

CARE FOR LIFE, INC.
FINANCIAL STATEMENTS
DECEMBER 31, 2024

TABLE OF CONTENTS

	PAGE NO.
INDEPENDENT ACCOUNTANTS' REVIEW REPORT	1
FINANCIAL STATEMENTS	
Statement of Financial Position – Modified Cash Basis	3
Statement of Activities – Modified Cash Basis	4
Statement of Cash Flows – Modified Cash Basis	5
Statement of Functional Expenses – Modified Cash Basis.....	6
Notes to the Financial Statements	7



**Mansperger
Patterson
& McMullin, PLC**
CERTIFIED PUBLIC ACCOUNTANTS

James A. Wraith
Bradley W. Enos
Diane R. Hayes
Stephen G. Hale
Garrett M. Burnett
LaDawn Bluth
Wendy M. Whittard
Jennifer D. Robinson
Tricia L. Shaw
Padmaja Pragada

INDEPENDENT ACCOUNTANTS' REVIEW REPORT

To the Board of Directors:

CARE FOR LIFE, INC.

Gilbert, Arizona

We have reviewed the accompanying financial statements of Care For Life, Inc. (a nonprofit organization), which comprise the statement of financial position – modified cash basis as of December 31, 2024, and the related statements of activities – modified cash basis, functional expenses – modified cash basis, and cash flows – modified cash basis for the year then ended, and the related notes to the financial statements. A review includes primarily applying analytical procedures to management's financial data and making inquiries of entity management. A review is substantially less in scope than an audit, the objective of which is the expression of an opinion regarding the financial statements as a whole. Accordingly, we do not express such an opinion.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with the modified cash basis of accounting; this includes determining that the modified cash basis of accounting is an acceptable basis for the preparation of financial statements in the circumstances. Management is also responsible for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement whether due to fraud or error.

Accountant's Responsibility

Our responsibility is to conduct the review engagement in accordance with Statements on Standards for Accounting and Review Services promulgated by the Accounting and Review Services Committee of the AICPA. Those standards require us to perform procedures to obtain limited assurance as a basis for reporting whether we are aware of any material modifications that should be made to the financial statements for them to be in accordance with the modified cash basis of accounting. We believe that the results of our procedures provide a reasonable basis for our conclusion.

We are required to be independent of Care For Life, Inc. and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements related to our review.

Accountant's Conclusion

Based on our review, we are not aware of any material modifications that should be made to the accompanying financial statements in order for them to be in accordance with the modified cash basis of accounting.

Basis of Accounting

We draw attention to Note 1 of the financial statements, which describes the basis of accounting. The financial statements are prepared in accordance with the modified cash basis of accounting, which is a basis of accounting other than accounting principles generally accepted in the United States of America. Our conclusion is not modified with respect to this matter.

Mansperger, Patterson & Syc Mullin, PLLC

Tempe, Arizona
November 28, 2025

CARE FOR LIFE, INC.
STATEMENT OF FINANCIAL POSITION – MODIFIED CASH BASIS
DECEMBER 31, 2024

ASSETS

CURRENT ASSETS

Cash and cash equivalents	\$ <u>258,431</u>
Total current assets	<u>258,431</u>

PROPERTY AND EQUIPMENT

Computers, equipment and furniture	4,855
Building and Land	112,753
Vehicles	<u>116,851</u>
	234,459
Less: accumulated depreciation	<u>(148,188)</u>
Total property and equipment	<u>86,271</u>
	<u><u>344,702</u></u>

LIABILITIES AND NET ASSETS

CURRENT LIABILITIES

Accrued expenses (credit cards, payroll taxes)	<u>366</u>
--	------------

NET ASSETS

Without donor restrictions	332,072
With donor restrictions	<u>12,264</u>
	344,336
	<u><u>\$ 344,702</u></u>

See Independent Accountants' Review Report.
The Accompanying Notes are an Integral Part
of These Financial Statements.

CARE FOR LIFE, INC.
STATEMENT OF ACTIVITIES – MODIFIED CASH BASIS
FOR THE YEAR ENDED DECEMBER 31, 2024

	Without Donor Restrictions	With Donor Restrictions	Total
REVENUES, GAINS, AND OTHER SUPPORT			
Contributions	\$ 456,667	\$ 128,637	\$ 585,304
Grant Income	8,751	-	8,751
Interest income and other income	19	-	19
Unrealized loss	213	-	213
Net assets released from restrictions			
Purpose restrictions met	135,085	(135,085)	-
Restrictions satisfied by charitable trust lead receipts			
Restrictions satisfied by debt payments			
Total revenues, gains, and other support	600,735	(6,448)	594,287
EXPENSES			
Family preservation program	444,455	-	444,455
Management and general	182,145	-	182,145
Fundraising	25,233	-	25,233
Total expense	651,833	-	651,833
CHANGE IN NET ASSETS	(51,098)	(6,448)	(57,546)
Net assets, beginning of year	383,170	18,712	401,882
Prior period adjustment			-
Total adjusted net assets, beginning of year	383,170	18,712	401,882
NET ASSETS, END OF YEAR	\$ 332,072	\$ 12,264	\$ 344,336

See Independent Accountants' Review Report.
The Accompanying Notes are an Integral Part
of These Financial Statements.

CARE FOR LIFE, INC.
STATEMENT OF CASH FLOWS – MODIFIED CASH BASIS
FOR THE YEAR ENDED DECEMBER 31, 2024

CASH FLOWS FROM OPERATING ACTIVITIES	
Decrease in net assets	\$ (57,546)
Adjustments to reconcile decrease in net assets to net cash used by operating activities:	
Depreciation	16,386
Increase (decrease) in:	
Accrued expense	<u>(2,897)</u>
NET CASH USED BY OPERATING ACTIVITIES	<u>(44,057)</u>
 CASH FLOWS FROM INVESTMENT ACTIVITIES	
Purchase of investments	<u>1,178</u>
NET CASH PROVIDED BY INVESTMENT ACTIVITIES	<u>1,178</u>
 DECREASE IN CASH	 (42,879)
Cash, beginning of year	<u>301,310</u>
 CASH, END OF YEAR	 \$ <u><u>258,431</u></u>

See Independent Accountants' Review Report.
The Accompanying Notes are an Integral Part
of These Financial Statements.

CARE FOR LIFE, INC.
STATEMENT OF FUNCTIONAL EXPENSES – MODIFIED CASH BASIS
FOR THE YEAR ENDED DECEMBER 31, 2024

	<u>PROGRAM SERVICES</u>	<u>SUPPORTING SERVICES</u>		
	<u>FAMILY PRESERVATION PROGRAM</u>	<u>MANAGEMENT AND GENERAL</u>	<u>FUNDRAISING</u>	<u>TOTAL</u>
Auto	\$ 23,508	\$ -	\$ -	\$ 23,508
Banking/Finance	1,850	1,855	-	3,705
Charitable funding	119,442	-	-	119,442
Depreciation	16,386	-	-	16,386
Insurance	-	3,805	-	3,805
Marketing	-	-	13,233	13,233
Miscellaneous	3,124	-	-	3,124
Payroll expenses	198,647	114	-	198,761
Postage and delivery	19	-	-	19
Printing and reproduction	5,271	189	-	5,460
Professional fees	2,375	159,473	12,000	173,848
Repair (building & equipment)	812	-	-	812
Software	1,987	8,488	-	10,475
Supplies	8,416	-	-	8,416
Travel	46,502	8,221	-	54,723
Utilities	16,116	-	-	16,116
	<hr/>	<hr/>	<hr/>	<hr/>
Total expenses	\$ 444,455	\$ 182,145	\$ 25,233	\$ 651,833

See Independent Accountants' Review Report.
The Accompanying Notes are an Integral Part
of These Financial Statements.

CARE FOR LIFE, INC.
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2024

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POICIENS AND NATURE OF OPERATIONS

Nature of Activities

Care For Life, Inc. (Organization), a nonprofit organization, began operations in Arizona and in Mozambique, Africa in 2001. The Organization's focus of work is the people of Mozambique and its mission is to alleviate suffering, foster self-reliance, and instill hope in the people of Mozambique. The Organization expanded services into Sudan during 2021. The Organization is supported primarily through donor contributions and grants.

Cash and Cash Equivalents

The Organization considers all short-term highly liquid instruments, which are readily convertible to cash with maturities of three months or less to be cash equivalents.

Investments

Securities classified as available-for-sale may be sold in response to changes in interest rates, liquidity needs, and for other purposes. Available-for-sale securities are carried at fair value. Unrealized gains and losses on investment securities available-for-sale are based on the difference between book value and fair value of each security. These gains and losses are credited or charged to other income. All investments held at December 31, 2024 are classified as available-for-sale.

Foreign Currency Translation

The functional currencies of the Organization are the local currencies which is the Metical. The financial statements of the Organization have been translated into U.S. dollars in accordance with FASB ASC 830, *Foreign Currency Matters*, which establishes a framework for foreign currency matters. All assets have been translated at exchange rates in effect at the balance sheet date. Income statement activity with respect to the foreign operations are converted at the average rate for the year. Foreign currency gain for the year ended December 31, 2024 totaled \$0.

Property and Equipment

The Organization capitalizes property and equipment over \$1,000. Lesser amounts are expensed. Purchased property and equipment is capitalized at cost. Donations of property and equipment are capitalized at their estimated fair value at the date contributed. Such donations are reported as contributions without donor restrictions unless the donor has restricted the donated asset to a specific purpose. Assets donated with explicit restrictions regarding their use and contributions of cash that must be used to acquire property and equipment are reported as contributions with donor restrictions. Absent donor stipulations regarding how long those donated assets must be maintained, the Organization reports expirations of donor restrictions when the donated or acquired assets are placed in service. The Organization reclassifies net assets with donor restrictions to net assets without donor restrictions at that time. Property and equipment are depreciated using the straight-line method over estimated useful lives ranging from five years for furniture and vehicles to 39.5 years for buildings.

Depreciation expense for the year ended December 31, 2024 was \$16,386.

CARE FOR LIFE, INC.
NOTES TO THE FINANCIAL STATEMENTS, (CONTINUED)
DECEMBER 31, 2024

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POICIES AND NATURE OF OPERATIONS, (CONTINUED)

Contributed Services

No amounts have been reflected in the financial statements for donated services. The Organization generally pays for services requiring specific expertise. However, many individuals volunteer their time and perform a variety of tasks that assist the Organization at the residents' facilities, but these services do not meet the criteria for recognition as contributed services.

Contributions

Contributions received are recorded as net assets with donor restrictions or net assets without donor restrictions depending on the existence or nature of any donor restrictions.

Basis of Accounting

The accompanying financial statements were prepared on the modified cash basis of accounting, which is a comprehensive basis of accounting other than generally accepted accounting principles. The modified cash basis recognizes revenues when received and expenses when paid, with the exception that certain assets, such as furniture, equipment and buildings, have been capitalized and a provision for accumulated depreciation and amortization has been made.

Revenue Recognition

Contributions received are recorded as without donor restrictions or with donor restrictions, depending on the existence and/or nature of any donor restrictions.

All donor-restricted contributions are reported as an increase in net assets with donor restrictions. When a restriction expires (that is, when a stipulated time restriction ends or purpose restriction is accomplished), net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the statement of activities as net assets released from restriction.

Advertising Costs

Advertising costs are expensed as incurred. Total advertising costs incurred during the year ended December 31, 2024 total \$11.

Income Taxes

The Organization is a not-for profit organization that is exempt from income taxes under Section 501(c)(3) of the Internal Revenue Code. Accordingly, there is no provision for federal or state income taxes. The organization is required to file tax returns with the Internal Revenue Service and other taxing authorities.

CARE FOR LIFE, INC.
NOTES TO THE FINANCIAL STATEMENTS, (CONTINUED)
DECEMBER 31, 2024

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POICIES AND NATURE OF OPERATIONS, (CONTINUED)

Cost Allocation

The financial statements report certain categories of expenses that are attributable to more than one program or supporting function. Therefore, these expenses require allocation on a reasonable basis that is consistently applied. Expenses are allocated directly to the program or support service benefited.

Subsequent Event

Management has evaluated subsequent events through November 28, 2025, the date the financial statements were available to be issued.

NOTE 2 - USE OF ESTIMATES IN PREPARATION OF FINANCIAL STATEMENTS

The preparation of financial statements in conformity with the modified cash basis of accounting requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts or support and expenses during the reporting period. Actual results could differ from those estimates.

NOTE 3 – CASH

The Organization maintains cash balances in banks in the U.S. and Mozambique. The U.S. bank balances are insured by the Federal Deposit Insurance Company, while Mozambique banks are not. As of December 31, 2024, the uninsured and uncollateralized cash balance was \$19,475.

NOTE 4 – RESTRICTIONS ON NET ASSETS

The organization received funds to repair and construct homes after Mozambique was hit by a cyclone in 2019. The organization has also received funds related to education for literacy. Net assets with donor restrictions are available for the following purposes:

Subject to expenditure for specified purpose:

Light the world program	\$ 8,001
Congo development	4,100
Education	<u>163</u>
	<u>\$ 12,264</u>

NOTE 5 – MAJOR DONORS

A major donor is any donor providing donations greater than 10% of total support. During the year ended December 31, 2024 the Organization received donations from three major donors totaling approximately \$279,000 which represents approximately 46% of support.