

**STUDENTS WITHOUT MOTHERS, INC.**

**FINANCIAL STATEMENTS WITH  
ACCOUNTANTS' COMPILATION REPORT**

**FOR THE YEARS ENDED DECEMBER 31, 2024 AND 2023**



Management is responsible for the accompanying financial statements of Students Without Mothers, Inc. (a nonprofit organization) which comprise the statements of financial position as of December 31, 2024 and 2023 and the related statements of activities and change in net assets, statements of cash flows, and the statements of functional expenses for the two years ended in accordance with accounting principles generally accepted in the United States of America. We have performed a compilation engagement in accordance with Statements on Standards for Accounting and Review Services promulgated by the Accounting and Review Services Committee of the AICPA. We did not audit or review the financial statements nor were we required to perform any procedures to verify the accuracy or completeness of the information provided by management. We do not express an opinion, a conclusion, nor provide any form of assurance on these financial statements.

We are not independent with respect to Students Without Mothers, Inc because we performed certain accounting services that impaired our independence.

***WMBO CPA Group***

Duluth, GA  
February 27, 2025

STUDENTS WITHOUT MOTHERS, INC.  
STATEMENTS OF FINANCIAL POSITION  
DECEMBER 31, 2024 AND 2023

ASSETS

|                                    | <u>2024</u>       | <u>2023</u>       |
|------------------------------------|-------------------|-------------------|
| CURRENT ASSETS-                    |                   |                   |
| Cash and cash equivalents          | \$ 80,643         | \$ 284,254        |
| Investments (at Fair Market Value) | <u>133,913</u>    | <u>-</u>          |
| Total                              | \$ 214,556        | \$ 284,254        |
| PROPERTY AND EQUIPMENT:            |                   |                   |
| Furniture and fixtures             | 7,853             | 7,853             |
| Accumulated depreciation           | <u>(7,192)</u>    | <u>(7,192)</u>    |
| Property and equipment, net        | 661               | 661               |
| OTHER ASSETS-                      |                   |                   |
| TOTAL ASSETS                       | <u>\$ 215,217</u> | <u>\$ 284,915</u> |

LIABILITIES AND NET ASSETS

|                                  |                   |                   |
|----------------------------------|-------------------|-------------------|
| LONG-TERM LIABILITIES:           |                   |                   |
| SBA Loan                         | \$ 240,100        | \$ 240,100        |
| NET ASSETS:                      |                   |                   |
| Without donor restrictions       | (24,883)          | (56,685)          |
| With donor restrictions          | <u>-</u>          | <u>101,500</u>    |
| Total                            | <u>(24,883)</u>   | <u>44,815</u>     |
| TOTAL LIABILITIES AND NET ASSETS | <u>\$ 215,217</u> | <u>\$ 284,915</u> |

STUDENTS WITHOUT MOTHERS, INC.  
STATEMENTS OF ACTIVITIES AND CHANGE IN NET ASSETS  
FOR THE YEARS ENDED DECEMBER 31, 2024 AND 2023

|                                       | December 31 2024              |                            |                    | December 31 2023              |                            |                  |
|---------------------------------------|-------------------------------|----------------------------|--------------------|-------------------------------|----------------------------|------------------|
|                                       | Without Donor<br>Restrictions | With Donor<br>Restrictions | Total              | Without Donor<br>Restrictions | With Donor<br>Restrictions | Total            |
| REVENUE AND SUPPORT                   |                               |                            |                    |                               |                            |                  |
| Contributions                         | \$ 90,416                     | \$ -                       | \$ 90,416          | \$ 71,592                     | \$ 1,500                   | \$ 73,092        |
| Grants                                | 32,800                        | -                          | 32,800             | 32,675                        | -                          | 32,675           |
| Auctions and events                   | 87,273                        | -                          | 87,273             | 57,321                        | -                          | 57,321           |
| Donated goods and services in kind    | 173,816                       |                            |                    | 100,542                       | -                          | 100,542          |
| Investment Income                     |                               |                            |                    |                               |                            |                  |
| Dividends, interest & capital gains   | 3,751                         |                            |                    |                               |                            |                  |
| Net unrealized gains on investments   | 26,162                        | -                          | 26,162             | -                             | -                          | -                |
| Total revenue and support             | 414,218                       | -                          | 236,651            | 262,130                       | 1,500                      | 263,630          |
| Net assets released from restrictions | -                             | (100,500)                  | -                  | -                             | -                          | -                |
| EXPENSES                              |                               |                            |                    |                               |                            |                  |
| Program Services:                     |                               |                            |                    |                               |                            |                  |
| Scholarship program                   | 20,000                        | -                          | 20,000             | 7,000                         | 17,000                     | 24,000           |
| Life coaching/board mentoring         | 146,750                       | -                          | 146,750            | 136,488                       | -                          | 136,488          |
| Total program services                | 166,750                       | -                          | 166,750            | 143,488                       | 17,000                     | 160,488          |
| Fundraising event expenses            | 242,050                       | -                          | 242,050            | 150,901                       | -                          | 150,901          |
| General and administrative            | 75,116                        | -                          | 75,116             | 36,869                        | -                          | 36,869           |
| Total expenses                        | 483,916                       | -                          | 483,916            | 331,258                       | 17,000                     | 348,258          |
| CHANGE IN NET ASSETS - Increase       | (69,698)                      | -                          | (69,698)           | (69,128)                      | (15,500)                   | (84,628)         |
| Net assets at beginning of year       | (55,685)                      | 100,500                    | 44,815             | 13,443                        | 116,000                    | 129,443          |
| Net assets at end of year             | <u>\$ (125,383)</u>           | <u>\$ 100,500</u>          | <u>\$ (24,883)</u> | <u>\$ (55,685)</u>            | <u>\$ 100,500</u>          | <u>\$ 44,815</u> |

STUDENTS WITHOUT MOTHERS, INC.  
STATEMENTS OF FUNCTIONAL EXPENSES  
FOR THE YEARS ENDED DECEMBER 31, 2024 AND 2023

|                               | December 31, 2024           |                      |                                   |                           | December 31, 2023           |                       |                                   |                           |
|-------------------------------|-----------------------------|----------------------|-----------------------------------|---------------------------|-----------------------------|-----------------------|-----------------------------------|---------------------------|
|                               | <u>Program<br/>Services</u> | <u>Fundraising</u>   | <u>Management<br/>and General</u> | <u>Total<br/>Expenses</u> | <u>Program<br/>Services</u> | <u>Fundraising</u>    | <u>Management<br/>and General</u> | <u>Total<br/>Expenses</u> |
| Salaries & Related Benefits   | \$ 59,170                   | \$ 51,288            | \$ 38,617                         | \$ 149,075                | \$ 46,160                   | \$ 13,605             | \$ 5,832                          | \$ 65,597                 |
| Professional Services         | -                           | -                    | 2,410                             | 2,410                     | -                           | -                     | 2,410                             | 2,410                     |
| Web Services                  | 899                         | 2,697                | 899                               | 4,495                     | 1,026                       | 3,078                 | 1,026                             | 5,130                     |
| Office Expenses               | 239                         | 717                  | 239                               | 1,195                     | 1,425                       | 3,250                 | 1,229                             | 5,904                     |
| Program events and marketing  | 58,488                      | 30,865               | 29,972                            | 119,325                   | 84,898                      | 123,336               | 23,393                            | 231,627                   |
| Grants                        | 20,000                      | -                    | -                                 | 20,000                    | 24,000                      | -                     | -                                 | 24,000                    |
| Interest                      | 2,544                       | 7,642                | 2,544                             | 12,730                    | 2,544                       | 7,632                 | 2,544                             | 12,720                    |
| Insurance                     | <u>435</u>                  | <u>-</u>             | <u>435</u>                        | <u>870</u>                | <u>435</u>                  | <u>-</u>              | <u>435</u>                        | <u>870</u>                |
| <br>TOTAL FUNCTIONAL EXPENSES | <br><u>\$ 141,775</u>       | <br><u>\$ 93,209</u> | <br><u>\$ 75,116</u>              | <br><u>\$ 310,100</u>     | <br><u>\$ 160,488</u>       | <br><u>\$ 150,901</u> | <br><u>\$ 36,869</u>              | <br><u>\$ 348,258</u>     |

STUDENTS WITHOUT MOTHERS, INC.  
STATEMENT OF CASH FLOWS  
FOR THE YEARS ENDED DECMEBER 31, 2024 AND 2023

|                                                                                            | <u>2024</u>      | <u>2023</u>       |
|--------------------------------------------------------------------------------------------|------------------|-------------------|
| CASH FLOWS FROM OPERATING ACTIVITIES:                                                      |                  |                   |
| Decrease in net assets                                                                     | \$ (69,698)      | \$ (84,628)       |
| Depreciation                                                                               |                  |                   |
| Adjustments to reconcile change in net assets<br>to net cash used by operating activities: |                  |                   |
| Unrealized gains on investments                                                            | \$ (26,162)      | \$ -              |
| CASH USED BY OPERATING ACTIVITIES                                                          | <u>(95,860)</u>  | <u>(84,628)</u>   |
| CASH FLOWS USED BY OPERATING ACTIVITIES                                                    | <u>(95,860)</u>  | <u>(84,628)</u>   |
| CASH FLOWS FROM INVESTING ACTIVITIES -                                                     |                  |                   |
| Dividends, interest & capital gains                                                        | (3,751)          |                   |
| Purchase of Investments                                                                    | <u>(104,000)</u> | -                 |
| NET CASH USED BY INVESTING ACTIVITIES                                                      | <u>(107,751)</u> | -                 |
| CASH FLOWS FROM FINANCING ACTIVITIES:                                                      |                  |                   |
| New borrowing                                                                              | <u>-</u>         | <u>-</u>          |
| CASH PROVIDED BY FINANCING ACTIVITIES                                                      | <u>-</u>         | <u>-</u>          |
| Net decrease in cash and cash equivalents                                                  | (203,611)        | (84,628)          |
| Cash and cash equivalents, beginning of year                                               | <u>284,254</u>   | <u>368,882</u>    |
| Cash and cash equivalents, end of year                                                     | <u>\$ 80,643</u> | <u>\$ 284,254</u> |
| SUPPLEMENTAL DISCLOSURES                                                                   |                  |                   |
| Interest paid                                                                              | \$ 12,720        | \$ 12,720         |

STUDENTS WITHOUT MOTHERS, INC.  
NOTES TO FINANCIAL STATEMENTS  
YEARS ENDED DECEMBER 31, 2024 AND 2023  
SEE ACCOUNTANTS' COMPILATION REPORT

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**NOTE 1 – DESCRIPTION OF ORGANIZATION AND NATURE OF ACTIVITIES**

Students Without Mothers Inc. (“The Organization”) is a Section 501(c)(3) a not-for-profit corporation that was incorporated under the laws of Georgia on March 4, 2004 is dedicated to helping high school students without mothers help themselves by empowering them to continue their education. The organization’s main purpose is to provide life coaching and scholarships to college bound high school students who are without their mothers due to death or other unfortunate circumstances.

**NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

*Basis of Accounting*

The Organization prepares its financial statements using the accrual basis of accounting to present the results of activities and financial position in conformity with accounting principles generally accepted in the United States of America. To ensure observance of limitations and restrictions placed on the use of resources available to the Organization, the resources are classified for accounting and reporting purposes into categories established according to their nature and purpose. Net assets and revenues, expenses, gains and losses are classified based on the existence or absence of donor-imposed restrictions. Accordingly, the net assets of the organization and changes therein are classified as without restriction and with restrictions.

*Estimates*

Management uses estimates and assumptions in preparing financial statements in accordance with generally accepted accounting principles. Those estimates and assumptions affect the reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities and the reported revenues and expenses. Actual results could vary from estimates that were assumed in preparing the financial statements.

*Net Assets without Donor Restrictions*

Net assets that are not subject to donor-imposed restrictions may be expended for any purpose in performing the primary objectives of the Organization. The Organization’s board may designate assets without restrictions for specific operation purposes from time to time. Other changes to this category include assets without restrictions for investment income and all expenses.

*Net Assets with Donor Restrictions*

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

STUDENTS WITHOUT MOTHERS, INC.  
NOTES TO FINANCIAL STATEMENTS  
YEARS ENDED DECEMBER 31, 2024 AND 2023  
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**NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES  
(CONTINUED)**

*Fair Value of Financial Instruments*

The Organizations financial statements consist of cash, accounts receivable, other current asset, accounts payable and accrued liabilities approximate their fair values based on their short-term nature.

*Donated Services and In-Kind Support*

The Organization may receive services, equipment, and material without payment or compensation. Donated services are recognized as contributions if the services (a) create or enhance non-financial assets or (b) require special skills performed by people with those skills and would otherwise be purchased by the Organization. A number of volunteers donate significant amounts of time to the Organization. The value of these contributed services has not been recorded in the financial statements as they do not meet the criteria for recognition.

*Cash and Cash Equivalents*

Cash and cash equivalents reflect amounts that approximate fair value due to the short maturity of these instruments. The operating checking accounts are included in cash and cash equivalents.

*Income Taxes*

Under applicable provisions of the Internal Revenue Code section 501(c)(3) of the Internal Revenue Code (the "Code") whereby only unrelated business income as defined by Section 512(a)(1) of the Code, is subject to federal income tax. For years ended December 31, 2024 and 2023, the Organization did not have any unrelated business income, and accordingly, no unrelated business tax.

*Subsequent Events*

Subsequent events have been evaluated through February 27, 2025 which is the date the financial statements were available to be issued.

*Property and Equipment*

Acquisitions of property and equipment with an estimated useful life of more than one year are capitalized at cost. Property and equipment are stated at cost. Depreciation is based on the straight-line method over the estimated lives of the respective assets (See Note 6).

STUDENTS WITHOUT MOTHERS, INC.  
NOTES TO FINANCIAL STATEMENTS  
YEARS ENDED DECEMBER 31, 2024 AND 2023  
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**NOTE 3 – CASH AND CASH EQUIVALENTS**

Cash and cash equivalents consist of demand deposits at a commercial bank. Balances maintained in the Organization accounts, as reflected in the bank's records, are insured by the Federal Deposit Insurance Corporation (FDIC), up to \$250,000. At December 31, 2024 the Company had \$214,556 held in two separate accounts. In 2023 was \$284,254 held in two separate accounts. For both years deposits held at banks was below the FDIC limit.

**NOTE 4 – NET ASSETS WITH RESTRICTIONS**

At December 2024 there were no temporary restricted funds by donors. At December 31, 2023 there was a total of \$100,500 in temporarily restricted funds. These funds are restricted to be provided to students who meet qualifying criteria.

**NOTE 4 – CONTRIBUTIONS IN KIND**

The Organization receives donations of goods and services from corporations and individuals. Donated goods and services are recorded as unrestricted contributions when they are received. Donated goods are valued at the Organization's estimate of fair value at the time they are received. Donated services are valued based on the estimated dollar value of the volunteers' time. In 2024 there was a total of \$173,816 in goods and services donated to include \$10,350 in volunteer time donated to student life coaching, \$2,000 in volunteer time related to fundraising. There was also \$135,228 in radio advertising provided for fundraising and marketing. Goods included \$29,250 which include items used for fundraising and clothing and supplies provided for the college students. In 2023 there was a total of \$100,542 in goods and services donated to include \$10,500 in professional volunteer time donated to student life coaching and \$74,600 in volunteer time related to fundraising. Goods include \$1,310 in fundraising items, and \$14,132. dorm kits and supplies provided for the college students.

**NOTE 5 - PROPERTY AND EQUIPMENT**

Major classifications of property and equipment and their respective lives are summarized below:

|                                | <u>Depreciable<br/>Lives</u> | <u>2024</u>   | <u>2023</u>   |
|--------------------------------|------------------------------|---------------|---------------|
| Office and computer equipment  | 5 & 7 Years                  | \$ 7,853      | \$ 7,853      |
| Less: accumulated depreciation |                              | <u>7,192</u>  | <u>7,192</u>  |
|                                |                              | <u>\$ 661</u> | <u>\$ 661</u> |

STUDENTS WITHOUT MOTHERS, INC.  
NOTES TO FINANCIAL STATEMENTS  
YEARS ENDED DECEMBER 31, 2024 AND 2023  
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**NOTE 5 - PROPERTY AND EQUIPMENT (CONTINUED)**

Depreciation expense for the years ended December 31, 2024 and 2023 totaled \$-0-.

**NOTE 6 – NOTE PAYABLE**

SBA Economic Injury Disaster Loan

\$240,100 30-year note bearing interest at 2.75%. Monthly payments of \$1,060 are required and will be automatically withdrawn from the Company's bank account beginning in January 2023. Any balance remaining will be due in January 2053.

**NOTE 7 - FUNDRAISING AND SPECIAL EVENTS**

Fundraising and special events are held throughout the year to help raise money and make others aware of the organization.

Fundraising events held in 2024 included the following:

- Chastain for Charity 2024
- 20 Year Anniversary Gala
- Scholarship Awards Reception

These fundraising events generated a net cash surplus detailed as follows:

|                       |                  |
|-----------------------|------------------|
| Gross receipts        | \$ 87,273        |
| Less: direct expenses | <u>20,117</u>    |
| Net cash surplus      | <u>\$ 67,156</u> |

Fundraising events held in 2023 included the following:

- Chastain in Ellenwood
- Fall Fundraiser
- Year-end Campaign
- Scholarship Awards Reception

These fundraising events generated a net cash surplus detailed as follows:

|                       |                  |
|-----------------------|------------------|
| Gross receipts        | \$ 57,321        |
| Less: direct expenses | <u>40,898</u>    |
| Net cash surplus      | <u>\$ 16,423</u> |

STUDENTS WITHOUT MOTHERS, INC.  
NOTES TO FINANCIAL STATEMENTS  
YEARS ENDED DECEMBER 31, 2024 AND 2023  
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**NOTE 7 - FUNDRAISING AND SPECIAL EVENTS (CONTINUED)**

Other costs allocated to fundraising have been allocated among the various programs and supporting services benefited as required by FASB ASC 958-205. Some examples of costs allocated to fundraising include contract labor, rent, telephone expense, and office expenses.

**NOTE 8 – RELATED PARTY DISCLOSURES**

|                                       | <u>2024</u> | <u>2023</u> |
|---------------------------------------|-------------|-------------|
| Key Management Personnel Compensation | \$66,000    | \$65,597    |

**NOTE 9 – COMMITMENTS**

A lease agreement was signed effective January 1, 2024. The lease is \$12,000 per year be paid in equal consecutive monthly installments of \$1,000. The lease will commence January 1, 2024 and end December 31, 2025.

**NOTE 10 – CONTINGENCIES**

There are no contingencies as of February 27, 2025.

**NOTE 11 – SUBSEQUENT EVENTS**

There are no subsequent events as of February 27, 2025.