreements are made up of owner restricted donations. The change in value of split-interest agreements for 2025 and 2024 was a total gain of \$555,090 and \$577,344, respectively, to net assets with donor restrictions.

ECHOING HILLS VILLAGE, INC. AND AFFILIATE
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
DECEMBER 31, 2025 AND 2024

NOTE 3 UNCONDITIONAL PROMISES TO GIVE (CONTINUED)

The Organization has received numerous bequests included in wills. These bequests are considered intentions to give because the donor has the right to modify the will and, accordingly, the bequests are not recorded in the consolidated financial statements until each will has been validated after the donor's death.

NOTE 4 INVESTMENTS

The Organization held the following investments as of December 31:

	2025	2024
Common Stock	\$ 83,792	\$ 104,404
Mutual Funds	2,379,285	2,052,934
Exchange Traded Funds	1,828,766	1,683,580
Government Securities	40,485	1,726,571
Total	<u>\$ 4,332,328</u>	<u>\$ 5,567,489</u>

NOTE 5 PROPERTY AND EQUIPMENT

Property and equipment are summarized as follows at December 31:

	2025	2024
Land	\$ 1,358,358	\$ 1,261,421
Land Improvements	3,731,890	3,656,330
Buildings and Improvements	25,303,238	24,784,254
Equipment	3,942,698	3,747,869
Transportation Equipment	4,099,484	4,172,252
Construction in Progress	12,042	228,227
Total Cost	<u>38,447,710</u>	<u>37,850,353</u>
Accumulated Depreciation	<u>(22,355,847)</u>	<u>(20,836,782)</u>
Net Carrying Amount	<u>\$ 16,091,863</u>	<u>\$ 17,013,571</u>

Depreciation and amortization expense for 2025 and 2024 was \$1,669,710 and \$1,194,821, respectively.

During 2024, several intermediate care facilities and other housing projects were placed into service. Construction activity continued during 2025, and as of December 31, 2025, construction in progress consists primarily of remaining housing projects and wastewater-related project, in the amount of \$12,042.

ECHOING HILLS VILLAGE, INC. AND AFFILIATE
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
DECEMBER 31, 2025 AND 2024

NOTE 6 CASH SURRENDER VALUE OF LIFE INSURANCE

The Foundation is the owner and beneficiary of a \$2,000,000 face value life insurance policy on the life of the founder. The cash surrender value on this policy was \$372,490 and \$363,111 as of December 31, 2025 and 2024, respectively.

The Village is also the owner of a split-dollar policy on the life of the founder with a face value of \$185,962, in which \$100,000 will be paid to the estate of the founder and the remaining benefit would be paid to the Village. The cash surrender value on this policy was \$48,594 as of December 31, 2025 and 2024, respectively.

In addition, certain nonemployees of the Organization have contributed their whole life insurance policies to the Foundation. The Foundation is the owner and beneficiary of four individual life insurance policies at December 31, 2025 and 2024. These policies collectively have a face value of \$157,210 at December 31, 2025 and 2024. The cash surrender value of these policies was \$5,638 as of December 31, 2025 and 2024, respectively.

NOTE 7 SELF INSURANCE

The Village is self-insured under a plan covering substantially all employees for health benefits. The plan is covered by a stop-loss policy that covers claims over \$125,000 per covered life. Claims charged to operations were \$2,773,277 and \$2,282,354 for the years ended December 31, 2025 and 2024, respectively. At December 31, 2025 and 2024, the Village had recorded an accrual for health insurance claims for \$907,174 and \$233,406, respectively, included in accrued payroll and related.

NOTE 8 LINES OF CREDIT

The Village has available a \$2,000,000 line of credit with a bank, collateralized by substantially all real and personal property of the Village. Interest accrues on borrowings at a variable interest rate of one month Secured Overnight Financing Rate (SOFR) plus 2.35% at December 31, 2025 (effective rate of 6.22%), and SOFR plus 2.35% at December 31, 2024 (effective rate 6.84%). The outstanding balance on this line was \$-0- as of December 31, 2025 and 2024. The line of credit was renewed in 2025 and matures on June 25, 2027.

The Village also has available a \$500,000 line of credit with a bank for the purchase of equipment and titled vehicles, collateralized by the equipment or vehicles purchased. Interest accrues on borrowings at a variable interest rate of Prime at December 31, 2025 (effective rate of 6.75%), and Prime at December 31, 2024 (effective rate 7.50%). The outstanding balance on this line was \$51,220 and \$-0- as of December 31, 2025 and 2024, respectively. The line of credit was renewed in 2025 and matures on June 25, 2031.

These lines of credit include financial covenants. As of December 31, 2025 and 2024, management of the Organization is not aware of any noncompliance with these covenants.

ECHOING HILLS VILLAGE, INC. AND AFFILIATE
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
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NOTE 9 LONG-TERM DEBT

Long-term debt at December 31 is as follows:

Description	2025	2024
During the year, the mortgage note was refinanced, replacing the prior mortgage note due in monthly principal and interest installments of \$5,824 at 4.0% with a new mortgage note due in monthly principal and interest installments of \$6,775 at 6.987%, with remaining principal due July 2030. The note is secured by the real estate purchased with the mortgage note proceeds.	\$ 560,335	\$ 604,078
Mortgage note due in monthly principal and interest installments of \$3,903 at 3.37%, with remaining principal due May 2030. The note is secured by the real estate purchased with the mortgage note proceeds.	191,686	231,253
Mortgage note due in monthly principal and interest installments of \$2,852 at 3.85% through July 2026. The note is secured by the real estate purchased with the mortgage note proceeds.	19,158	53,927
Mortgage note due in monthly principal and interest installments \$6,195 at 3.81% through February 2032. The note is secured by the real estate purchased with the mortgage note proceeds.	673,296	720,646
Mortgage note due in monthly principal and interest installments \$10,700 at a stated rate of 6.12% at December 31, 2025, with a swap agreement to convert to a fixed rate of 6.42% through August 1, 2033. The note is secured by the real estate purchased with the mortgage note proceeds.	4,911,600	5,040,000
Total	6,356,075	6,649,904
Less: Current Portion of Long-Term Debt	286,320	852,175
Long-Term Debt, Net of Current Portion	<u>\$ 6,069,755</u>	<u>\$ 5,797,729</u>

Certain long-term debt agreements described above include financial covenants. As of December 31, 2025 and 2024, management of the Organization is not aware of any noncompliance with these covenants.

ECHOING HILLS VILLAGE, INC. AND AFFILIATE
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
DECEMBER 31, 2025 AND 2024

NOTE 9 LONG-TERM DEBT (CONTINUED)

Scheduled principal payments on debt to maturity are as follows:

<u>Year Ending December 31,</u>	<u>Amount</u>
2026	\$ 286,320
2027	283,141
2028	298,071
2029	317,096
2030	634,991
Thereafter	4,536,456
Total	<u>\$ 6,356,075</u>

Interest expense was \$400,454 and \$66,583 for the years ended December 31, 2025 and 2024, respectively.

During 2024, the Organization entered into a interest rate swap agreement to hedge the cash flows on its variable rate debt. The swap is designed to mitigate exposure to interest rate fluctuations associated with the debt. Under the terms of the swap, the Organization pays monthly fixed interest payments of 6.42% and receives a variable interest rate based on one-month London Interbank Offered Rate (LIBOR) rate. The effective date of the swap was December 10, 2024 and the termination date is August 1, 2033. The outstanding notional amount of the swap was \$4,911,600 and \$5,040,000 at December 31, 2025 and 2024, respectively. The notional amount amortizes consistent with the underlying debt that the swap is economically hedging.

The interest rate swap has been marked to fair market value based upon a valuation by an investment bank. The change in value for the effective cash flow hedge of \$133,903 and \$40,757 has been included in other changes in net assets, on the consolidated statement of activities and changes in net assets, for the year ended December 31, 2025 and 2024, respectively, and had a value of \$174,660 and \$40,757 as liability as of December 31, 2025 and 2024, respectively.

NOTE 10 NET ASSETS WITH DONOR RESTRICTIONS

Net assets with donor restrictions are restricted for the following purposes at December 31:

	<u>2025</u>	<u>2024</u>
Subject to Expenditure for Specified Purpose:		
Resident Travel - Split-Interest Agreement	\$ 2,969,930	\$ 2,271,560
Purchase of Property and Equipment	125,258	149,801
Future Periods' Activities	1,115,694	1,070,292
Total Purpose and Time	4,210,882	3,491,653
Perpetual in Nature:		
Donor-Restricted Endowment Funds	4,262,881	4,110,912
Split-Interest Agreements	6,152,889	6,296,168
Total Perpetual in Nature	10,415,770	10,407,080
Total Net Assets with Donor Restrictions	<u>\$ 14,626,652</u>	<u>\$ 13,898,733</u>

ECHOING HILLS VILLAGE, INC. AND AFFILIATE
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NOTE 10 NET ASSETS WITH DONOR RESTRICTIONS (CONTINUED)

During 2025 and 2024, net assets were released from donor restrictions by incurring expenses satisfying the donor's restricted purposes in the amounts of \$268,257 and \$1,225,070, respectively.

Net assets that are perpetually restricted in nature consist of endowment fund assets (see Note 16) and split-interest agreements to be held indefinitely (see Note 3). The income from the assets can be used to support the Organization's general activities.

NOTE 11 LEASES

The Organization leases office space and facilities for operation of programs under operating lease agreements that expire at various dates through September 2046.

The following table provides quantitative information concerning the Organization's leases at December 31:

	<u>2025</u>	<u>2024</u>
Lease Costs:		
Operating Lease Costs	\$ 224,063	\$ 196,770
Short-Term Lease Costs	-	-
Total Lease Costs	<u>\$ 224,063</u>	<u>\$ 196,770</u>
Other Information:		
Operating Cash Flows from Operating Leases	\$ 228,916	\$ 198,552
Right-of-Use Assets Obtained in Exchange for New		
Operating Lease Liabilities	\$ 35,099	\$ 168,165
Weighted-Average Remaining Lease Term -		
Operating Leases	6.5 Years	6.8 Years
Weighted-Average Discount Rate - Operating Leases.	4.60%	4.65%

The Organization classifies the total undiscounted lease payments that are due in the next 12 months as current. A maturity analysis of annual undiscounted cash flows for lease liabilities as of December 31, 2025, is as follows:

<u>Year Ending December 31,</u>	<u>Operating Leases</u>
2026	\$ 228,916
2027	140,798
2028	43,000
2029	9,000
2030	9,000
Thereafter	141,750
Total Lease Payments	<u>572,464</u>
Less: Interest	82,414
Present Value of Lease Liabilities	<u>\$ 490,050</u>

**ECHOING HILLS VILLAGE, INC. AND AFFILIATE
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NOTE 12 RETIREMENT PLAN

The Village maintains a tax-deferred annuity retirement plan qualified under Section 403(b) of the Internal Revenue Code for qualified employees who meet certain service requirements. The plan covers all employees who have exceeded 1,000 hours of service and who have reached age 21. The Village matches 50% of the first 2% of the employee's contribution to the plan. Pension expense for the defined contribution 403(b) plan totaled \$84,882 and \$81,075 for the years ended December 31, 2025 and 2024, respectively.

NOTE 13 COMMUNITY FOUNDATION OF GREATER LORAIN COUNTY

The Community Foundation of Greater Lorain County (the Community Foundation) holds funds for the Organization. Contributions to the funds are considered irrevocable gifts to the Community Foundation. The funds are administered by the Community Foundation and are subject to the Community Foundation's governing instruments. The market value of the funds was \$488,253 and \$444,504 as of December 31, 2025 and 2024, respectively. Accordingly, the Organization has not recorded these funds in their consolidated financial statements. Periodically, the Community Foundation makes distributions from the funds, which the Organization records as revenue upon receipt. The Organization received contributions of \$18,378 and \$18,465 from the Community Foundation during 2025 and 2024, respectively.

NOTE 14 COMMITMENTS AND CONTINGENCIES

A facility owned and operated by the Village is subject to restrictions for use under a forgivable loan agreement with the state of Ohio. In accordance with this agreement, the Village has agreed to use this facility to provide services to persons with developmental disabilities for a term of not less than 40 years, which expired in 2024. As long as the facility are utilized for this purpose, the state of Ohio will forgive monthly repayment of principal payments required under the terms of the agreement. In addition, the agreement does not require the payment of interest. In the event the use of the facility is changed prior to the expiration of the agreed-upon time period, the Village would become liable for the unamortized portion of the loan. The unamortized portion of the loan was \$-0- at December 31, 2025 and 2024, respectively.

Consistent with its mission, it is the intent of the Village to operate this facility for the required period. Management has assessed the likelihood of potential repayment of the grant funds as remote, accordingly, no liability has been recorded in the accompanying consolidated financial statements.

**ECHOING HILLS VILLAGE, INC. AND AFFILIATE
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
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NOTE 15 FAIR VALUE MEASUREMENTS

Accounting standards require certain assets and liabilities be reported at fair value in the consolidated financial statements and provide a framework for establishing that fair value. The framework for determining fair value is based on a hierarchy that prioritizes the inputs and valuation techniques used to measure fair value.

The following tables present information about the Organization's assets and liabilities measured at fair value on a recurring basis at December 31, 2025 and 2024 and the valuation techniques used by the Organization to determine those fair values.

Level 1 – Inputs use quoted prices in active markets for identical assets or liabilities that the Organization have the ability to access.

Level 2 – Inputs use other inputs that are observable either directly or indirectly. These Level 2 inputs include quoted prices for similar assets and liabilities in active markets and other inputs such as interest rates and yield curves that are observable at commonly quoted intervals.

Level 3 – Inputs are unobservable inputs, including inputs that are available in situations where there is little, if any, market activity for the related asset or liability. In instances whereby inputs used to measure fair value fall into different levels in the above fair value hierarchy, fair value measurements in their entirety are categorized based on the lowest level input that is significant to the valuation.

The Organization's assessment of the significance of particular inputs to these fair value measurements requires judgment and considers factors specific to each asset or liability. Following is description of valuation methodologies used for assets and liabilities measured at fair value. There have been no changes in the methodologies used at December 31, 2025 and 2024.

Common Stock/Mutual Funds/Exchange Traded Funds – Valued at quoted market prices, which represent the net asset value (NAV) of shares held by the Organization at year-end.

Government Securities – Valued based on yields currently available on comparable securities.

Interest Rate Swap Agreement – Valued using a third party's proprietary discounted cash flow model, which considers past, present, and future assumptions regarding interest rates and market conditions to estimate the fair value of the agreement.

Split-Interest Agreements and Charitable Gift Annuity Liability – Under the split-interest agreements, the Organization will receive future distributions from trusts only after obligations to another beneficiary are satisfied over the life of the beneficiary. At the time of the beneficiary's death, the trusts are to terminate and the remaining trust assets to be distributed to the Organization.

ECHOING HILLS VILLAGE, INC. AND AFFILIATE
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
DECEMBER 31, 2025 AND 2024

NOTE 15 FAIR VALUE MEASUREMENTS (CONTINUED)

Assets and liabilities measured at fair value on a recurring basis at December 31:

2025				
	Level 1	Level 2	Level 3	Total
Assets:				
Common Stock	\$ 83,792	\$ -	\$ -	\$ 83,792
Mutual Funds	2,379,285	-	-	2,379,285
Exchange Traded Funds	1,828,766	-	-	1,828,766
Government Securities	-	40,485	-	40,485
Total Investments	4,291,843	40,485	-	4,332,328
Split-Interest Agreements	-	-	9,122,819	9,122,819
Total Assets	<u>\$ 4,291,843</u>	<u>\$ 40,485</u>	<u>\$ 9,122,819</u>	<u>\$ 13,455,147</u>
Liabilities:				
Charitable Gift Annuities	\$ 9,055	\$ -	\$ -	\$ 9,055
Interest Rate Swap Agreement	-	174,660	-	174,660
Total Liabilities	<u>\$ 9,055</u>	<u>\$ 174,660</u>	<u>\$ -</u>	<u>\$ 183,715</u>
2024				
	Level 1	Level 2	Level 3	Total
Assets:				
Common Stock	\$ 104,404	\$ -	\$ -	\$ 104,404
Mutual Funds	2,052,934	-	-	2,052,934
Exchange Traded Funds	1,683,580	-	-	1,683,580
Government Securities	-	1,726,571	-	1,726,571
Total Investments	3,840,918	1,726,571	-	5,567,489
Split-Interest Agreements	-	-	8,567,728	8,567,728
Total Assets	<u>\$ 3,840,918</u>	<u>\$ 1,726,571</u>	<u>\$ 8,567,728</u>	<u>\$ 14,135,217</u>
Liabilities:				
Charitable Gift Annuities	\$ 9,055	\$ -	\$ -	\$ 9,055
Interest Rate Swap Agreement	-	40,757	-	40,757
Total Liabilities	<u>\$ 9,055</u>	<u>\$ 40,757</u>	<u>\$ -</u>	<u>\$ 49,812</u>

ECHOING HILLS VILLAGE, INC. AND AFFILIATE
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
DECEMBER 31, 2025 AND 2024

NOTE 15 FAIR VALUE MEASUREMENTS (CONTINUED)

The fair value of the assets in trust less the present value of the expected payments to the beneficiary's life and the value of the charitable gift annuity payable, the Organization estimates the fair value of these annuities based upon the present value of the expected future cash flows using management's best estimates of key assumptions including life expectancies of annuitants, payment periods, and a discount rate commensurate with the current market and other risks involved. The Organization has processes in place to select the appropriate valuation technique and unobservable inputs to perform Level 3 fair value measurements. Both observable and unobservable inputs may be used to determine the fair value of positions classified as Level 3 liabilities. As a result, the unrealized gains and losses for these assets and liabilities presented in the tables above may include changes in fair value that were attributable to both observable and unobservable inputs. The Organization's policy is to recognize transfers in and transfers out of Level 1, 2, and 3 fair value classifications as of the actual date of the event of change in circumstances that caused the transfer. There were no significant transfers between levels of the fair value hierarchy during 2025 and 2024.

NOTE 16 DONOR-RESTRICTED ENDOWMENTS

The Foundation's endowment includes donor-restricted endowment funds and split-interest agreements held in perpetuity. Net assets associated with endowment funds are classified and reported based on the existence or absence of donor-imposed restrictions.

Interpretation of Relevant Law

The board of directors of the Foundation has interpreted the Uniform Prudent Management of Institutional Funds Act (UPMIFA) 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 Foundation classifies as permanently restricted net assets (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 remaining portion of the donor-restricted endowment fund that is not classified in permanently restricted net assets is classified as restricted net assets until those amounts are appropriated for expenditure by the Foundation in a manner consistent with the standard of prudence prescribed by UPMIFA. In accordance with UPMIFA, the Foundation considers the following factors in making a determination to appropriate or accumulate donor-restricted endowment funds:

- The duration and preservation of the fund.
- The purpose of the Foundation and the donor-restricted endowment fund.
- General economic conditions.
- The possible effect of inflation and deflation.
- The expected total return from income and the appreciation of investments.
- Other resources of the Foundation.
- The investment policies of the Foundation.

**ECHOING HILLS VILLAGE, INC. AND AFFILIATE
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
DECEMBER 31, 2025 AND 2024**

NOTE 16 DONOR-RESTRICTED ENDOWMENTS (CONTINUED)

Interpretation of Relevant Law (Continued)

Changes in endowment net asset for the fiscal years ended December 31 are as follows:

	2025	2024
Endowment Net Assets - Beginning of Year	\$ 10,407,080	\$ 9,991,747
Change in Value of Split-Interest Agreements	8,690	415,333
Endowment Net Assets - End of Year	<u>\$ 10,415,770</u>	<u>\$ 10,407,080</u>

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 or UPMIFA requires the Foundation to retain as a fund of perpetual duration. There were no such deficiencies at December 31, 2025 and 2024.

Return Objectives and Risk Parameters

The Foundation has adopted investment and spending policies for endowment assets that attempt to provide a predictable stream of funding to programs supported by its endowment while seeking to maintain the purchasing power of the endowment assets. Endowment assets include those assets of donor-restricted funds that the Foundation must hold in perpetuity or for a donor-specified period(s) as well as board-designated funds. Under this policy, as approved by the board of directors, the endowment assets are invested in a manner that is intended to produce results that exceed the price and yield results of the S&P 500 index while assuming a moderate level of investment risk. The Foundation expects its endowment funds, over time, to provide an average rate of return of approximately 7% annually. Actual returns in any given year may vary from this amount.

Strategies Employed for Achieving Objectives

To satisfy its long-term rate-of-return objectives, the Foundation 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 Foundation targets a diversified asset allocation that places a greater emphasis on equity-based investments to achieve its long-term return objectives within prudent risk constraints.

Spending Policy and How the Investment Objectives Relate to Spending Policy

The Foundation has a policy of appropriating for distribution each year 5% of its endowment fund's average fair value over the prior 12 quarters through the calendar year-end preceding the fiscal year in which the distribution is planned. In establishing this policy, the Foundation considered the long-term expected return on its endowment. Accordingly, over the long term, the Foundation expects the current spending policy to allow its endowment to continue to grow. This is consistent with the Foundation's objective to maintain the purchasing power of the endowment assets held in perpetuity or for a specified term as well as to provide additional real growth through new gifts and investment return.

ECHOING HILLS VILLAGE, INC. AND AFFILIATE
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
DECEMBER 31, 2025 AND 2024

NOTE 17 LIQUIDITY AND AVAILABILITY OF FINANCIAL ASSETS

The Organization's financial assets available within one year of the consolidated statements of financial position date for general expenditures are as follows at December 31:

	2025	2024
Total Assets at Years End Per Consolidated Statements of Financial Position	\$ 48,600,797	\$ 46,379,102
Less:		
Resident Funds	2,583,172	2,532,343
Prepaid Expenses and Other Current Assets	316,805	267,073
Operating Right-of-Use Assets	490,050	659,661
Investments Held by the Foundation	4,332,328	3,921,977
Property and Equipment, Net	16,091,863	17,013,571
Deposits	9,050	8,550
Cash Surrender Value of Life Insurance Policy	426,722	417,343
Unconditional Promises to Give, Net of Current Portion (Split-Interest Agreements)	9,122,819	8,567,728
Donation with Donor Restrictions for Purpose Included in Cash Restricted as to Use	125,258	149,801
Donation with Donor Restrictions for Future Period Activities Included in Cash	1,115,694	1,070,292
Financial Assets Available to Meet Cash Needs for General Expenditures Within One Year	<u>\$ 13,987,036</u>	<u>\$ 11,770,763</u>

The Organization has \$13,987,036 and \$11,770,763 as of December 31, 2025 and 2024, respectively, available to meet cash needs for general expenditures within one year. The Organization has a goal to maintain financial assets, to meet approximately 60 days of normal operating expenses. To manage liquidity, the Organization has two lines of credit (as described in Note 8) available. A line of credit of \$2,000,000 is available to utilize for operational cash needs and a second line of \$500,000 is available for the purchase needs of equipment and vehicles. At December 31, 2025 and 2024, these lines of credit had total balances outstanding of \$51,220 and \$-0-, respectively.

NOTE 18 RISKS AND UNCERTAINTIES

The Organization assets include both split-interest agreements and investments in various investment securities. Split-interest agreements and investment securities are exposed to various risks such as interest rate, market, credit risks, and other external factors. Due to the level of risk associated with split-interest agreements and investment securities, it is at least reasonably possible that changes in the values of these assets will occur in the near term and that such changes could materially affect the amounts reported in the consolidated statements of financial position.

ECHOING HILLS VILLAGE, INC. AND AFFILIATE
CONSOLIDATING STATEMENT OF FINANCIAL POSITION
DECEMBER 31, 2025
(SEE INDEPENDENT AUDITORS' REPORT)

	Echoing Hills Village	Echoing Hills Village Foundation	Eliminating Entries	Total
ASSETS				
CURRENT ASSETS				
Cash and Cash Equivalents	\$ 10,402,313	\$ 172,753	\$ -	\$ 10,575,066
Cash Restricted as to Use	125,258	-	-	125,258
Accounts Receivable, Net Service	4,471,368	1,246	-	4,472,614
Accounts Receivable - Related Party	50,471	93,460	(143,931)	-
Current Portion of Unconditional Promises to Give	55,050	-	-	55,050
Resident Funds	2,583,172	-	-	2,583,172
Prepaid Expenses and Other Current Assets	316,805	-	-	316,805
Total Current Assets	18,004,437	267,459	(143,931)	18,127,965
INVESTMENTS	-	4,332,328	-	4,332,328
PROPERTY AND EQUIPMENT, NET	16,091,863	-	-	16,091,863
INTEREST IN NET ASSETS	11,013,128	-	(11,013,128)	-
OPERATING RIGHT-OF-USE ASSET, NET	490,050	-	-	490,050
OTHER ASSETS				
Deposits	9,050	-	-	9,050
Cash Surrender Value Life Insurance	48,594	378,128	-	426,722
Unconditional Promises to Give, Net of Current Portion	2,969,930	6,152,889	-	9,122,819
Total Other Assets	3,027,574	6,531,017	-	9,558,591
Total Assets	<u>\$ 48,627,052</u>	<u>\$ 11,130,804</u>	<u>\$ (11,157,059)</u>	<u>\$ 48,600,797</u>

ECHOING HILLS VILLAGE, INC. AND AFFILIATE
CONSOLIDATING STATEMENT OF FINANCIAL POSITION (CONTINUED)
DECEMBER 31, 2025
(SEE INDEPENDENT AUDITORS' REPORT)

	Echoing Hills Village	Echoing Hills Village Foundation	Eliminating Entries	Total
LIABILITIES AND NET ASSETS				
CURRENT LIABILITIES				
Accounts Payable	\$ 1,700,048	\$ 64,095	\$ -	\$ 1,764,143
Accounts Payable - Related Party	93,460	50,471	(143,931)	-
Resident Funds Payable	2,583,172	-	-	2,583,172
Lines of Credit	51,220	-	-	51,220
Current Portion of Long-Term Debt	286,320	-	-	286,320
Current Portion of Operating Lease Liability	211,485	-	-	211,485
Current Portion of Charitable Gift Annuity Payable	3,515	375	-	3,890
Accrued Payroll and Related	3,177,155	-	-	3,177,155
Deferred Revenue Medicaid	51,943	-	-	51,943
Total Current Liabilities	8,158,318	114,941	(143,931)	8,129,328
LONG-TERM LIABILITIES				
Long-Term Debt, Net of Current Portion	6,069,755	-	-	6,069,755
Operating Lease Liability, Net of Current Portion	278,565	-	-	278,565
Charitable Gift Annuity Payable, Net of Current Portion	2,430	2,735	-	5,165
Interest Rate Swap Agreement	174,660	-	-	174,660
Total Long-Term Liabilities	6,525,410	2,735	-	6,528,145
Total Liabilities	14,683,728	117,676	(143,931)	14,657,473
NET ASSETS				
Without Donor Restrictions	19,316,672	522,459	(522,459)	19,316,672
With Donor Restrictions:				
Purpose and Time Restricted	4,210,882	74,899	(74,899)	4,210,882
Perpetual in Nature	10,415,770	10,415,770	(10,415,770)	10,415,770
Total With Donor Restrictions	14,626,652	10,490,669	(10,490,669)	14,626,652
Total Net Assets	33,943,324	11,013,128	(11,013,128)	33,943,324
Total Liabilities and Net Assets	\$ 48,627,052	\$ 11,130,804	\$ (11,157,059)	\$ 48,600,797

ECHOING HILLS VILLAGE, INC. AND AFFILIATE
CONSOLIDATING STATEMENT OF FINANCIAL POSITION
DECEMBER 31, 2024
(SEE INDEPENDENT AUDITORS' REPORT)

	Echoing Hills Village	Echoing Hills Village Foundation	Eliminating Entries	Total
ASSETS				
CURRENT ASSETS				
Cash and Cash Equivalents	\$ 7,322,931	\$ 114,420	\$ -	\$ 7,437,351
Cash Restricted as to Use	149,801	-	-	149,801
Accounts Receivable - Net Service	3,753,588	1,228	-	3,754,816
Accounts Receivable - Related Party	-	3,601	(3,601)	-
Current Portion of Unconditional Promises to Give	3,376	-	-	3,376
Resident Funds	2,532,343	-	-	2,532,343
Prepaid Expenses and Other Current Assets	267,073	-	-	267,073
Total Current Assets	14,029,112	119,249	(3,601)	14,144,760
INVESTMENTS	1,645,512	3,921,977	-	5,567,489
PROPERTY AND EQUIPMENT, NET	17,013,571	-	-	17,013,571
INTEREST IN NET ASSETS	10,702,837	-	(10,702,837)	-
OPERATING RIGHT-OF-USE ASSET, NET	659,661	-	-	659,661
OTHER ASSETS				
Deposits	8,550	-	-	8,550
Cash Surrender Value Life Insurance	48,594	368,749	-	417,343
Unconditional Promises to Give, Net of Current Portion	2,271,560	6,296,168	-	8,567,728
Total Other Assets	2,328,704	6,664,917	-	8,993,621
Total Assets	<u>\$ 46,379,397</u>	<u>\$ 10,706,143</u>	<u>\$ (10,706,438)</u>	<u>\$ 46,379,102</u>

ECHOING HILLS VILLAGE, INC. AND AFFILIATE
CONSOLIDATING STATEMENT OF FINANCIAL POSITION (CONTINUED)
DECEMBER 31, 2024
(SEE INDEPENDENT AUDITORS' REPORT)

	Echoing Hills Village	Echoing Hills Village Foundation	Eliminating Entries	Total
LIABILITIES AND NET ASSETS				
CURRENT LIABILITIES				
Accounts Payable	\$ 1,545,042	\$ 196	\$ -	\$ 1,545,238
Accounts Payable - Related Party	3,601	-	(3,601)	-
Resident Funds Payable	2,532,343	-	-	2,532,343
Lines of Credit	-	-	-	-
Current Portion of Long-Term Debt	852,175	-	-	852,175
Current Portion of Operating Lease Liability	205,033	-	-	205,033
Current Portion of Charitable Gift Annuity Payable	3,515	375	-	3,890
Accrued Payroll and Related	2,357,300	-	-	2,357,300
Deferred Revenue Medicaid	33,436	-	-	33,436
Total Current Liabilities	7,532,445	571	(3,601)	7,529,415
LONG-TERM LIABILITIES				
Long-Term Debt, Net of Current Portion	5,797,729	-	-	5,797,729
Operating Lease Liability, Net of Current Portion	453,193	-	-	453,193
Charitable Gift Annuity Payable, Net of Current Portion	2,430	2,735	-	5,165
Interest Rate Swap Agreement	40,757	-	-	40,757
Total Long-Term Liabilities	6,294,109	2,735	-	6,296,844
Total Liabilities	13,826,554	3,306	(3,601)	13,826,259
NET ASSETS				
Without Donor Restrictions	18,654,110	220,858	(220,858)	18,654,110
With Donor Restrictions:				
Purpose and Time Restricted	3,491,653	74,899	(74,899)	3,491,653
Perpetual in Nature	10,407,080	10,407,080	(10,407,080)	10,407,080
Total With Donor Restrictions	13,898,733	10,481,979	(10,481,979)	13,898,733
Total Net Assets	32,552,843	10,702,837	(10,702,837)	32,552,843
Total Liabilities and Net Assets	\$ 46,379,397	\$ 10,706,143	\$ (10,706,438)	\$ 46,379,102

ECHOING HILLS VILLAGE, INC. AND AFFILIATE
CONSOLIDATING STATEMENT OF ACTIVITIES AND CHANGES IN NET ASSETS
YEAR ENDED DECEMBER 31, 2025
(SEE INDEPENDENT AUDITORS' REPORT)

	Echoing Hills Village			Echoing Hills Village Foundation				
	Without Donor Restrictions	With Donor Restrictions	Echoing Hills Village Total	Without Donor Restrictions	With Donor Restrictions	Echoing Hills Village Foundation Total	Eliminating Entries	Totals
OPERATING REVENUES								
Net Service Revenue	\$ 45,512,937	\$ -	\$ 45,512,937	\$ -	\$ -	\$ -	\$ -	\$ 45,512,937
Other Operating Revenue	64,415	-	64,415	-	-	-	-	64,415
Gain on Disposal of Property and Equipment	53,135	-	53,135	-	-	-	-	53,135
Net Assets Released from Restrictions	162,864	(162,864)	-	-	-	-	-	-
Total Operating Revenues	45,793,351	(162,864)	45,630,487	-	-	-	-	45,630,487
OPERATING EXPENSES								
Program Expenses	40,492,965	-	40,492,965	66,476	-	66,476	-	40,559,441
General and Administrative Expenses	5,365,621	-	5,365,621	8,507	-	8,507	-	5,374,128
Fundraising Expenses	179,411	-	179,411	-	-	-	-	179,411
Total Operating Expenses	46,037,997	-	46,037,997	74,983	-	74,983	-	46,112,980
OPERATING REVENUES IN DEFICIT OF OPERATING EXPENSES	(244,646)	(162,864)	(407,510)	(74,983)	-	(74,983)	-	(482,493)
OTHER INCOME								
Investment Income, Net	273,602	-	273,602	125,798	-	125,798	-	399,400
Net Realized and Unrealized Gains on Investments	4,469	-	4,469	439,932	-	439,932	-	444,401
Contributions	157,041	208,267	365,308	9,854	151,970	161,824	-	527,132
Employee Retention Credit Interest	-	-	-	-	-	-	-	-
Ohio DODD Retention Income	-	-	-	-	-	-	-	-
Change in Value of Split-Interest Agreements	-	698,370	698,370	-	(143,280)	(143,280)	-	555,090
Total Other Income	435,112	906,637	1,341,749	575,584	8,690	584,274	-	1,926,023
EXCESS OF REVENUES OVER EXPENSES	190,466	743,773	934,239	500,601	8,690	509,291	-	1,443,530
OTHER CHANGES IN NET ASSETS								
Contributions - Restricted for Property and Equipment	-	80,849	80,849	-	-	-	-	80,849
Contributions - Supporting Foundation	199,000	-	199,000	(199,000)	-	(199,000)	-	-
Change in Interest in Supporting Foundation	301,601	8,690	310,291	-	-	-	(310,291)	-
Change in Value of Interest Rate Swap Agreement	(133,898)	-	(133,898)	-	-	-	-	(133,898)
Net Assets Released from Restrictions - Property and Equipment	105,393	(105,393)	-	-	-	-	-	-
Other Changes in Net Assets	472,096	(15,854)	456,242	(199,000)	-	(199,000)	(310,291)	(53,049)
CHANGES IN NET ASSETS	662,562	727,919	1,390,481	301,601	8,690	310,291	(310,291)	1,390,481
Net Assets - Beginning of Year	18,654,110	13,898,733	32,552,843	220,858	10,481,979	10,702,837	(10,702,837)	32,552,843
NET ASSETS - END OF YEAR	<u>\$ 19,316,672</u>	<u>\$ 14,626,652</u>	<u>\$ 33,943,324</u>	<u>\$ 522,459</u>	<u>\$ 10,490,669</u>	<u>\$ 11,013,128</u>	<u>\$ (11,013,128)</u>	<u>\$ 33,943,324</u>

ECHOING HILLS VILLAGE, INC. AND AFFILIATE
CONSOLIDATING STATEMENT OF ACTIVITIES AND CHANGES IN NET ASSETS
YEAR ENDED DECEMBER 31, 2024
(SEE INDEPENDENT AUDITORS' REPORT)

	Echoing Hills Village			Echoing Hills Village Foundation				
	Without Donor Restrictions	With Donor Restrictions	Echoing Hills Village Total	Without Donor Restrictions	With Donor Restrictions	Echoing Hills Village Foundation Total	Eliminating Entries	Totals
OPERATING REVENUES								
Net Service Revenue	\$ 41,998,047	\$ -	\$ 41,998,047	\$ -	\$ -	\$ -	\$ -	\$ 41,998,047
Other Operating Revenue	71,844	-	71,844	-	-	-	-	71,844
Gain on Disposal of Property and Equipment	45,150	-	45,150	-	-	-	-	45,150
Net Assets Released from Restrictions	278,938	(278,938)	-	-	-	-	-	-
Total Operating Revenues	42,393,979	(278,938)	42,115,041	-	-	-	-	42,115,041
OPERATING EXPENSES								
Program Expenses	37,219,894	-	37,219,894	37,800	-	37,800	-	37,257,694
General and Administrative Expenses	4,905,080	-	4,905,080	34,442	-	34,442	-	4,939,522
Fundraising Expenses	196,453	-	196,453	-	-	-	-	196,453
Total Operating Expenses	42,321,427	-	42,321,427	72,242	-	72,242	-	42,393,669
OPERATING REVENUE IN EXCESS (DEFICIENCY) OF OPERATING EXPENSES	72,552	(278,938)	(206,386)	(72,242)	-	(72,242)	-	(278,628)
OTHER INCOME								
Investment Income, Net	250,334	-	250,334	110,013	-	110,013	-	360,347
Net Realized and Unrealized Gains on Investments	36,153	-	36,153	343,768	-	343,768	-	379,921
Contributions	874,429	189,297	1,063,726	8,435	-	8,435	-	1,072,161
Provider Relief Fund Revenue	-	-	-	-	-	-	-	-
Ohio DODD Retention Income	-	-	-	-	-	-	-	-
Change in Value of Split-Interest Agreements	-	162,011	162,011	-	415,333	415,333	-	577,344
Total Other Income	1,160,916	351,308	1,512,224	462,216	415,333	877,549	-	2,389,773
EXCESS OF REVENUES OVER EXPENSES	1,233,468	72,370	1,305,838	389,974	415,333	805,307	-	2,111,145
OTHER CHANGES IN NET ASSETS								
Contributions - Restricted for Property and Equipment	-	254,149	254,149	-	-	-	-	254,149
Contributions - Supporting Foundation	206,087	-	206,087	(206,087)	-	(206,087)	-	-
Change in Interest in Supporting Foundation	183,887	415,333	599,220	-	-	-	(599,220)	-
Change in Value of Interest Rate Swap Agreement	(40,757)	-	(40,757)	-	-	-	-	(40,757)
Net Assets Released from Restrictions - Property and Equipment	946,132	(946,132)	-	-	-	-	-	-
Other Changes in Net Assets	1,295,349	(276,650)	1,018,699	(206,087)	-	(206,087)	(599,220)	213,392
CHANGES IN NET ASSETS	2,528,817	(204,280)	2,324,537	183,887	415,333	599,220	(599,220)	2,324,537
Net Assets - Beginning of Year	16,125,293	14,103,013	30,228,306	36,971	10,066,646	10,103,617	(10,103,617)	30,228,306
NET ASSETS - END OF YEAR	<u>\$ 18,654,110</u>	<u>\$ 13,898,733</u>	<u>\$ 32,552,843</u>	<u>\$ 220,858</u>	<u>\$ 10,481,979</u>	<u>\$ 10,702,837</u>	<u>\$ (10,702,837)</u>	<u>\$ 32,552,843</u>

